

ANGUS COUNCIL

SPECIAL ANGUS COUNCIL 3 APRIL 2020

VEHICLE REPLACEMENT PROGRAMME FOR 2020/21

REPORT BY DIRECTOR OF COMMUNITIES

ABSTRACT

The Council is asked to authorise the Director of Communities to procure fleet vehicles and equipment required for the 2020/21 capital replacement programme.

1. RECOMMENDATION

It is recommended that the Council:

- (i) Authorise the Director of Communities to procure vehicles and equipment required for the 2020/21 capital replacement programme on the basis set out in this report.

2. ALIGNMENT TO THE ANGUS LOCAL OUTCOMES IMPROVEMENT PLAN/CORPORATE 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 2020/21 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, Crown Commercial Service and Tayside Procurement Consortium framework agreements. 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.
- 4.4 There were no refuse collection vehicles procured during 2019/20 due to the proposed introduction of a new shift system for waste collection that reduced the number of vehicles required on the fleet. The shift system however was further reviewed and amended during 2019/20, and the result was a system that still delivered the target saving, but did not reduce the number of vehicles on the fleet to the same extent. This means there are refuse collection vehicles overdue replacement and therefore a higher number of vehicles on the replacement programme for 2020/21.

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 (g) 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 The Crown Commercial Service Vehicle Purchase Framework Agreement (Ref: RM 1070) will also be considered for procuring item (h) to (j).
- 5.4 Item (k) to (q) will be procured using the Tayside Procurement Consortium framework agreement for “supply and delivery of grounds maintenance equipment and small plant”.
- 5.5 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 2021.
- 5.6 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.
- 5.7 Completed and returned tenders 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.
- 5.8 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

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. Hookloader (32t, services skips)	2	257
b. Refuse collection vehicle (26t)	7	1,113
c. Small refuse collection vehicle (7.5t)	1	88
d. Material handler (waste bulking/transfer)	1	150
e. Skips	6	15
f. Pressure washers	2	14
g. Roller-packer (used at recycling centre)	1	85
h. Road side cleaning van	1	35
Totals	21	1,757

- 6.1 The WVRP revised position detailed below will be reflected within the Environmental Services section of the Financial Plan at its next update to reflect the decrease in cost detailed below. The underspend will be slipped to later years to reflect additional resources needed due to a general increase in the cost of vehicles

Table 2

Funding Of WVRP Purchases	Original Position Report 84/20 (£,000)	Revised Position Per Costs Above (£,000)
Capital Allocation	1,856	1,757
Gross Expenditure Allowance	1,856	1,757

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

Table 3

Description	Number	Total Cost (£,000)
i. Crew cab tipper and crane	4	154
j. Crew cab medium panel van	1	25
k. Tractor	2	91
l. Small dump truck (1t)	2	76
m. Low load trailer	1	3
n. Compact mini tractor	1	10
o. Motor triple cylinder mower	1	25
p. Mini tractor rotary mower	2	19
q. Mini tractor rotary mower and collector	1	15
Totals	15	418

- 6.2 The GVRP revised position detailed below will be reflected within the Environmental Services section of the Financial Plan at its next update. The underspend will be slipped to later years to reflect additional resources needed due to a general increase in the cost of vehicles

Table 4

Funding Of General Purchases	Original Position Report 84/20 (£,000)	Revised Position Per Costs Above (£,000)
Capital Allocation	431	418
Gross Expenditure Allowance	431	418

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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