

ANGUS COUNCIL

COMMUNITIES COMMITTEE – 1 MARCH 2016

VEHICLE REPLACEMENT PROGRAMME FOR 2016/17

REPORT BY HEAD OF REGULATORY, PROTECTIVE AND PREVENTATIVE SERVICES

ABSTRACT

The Committee is asked to authorise the Strategic Director - Communities to procure fleet vehicles and equipment required for the 2016/17 capital replacement programme.

1. RECOMMENDATION

It is recommended that the Committee:

Authorises the Strategic Director - Communities to procure vehicles and equipment required for the 2016/17 capital replacement programme.

2. ALIGNMENT TO THE ANGUS COMMUNITY PLAN/SINGLE OUTCOME AGREEMENT/CORPORATE PLAN

This report contributes to the following local outcomes contained within the Angus Community Plan and Single Outcome Agreement 2013-2016:

- Communities That Are Sustainable
- Our natural and built environment is protected and enjoyed
- Our carbon footprint is reduced

3. BACKGROUND

The Council's vehicle replacement programme has been profiled for 2016/17 to ensure that the vehicles and equipment scheduled for replacement (as detailed in Section 6 below) represent the priority in order to maintain service provision for a number of service areas across the Council, as detailed in Tables 1 and 3 in Section 6 below.

4. CURRENT POSITION

The supply market has been analysed and it is considered that the market for the supply of the required vehicles and equipment is reasonably competitive through the Scotland Excel procurement frameworks.

The impact on the locally-based supply chain of procuring this requirement has also been considered and is considered to be minimal. Some of the potential suppliers/dealers are based in Angus and others are national companies.

Tayside Procurement Consortium (TPC) partners, Dundee City Council, Perth and Kinross Council and Tayside Contracts all have access the Scotland Excel Frameworks.

The procurement is not considered to be a "major procurement" in terms of Financial Regulation 16.8.4. Approval of this report would mean that the contract can be accepted without the need for further approval by the relevant Committee.

As part of the fleet management agreement between Tayside Contracts and the Council, Tayside Contracts will procure vehicles and plant on behalf of the Council; however the Council will continue to fund and retain ownership of the vehicles and plant.

5. PROPOSALS

If this report is approved, the procurement process for all items will be carried out through Scotland Excel procurement framework agreements. The items will be procured by using a mini-competition approach amongst existing suppliers on the relevant framework. It is anticipated that all the items will be available through a Scotland Excel procurement framework agreements. In the event that a suitable item cannot be procured through a Scotland Excel procurement framework agreement, an open tender procedure will be used.

Contracts are expected to all be instigated to ensure that orders for the required vehicles and equipment can be placed in time to ensure delivery by no later than 31 March 2017.

Each vehicle or item recommended has been selected as the best fit for Angus Council's specifications and takes into account whole life maintenance and repair costs, thus ensuring value for money is obtained for the Council.

The mini-competition opportunity does not need to be further advertised as the frameworks have been duly advertised already. It will, however, be issued to all the framework suppliers who are capable of meeting the Council's requirement.

Completed tenders returned to the Council shall be evaluated and the contracts will be awarded on the basis of the most economically advantageous tender, on a mix of quality and price. The price/quality split applied will be 70/30% in accordance with Financial Regulation 16.14.2 and will allow whole life costs, service support and suitability.

The Corporate Procurement Team has been consulted on the proposed procurement process and outline requirement and is satisfied that this approach is suitable and likely to produce best value for the Council.

6. FINANCIAL IMPLICATIONS

Purchase of Fleet Vehicles - Waste Vehicle Replacement Programme (WVRP)

Table 1 - All vehicles will be utilised in Environmental Management (Waste Operations)

Description	Number	Total Cost(£,000)
a. Refuse Collection Vehicle 26T	3	454
b. Hooklift Vehicle	1	108
c. Urban compact sweeper	3	210
d. Roller packer	1	75
Totals	8	847

The WVRP revised position detailed below will be reflected within the Regulatory, Protective and Preventative Services section of the Financial Plan at the next update, to reflect the decrease in cost detailed below.

Table 2

Funding Of WVRP Purchases	Original Position Report 61/15 (£,000)	Revised Position Per Costs Above (£,000)
Revenue Funding – Waste Strategy Fund *	491	206
Capital Allocation	690	641
Gross Expenditure Allowance	1,181	847

Purchase of Fleet Vehicles – General Vehicle Replacement Programme (GVRP)

Table 3

Description	Number	Total Cost (£,000)
e. Tractor	1	45
f. Crew Cab Tipper (& Crane)	2	55
g. Crew Cab Medium (Panel Van)	1	30
h. Small Dump Truck 1 Ton	1	33
i. Trailers	2	13
j. Land Rover (or similar)	1	20
k. Large van	2	50
Totals	10	246

The GVRP revised position detailed below will be reflected within the Regulatory, Protective and Preventative Services section of the Financial Plan at the next update, to reflect the decrease in cost detailed below.

Table 4

Funding Of General Purchases	Original Position Report 61/15 (£,000)	Revised Position Per Costs Above (£,000)
Gross Expenditure Allowance	314	246

NOTE: No background papers, as detailed by Section 50D of the Local Government (Scotland) Act 1973 (other than any containing confidential or exempt information) were relied on to a material extent in preparing the above report.

Report Author: Stewart Ball, Head of Regulatory, Protective and Prevention Services
E-mail: CommunitiesBusinessSupport@angus.gov.uk