

ANGUS COUNCIL

COMMUNITIES COMMITTEE – 17 APRIL 2018

VEHICLE REPLACEMENT PROGRAMME FOR 2018/19

REPORT BY HEAD OF COMMUNITIES

ABSTRACT

The Committee are asked to authorise the Head of Communities to procure fleet vehicles and equipment required for the 2018/19 capital replacement programme.

1. RECOMMENDATION

It is recommended that the Committee:

- (i) Authorises the Head of Communities to procure vehicles and equipment required for the 2018/19 capital replacement programme on the basis set out in this report.

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

This report contributes to the following local outcome contained within the Angus Local Outcomes Improvement Plan and Locality Plans:

- Safe, secure, vibrant and sustainable communities
- A reduced carbon footprint

3. BACKGROUND

3.1 The Council's vehicle replacement programme has been profiled for 2018/19 to ensure that the vehicles and equipment scheduled for replacement (as detailed in Section 6) represent those that are the priority in order to maintain service provision for a number of service areas across the Council.

3.2 As vehicles and equipment age, maintenance and repair costs tend to increase and the associated increase in downtime impacts upon service delivery. It is therefore essential to have an effective replacement programme. When implementing the replacement programme, vehicle age, condition, mileage, funding mechanisms, suitability for purpose, environmental targets and whole-life costs are considered.

3.3 Fleet management arrangements within the Council are managed as part of a Service Level Agreement with Tayside Contracts. The Council is responsible for the strategic elements of fleet management including control over the vehicle replacement programme. Tayside Contracts are responsible for the procurement of vehicles on behalf of the Council and the maintenance of the vehicles that are purchased.

4. CURRENT POSITION

4.1 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 Scotland Excel and Tayside Procurement Consortium framework agreements. As detailed in section 5 where there is no relevant framework agreement, items will be procured through an open procurement procedure

- 4.2 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.
- 4.3 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 contracts can be accepted without the need for further approval by the relevant Committee.

5. PROPOSALS

- 5.1 If this report is approved, the procurement method used for items in tables 1 and 3 will be as follows.
- 5.2 Items (a) to (f) and (k) will be procured using Scotland Excel framework agreement 03/17 “Supply and Delivery of Heavy and Municipal Vehicles” and 03/15 “Supply and Delivery of Waste Disposal Equipment”.
- 5.3 Items (i) and (j) will be procured using the Tayside Procurement Consortium framework agreement for “supply and delivery of grounds maintenance equipment and small plant”.
- 5.4 Items (g) and (h) will be procured through an open procurement procedure as there is no relevant Framework for these.
- 5.5 Item (l) will be procured using the Crown Commercial Service Vehicle Purchase Framework Agreement (Ref: RM 1070).
- 5.6 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 2019.
- 5.7 A mini-competition approach amongst existing suppliers on Frameworks will be used. 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 here.
- 5.8 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 (where permitted by the framework terms) and will allow whole life costs, service support and suitability to be evaluated as part of quality assessment.
- 5.9 The Corporate Procurement Manager has been consulted on the proposed procurement process and outline requirement and is satisfied that that this approach is suitable and likely to produce best value for the Council.
- 5.10 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.

6. FINANCIAL IMPLICATIONS

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

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

Description	Number	Total Cost(£,000)
a. Hooklift Vehicle (services skips)	1	120
b. Mechanical road sweeper	2	242
c. Urban compact mechanical sweeper	4	265
d. Small (7.5t) refuse collection vehicle	3	180
e. Box Van with tail lift (special uplifts)	1	43
f. Roller packer (compacts waste in skips)	1	74
g. Garden waste and soils screener	1	156
h. Garden waste shredder	1	276
Totals	14	1356

- 6.1.1 The WVRP revised position detailed below will be reflected within the Regulatory & Protective Services section of the Financial Plan at its next update to reflect the decrease in cost detailed below.

Table 2

Funding Of WVRP Purchases	Original Position Report 62/18 (£,000)	Revised Position Per Costs Above (£,000)
Revenue Funding – Waste Strategy Fund *	846	507
Capital Allocation	1047	849
Gross Expenditure Allowance	1893	1356

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

Table 3

Description	Number	Total Cost (£,000)
i. Small Dump Truck 1 Ton (grounds maintenance)	1	33
j. Low Load Trailer (grounds maintenance)	2	8
k. Mobile Library Vans	2	269
l. Medium Panel Van (PDU)	1	23
Totals	6	333

- 6.2.1 There is a provision within the General Vehicle Replacement programme of £113k for the Mobile Library Vans. Angus Alive will be seeking external funding for the remaining £156k. The GVRP revised position detailed below will be reflected within the Regulatory & Protective Services section of the Financial Plan at its next update to reflect the change in funding arrangements detailed below.

Table 4

Funding Of General Purchases	Original Position Report 62/18 (£,000)	Revised Position Per Costs Above (£,000)
Capital Allocation	177	177
External Funding (Library Vans)	0	156
Gross Expenditure Allowance	177	333

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.

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