



Annual Procurement Report 2019-20

Angus Council Annual Procurement Report 2019-20

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Section 1 - Summary and Background

The Angus Council Annual Procurement Report 2019-2020 covers the Council's procurement activity from 1 April 2019 to 31 March 2020. The annual report records and publicises the Council's performance and achievements in delivering its procurement strategy. This report has been produced in accordance with the guidance issued by the Scottish Government. A number of challenges and opportunities have arisen in this period. This report was delayed and has been produced retrospectively due to staff being diverted to covid response.

Angus Procurement Strategy 2019/21

The Angus Council Procurement Strategy has 4 key strategic objectives which are aligned to the crosscutting themes of the Angus Council Plan/Corporate Plan, especially that of the "Economy": -

1. Procurement Capability Development
2. Maximising Efficiencies through Procurement
3. Development of Collaborative Opportunities
4. Fulfilment of Sustainable Procurement Duties

Section 2 - Procurement & Commissioning Team

During the period covered by this Annual Report the Procurement & Commissioning Team sits within the Finance Directorate

Angus has a core procurement team made up of the following officers: -

Team Management	
1 LG14 Manager - Procurement and Commissioning	
Corporate Procurement	Social Care Procurement
1 LG12 Procurement Team Leader	
	3.5 LG9 Contracts Officers
1 LG6 Procurement Officer	

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Tayside Procurement Consortium (TPC)

Angus Council currently pays for access to collaborative resource within TPC,(approx. £85,000 per annum) which is shared with Perth and Kinross and Dundee City Councils.

Scotland Excel

Angus Council pays Scotland Excel approx. £86,000 per annum for access to contracts and frameworks with leveraged economies of scale due to being available for all councils to access.

It is also worth noting that the Angus local supply base benefits greatly from being suppliers on Scotland Excel contracts, benefitting from large spend from other local authorities through Scotland Excel of circa £6million over the 19/20 period to local suppliers in Angus.

Savings by using Scotland Excel contracts is just over £200,000 for the financial year 2019/20. In addition to economies of scale, being able to access these contracts allows us to utilise our procurement resource on Angus-specific contracts, reducing spend on resource within Angus and also allowing us quick compliant routes to market when we have urgent requirements that otherwise we wouldn't be resourced to service.

Our total spend with Scotland Excel for 19/20 is £10.9 million

Section 3 - Angus Council Spend

Angus Council's procurement spend in 2019/20 was **£111.5M**. It should be noted that the total spend figures throughout this report include Angus Health and Social Care Partnership spend.

Procurement Activity Metrics	2019/2020	2018/19	2017/18	2016/17	2015/16	2014/15
Number of Contracts Awarded	105	143	136	224	107	153
Number of awards published with £nil value	6	33	26	55	30	34
Number of Regulated Procurements	16	20	6	5	4	5

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Number of Non-Regulated Procurements	89	123	130	219	103	148
Total Value of Contracts Awarded	£67,717,908.03	£24,971,860	£33,631,617	£48,456,182	£21,409,688	£47,499,535
Total Value of Regulated Procurements	£32,370,295	£11,564,256	£19,882,194	£20,835,984	£15,994,028	£35,735,399
Total Value of Non-Regulated Procurements	£35,347,613	£13,407,604	£13,749,423	£27,620,198	£5,415,660	£11,764,136
Average Value of Contracts Awarded	£598,593.48	£227,017	£305,742	£286,723	£278,048	£399,156
Average Value of Regulated Procurements	£598,593.78	£889,558	£3,313,699	£4,167,197	£3,998,507	£7,147,080
Average Value of Non-Regulated Procurements	£131,365.74	£138,223	£132,206	£168,416	£74,187	£103,194

Section 4 - Local Suppliers

During the 2020-21 period, Angus Council spent **£27.5 million** with local suppliers, which is **24.7%** of total spend.

Year	% Of Spend with Suppliers HQ'd in Angus	% Of Spend with Suppliers HQ'd in Tayside	Scottish LAs Average
2019/20	24.7%	45%	28%
2018/19	37%	52%	28%
2017/18	41%	60%	25%
2016/17	35%	52%	20%
2015/16	29%	42%	27%
2014/15	30%	45%	26%

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SME Spend

Year	% Of Spend with Small Businesses	% Of Spend with Medium Businesses	% Of Spend with SMEs	% Of Spend with Large Businesses	Scottish LAs Average % SMEs Spend
2019/20	27%	31%	58%	42%	56%
2018/19	27%	33%	61%	39%	56%
2017/18	23%	38%	62%	38%	55%
2016/17	24%	34%	58%	42%	56%
2015/16	19%	28%	47%	53%	56%

Section 5 - Payments

The Council is committed to ensuring that suppliers are paid on time. Angus Council made **105,412** payments in financial year 2019/20, with **98%** being on time, and **97%** being paid electronically. With local suppliers, **98.5%** of payments were made on time.

Section 6 - Community Benefits

In 2019-20 Angus Council included Community Benefits requirements in all Regulated Procurements.

However, it has been identified that monitoring of community benefits is not as efficient as it could be, and the team is not currently resourced for its ambitions in community benefits and community wealth- building.

Living Wage

Angus Council has made great efforts to ensure living wage is being paid by all suppliers we are contracting with. This is undertaken, as far as possible, at procurement stage and suppliers are regularly surveyed to ensure that they pay the living wage