



PUBLICATION OF DECISION LIST NUMBER 27/16-17

MUNICIPAL YEAR 2016/2017

Date Published: Friday 16 September 2016

This document lists the Decisions that have been taken by the Council, which require publication in accordance with the Local Government Act 2000. The list covers Key, Non-Key, Council and Urgent Decisions. The list specifies those decisions, which are eligible for call-in and the date by which they must be called-in.

A valid request for call-in is one which is submitted (on the form provided) to the Scrutiny Team in writing within 5 working days of the date of publication of the decision by at least 7 Members of the Council.

Additional copies of the call-in request form are available from the Scrutiny Team.

If you have any queries or wish to obtain further report information or information on a decision please refer to:
– Claire Johnson (ext.4329)

Phone 020 8379 then extension number indicated

INDEX OF PUBLISHED DECISIONS – Friday 16 September 2016

List Ref	Decision Made by	Date Decision came into effect	Part 1 or 2	Subject/Title of Report	Category of Decision	Affected Wards	Eligible for Call-In & Date Decision must be called in by (If Applicable)	Page Number
1/27/16-17	Director of Finance, Resources and Customer Services	Tuesday 13 September 2016	Part 1	Housing Quarterly Electricity Contract Renewal – Landlords' Supplies	Key Decision KD3473	All	Call-In Waivered	1
2/27/16-17	Director of Regeneration and Environment	Monday 26 September 2016	Part 1	Procurement Strategy for the Provision of Passenger Transport Related Services	Key Decision KD4374	All	Friday 23 September 2016	2

DECISIONS

For additional copies or further details please contact Claire Johnson (020 8379 4239), Governance Team.

CALL – IN UPDATE –

Please note no decisions have been called in for review from previously published lists.

SUBJECT TITLE OF THE REPORT							
HOUSING QUARTERLY ELECTRICITY CONTRACT RENEWAL – LANDLORDS’ SUPPLIES							
Part 1 or 2 (relevant exempt Paragraph)	Wards affected by decision	Decision taken by	Date Decision comes in to effect	Interest declared in respect of the Decision	Category of decision (i.e. Key, Non-Key, Council, Urgent)	Contact Details	Eligible for Call-in & Date to be called in by
Part 1	All	Director for Finance, Resources and Customer Services	Monday 19 September 2016	None	Key Decision KD3473	Andrea Latter 0208 379 3089	Not subject to Call-in
DECISION:							
AGREED:							
1. To approve the award of a new 12 month contract to Scottish Southern Electric (SEE) for the supply of electricity to Housing sites (landlords’ supplies). The winning contract offer was secured by mini competition using Local Authorities South East Region’s (LASER) Official Journal of the European Union (OJEU) compliant Fixed Term Fixed Price (FTFP) contract (multiple provider) framework. The new contract will commence on 1 st October 2016.							
ALTERNATIVE OPTIONS CONSIDERED:							
1. Do nothing. The current contract will end on 30 th September 2016. If a new contract isn’t secured, the supplies will be subject to ‘out of contract’ rates from October 1 st 2016, which are significantly higher (>100%) than contact rates.							
2. The preferred option is to tender a one year FTFP contract from October 1 st 2016 in order to secure competitive contract rates, particularly at a time when the market is still favourable. This will also provide sufficient time to carry out a detailed options appraisal and Leaseholder Dispensation (First-Tier Tribunal) in order to secure long-term, flexible energy contracts for the larger Housing electricity landlords’ supplies from October 1 st 2017, if and where appropriate.							
REASONS FOR RECOMMENDATIONS:							
1. Securing one year, Fixed Term Fixed Rate contracts for the Housing Landlords’ electricity supplies has been a successful procurement strategy historically, particularly in relation to the unit prices achieved for the communal heating supplies. In July 2015, the difference in contract offer between SSE (winning supplier) and the second place supplier (EDF) was £200,421. £133,662 represented the communal heating supplies, for which we have historically achieved extremely low rates for ‘Restricted Hours Tariffs’ (<6p/unit). Only 59 supplies in the Housing portfolio are eligible for this tariff, but they represent > 50% of the contract consumption volume. Part of the reason for the low unit rate is because of the demand for electricity for these specific supplies is outside the peak times. Overall, we have secured extremely competitive rates historically (<6p/kWh). However, FTFP contracts also carry far greater risk in terms of exposure to dramatic price swings year on year. Longer term, flexible contracts smooth any price spikes, thereby, mitigating the risks associated with FTFP contracts.							
2. Following consultations with LASER and Leaseholder Services, a one year FTFP contract is the preferred option for 16/17, as it will allow sufficient time to track the wholesale market and conduct a detailed procurement options appraisal. It will also provide Leaseholder Services with sufficient time to implement Leaseholder Dispensation (First-Tier Tribunal), should long term, flexible contract be the preferred procurement route in the future.							
3. The London Energy Projects (LEP) has undertaken a significant amount of detailed research in order to establish best procurement practise for ‘small’ electricity supplies (quarterly billed) and this will be taken into account as part of the appraisals.							
BACKGROUND							
Please note that a copy of the Part 1 report is available via the Decision list link on the Council’s Democracy pages.							

LIST REFERENCE: 2/27/16-17

SUBJECT TITLE OF THE REPORT							
PROCUREMENT STRATEGY FOR THE PROVISION OF PASSENGER TRANSPORT RELATED SERVICES							
Part 1 or 2 (relevant exempt Paragraph)	Wards affected by decision	Decision taken by	Date Decision comes in to effect	Interest declared in respect of the Decision	Category of decision (i.e. Key, Non-Key, Council, Urgent)	Contact Details	Eligible for Call-in & Date to be called in by
Part 1	All	Director of Regeneration and Environment	Monday 26 September 2016	None	Key Decision KD4374	Nigel Jakubowski 0208 379 4689	Friday 23 September 2016
DECISION:							
<p>AGREED: Subject to no call-in being received, the following decision will come into effect on Monday 26 September 2016:</p> <ol style="list-style-type: none"> To approve the extension and termination of existing contract arrangements as set out in the report. To use a new dynamic purchasing system for the procurement of suppliers to provide passenger transport and related services ranging from taxis, minibus and bus both with and without relevant staff to meet the Council's passenger transport needs for home to school and adult transportation is approved. That delegated authority for the Assistant Director Planning, Highways, Transport and Environment to sign off and amend individual contracts emanating from the dynamic purchasing system is approved. 							
ALTERNATIVE OPTIONS CONSIDERED:							
Consideration has been given to a new block arrangement framework, but has been discounted as it would not allow fair market growth or continual competition.							
REASONS FOR RECOMMENDATIONS:							
<ol style="list-style-type: none"> Previous procurement processes targeted minimal numbers of suppliers to provide transport and related services using an overall cost for blocks of services for a fixed period. Due to continual growth in service users a different approach is required to increase the supplier base and ongoing competition, the dynamic purchasing system arrangement allows suppliers to join throughout the term of the framework once quality standards have been met. Value for money. 							
BACKGROUND							
Please note that a copy of the Part 1 report is available via the Decision list link on the Council's Democracy pages.							

Publication of Decision List 2/27/16-17 – Friday 16 September 2016