



PUBLICATION OF DECISION LIST NUMBER 10/20-21

MUNICIPAL YEAR 2020/21

Date Published: 25 August 2020

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 Governance and 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 Governance and Scrutiny Team.

If you have any queries or wish to obtain further report information or information on a decision, please refer to:

– Claire Johnson (0208 132 1154)

INDEX OF PUBLISHED DECISIONS – Tuesday 25 August 2020

List Ref	Decision Made by	Date Decision came/ comes 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
1/10/20-21	Executive Director - Place (Sarah Cary)	Wednesday 19 August 2020	Part 1	Housing Electricity Contract Renewal – Approval of Procurement and Award of Contract Housing LASER framework	Key Decision KD: 3473	All	No Call-in waiver	1-2
DECISIONS								
For additional copies or further details please contact Claire Johnson (020 8132 1154), Governance and Scrutiny Team.								

LIST REFERENCE: 1/10/20-21

SUBJECT TITLE OF THE REPORT:
HOUSING ELECTRICITY CONTRACT RENEWAL – APPROVAL OF PROCUREMENT AND AWARD OF CONTRACT HOUSING LASER FRAMEWORK

Part 1 or 2 (relevant exempt Paragraph)	Wards affected by decision	Decision taken by	Date Decision came into 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	Executive Director - Place (Sarah Cary)	Wednesday 19 August 2020	None	Key Decision KD 3473	Liz Wright Liz.wright@enfield.gov.uk	No Call-in Waiver

DECISION

AGREED:
That the Executive Director of Place approves the award of a 12-month contract to Scottish and Southern Energy (SSE) for the supply of electricity to Housing sites. The winning contract offer has been secured by call-off via a mini competition using LASER's (Public Contracts Regulations (PCR) compliant Fixed Term Fixed Price (FTFP) multiple provider Framework Agreement. LASER is an Energy Buying Group (part of Kent County Council). The new contract will commence on 1st October 2020.

ALTERNATIVE OPTIONS CONSIDERED

1. Do nothing. The current contract will end on 30th September 2020. If a new contract isn't secured, the supplies will be subject to 'out of contract' rates from 1st October 2020, which are significantly higher (greater than 100%) than contract rates. This will incur additional costs to the Council of an approximately £2 million a year, taking the annual bills up to £4 million.
2. Transfer all Housing landlords' electricity supplies to LASERSs existing Two Year Rolling flexible contract (which is currently used for corporate property energy purchases), terminating on 30th September 2022. This is not the preferred option as it is felt that better pricing can be obtained using the FTFP contract as per 4.3 below and attached Background Paper.
3. The recommended option is to Secure a one-year FTFP contract from 1st October 2020 to 30th September 2021. Previously we have been able to achieve better deals using this procurement strategy.

REASONS FOR RECOMMENDATIONS

1. The current contract runs from 1st October 2019 to 30th September 2020. The Housing electricity supplies have been historically, successfully, purchased under a one-year Fixed Term Fixed Price (FTFP) contract to provide budget certainty and best value. This has proven to be a successful procurement strategy, particularly in relation to the unit prices achieved for the communal heating.
2. By securing a one-year FTFP contract for 2020/2021, it will allow enough time to conduct a detailed procurement options appraisal at the end of 2020 when the Council will review its procurement strategy and review the current contract with LASER. This also will provide Home Ownership Services with enough time to implement Leaseholder Dispensation (First-Tier Tribunal) if longer term contracts are the preferred procurement route in future.
3. Prices were requested for both brown and green (Renewable Energy Guarantees Origin - REGO backed) electricity sources. The recommendation is to accept SSEs green bid as the cost difference acceptable (approx £2,500).

BACKGROUND

Please note that a copy of the Part 1 report is available on the Council's democracy pages.