

Procurement Board meeting held via MS Teams Live

6th January 2021

Meeting commenced: 10:00

Meeting ended: 11:35

Present

City Mayor Paul Dennett, Councillors Hinds (in the chair) and Kelly.

In Attendance

Jackie Ashley	Senior Project Manager
Greg Durkin	Planning and Development Manager
Stephen Hands	Associate – Highways Design Team
Chris Hesketh	Head of Financial Management
Anthony Hilton	Head of Strategic Procurement
Shoaib Mohammad	Assistant Director Technical Services
Cliff Peacock	Corporate Risk Manager
Chris Smith	Head of Infrastructure
Carol Eddleston	Democratic Services

1. Apologies for Absence

Apologies for absence were submitted on behalf of Councillor Merry.

2. Declarations of Interest

There were no declarations of interest.

3. Minutes of Proceedings

The minutes of the meeting held on 9th December 2020 were approved as a correct record.

4. Matters Arising

There were no matters arising.

ITEMS FOR DECISION – PART 1 (OPEN TO THE PUBLIC)

5. Request for Approval – Contract Award – Liverpool Street Corridor

Consideration was given to a report of the Strategic Director Place seeking approval to award the contract for the main works on the Liverpool Street Corridor and to approve the other fees and costs associated with the delivery of the project.

The proposed scheme would make it safer and more attractive to walk and cycle, by improving footways, creating segregated cycle tracks and the provision of green infrastructure would provide a sustainable drainage solution. The proposals recognised the continuing importance of the corridor for general traffic and would maintain existing vehicle capacity along the corridor. The proposed changes to the corridor therefore ensured that it could safely and effectively accommodate all modes while supporting greater levels of walking and cycling and being future proofed for the anticipated changes that the redevelopment of the area would bring. It would also improve the attractiveness of the corridor and act as a catalyst for regeneration.

It was explained that the risk allocation of £391,400 had been calculated following considered risk register assessments and specific risk workshops to identify what could happen, the likelihood, and the potential cost.

The Statutory Undertaker Diversions costs of £346,758.65 had been identified following close consideration, investigation and clarification of exactly what diversions would be required and where, which had resulted in a fairly sizeable reduction compared with the original estimates provided by the utilities companies.

The details and costs of the scheme had been subject to robust independent critical review by Transport for Greater Manchester.

Members of the board welcomed the Social Value commitment outlined in the report and encouraged officers to maximise the benefits for the residents of Salford of the Council's established relationship with Eurovia Infrastructure Limited, not least in respect of potential job and apprenticeship opportunities which were needed now more than ever as a result of the economic impact of the pandemic.

RESOLVED, THAT: the following be approved, subject to Greater Manchester Combined Authority (GMCA) approval of a Full Business Case and Delivery Agreement

1. the appointment of Eurovia Infrastructure Limited, at a cost of £1,757,875.04, to undertake the main works on the Liverpool Street Corridor project.
2. the creation of a purchase order to Eurovia Infrastructure Limited, to the value of £1,757,875.04, to enable payments to be made to the contractor.
3. a risk allocation totalling £391,400.00.
4. the 'Construction Phase Supervision and Management Fees' totalling £206,960.81 and the engagement with and subsequent appointment of AECOM to provide NEC Project Management support for the project.
5. the 'Statutory Undertaker Diversion' costs associated with the project totalling, £346,758.64 and the creation of the necessary Purchase Orders.
6. the 'Other Costs' associated with the project delivery totalling £87,228.56 and the creation of any required Purchase Orders.

6. Request for Approval – Salford City Roosters Clubhouse Project

Consideration was given to a report of the Strategic Director Place seeking approval to award the contract for the design and build of a new rugby league community clubhouse for Salford City Roosters.

The project comprised the provision of new clubhouse and changing rooms together with associated parking and external works for use by Salford City Roosters Amateur Rugby League Club. The site of the current clubhouse was a former school, then a sports centre and was currently the home of Salford Roosters Rugby Club. The clubhouse Salford Roosters took over in 1997 was semi-derelict. Despite transforming the building into a well-used facility, the current building was now no longer fit for purpose, highly inefficient and a condition report undertaken in 2014 concluded that further maintenance expenditure was not a solution. The existing building was beyond its usable life, being

neither cost effective to maintain or operate and failed to meet current standards from an accessibility or sporting perspective.

The outcome of the tender process had resulted in an overall project cost which was higher than the original budget for a number of reasons, including design development in terms of specification of materials and an increase in the floor space of key rooms and costs associated with measures needing to be taken due to Covid-19. The city council had underwritten the shortfall with a virement of £390,000. Efforts were ongoing to identify external funding opportunities to reduce the shortfall as there were no other opportunities to make further savings and still deliver a project which was fit for purposes, namely a clubhouse which gave a sustainable future for the club which could be utilised as a community asset.

Again, members of the board welcomed the Social Value commitment outlined in the report and were particularly heartened by the fact that the contractor employed a dedicated Social Value Manager. Officers were encouraged to work closely with her to maximise Social Value opportunities for the city's residents.

RESOLVED, THAT: a contract with a full project value of £882,337 be awarded to Greenwood (Builders) Limited as constructor partner to design and build a new rugby league community clubhouse for Salford City Roosters.

7. Request for Approval – Extension of Existing Framework – Minor Building Works

Consideration was given to a report of the Strategic Director Place seeking approval to extend the Minor Building Works Framework.

A framework agreement was an overarching agreement setting out terms and conditions for subsequent award of a contract, but which placed no obligations on the Council to purchase any goods, services or works. A framework agreement itself was not a contract to carry out the works. Contracts to carry out the works were only formed once work was awarded under the framework agreement. The aim of this framework agreement was to provide a high quality list of building contractors with the technical specialism offering construction services to Council buildings and premises across Salford.

The opportunity for the existing contract was advertised in the European Journal and the Northwest Portal as an open competition inviting interested companies to submit a bid for one or both lots for a period of two years with a further option to extend for two years. Members and officers agreed that it was important that companies on any framework did not become complacent and that ongoing supplier relationship management was crucial.

RESOLVED, THAT: the Minor Building Works Framework outlined below be extended for a period of two years from 1st February 2021.

Lot 1 – Value Band £0 - £150,000

Schofield & Sons Limited;
City Build Manchester Limited;
Truline Construction & Interior Services Ltd;
Wrightbuild Ltd;
G Jones Ltd;
New Charter Building Company Limited,
Harry Fairclough Construction (no longer trading).

Lot 2 – Value Band £150,000 - £500,000

Warden Construction Limited;
City Build Manchester Limited;
Whitfield & Brown (Developments) Ltd;
Truline Construction & Interior Services Ltd;
Schofield & Sons Limited;
Seddon Construction Ltd;
Wrightbuild Ltd,
Harry Fairclough Construction (no longer trading).

8. EXCLUSION OF THE PUBLIC

RESOLVED: THAT, under Section 100(A)(4) of the Local Government Act 1972, the public be excluded from the meeting for the following item of business on the grounds that it involved the likely disclosure of exempt information as specified in the relevant paragraphs of Part 1 of Schedule 12(A) to the Act.

ITEMS FOR DECISION – PART 2 (CLOSED TO THE PUBLIC)

9. Request for Approval – Insurance Policy and Cover Renewals

Consideration was given to a report of the City Solicitor seeking approval of insurance renewal expenditure for the final year of a five year contract in respect of the Council's Liability, Property and Motor Fleet insurance arrangements.

RESOLVED, THAT: expenditure of £1,465,838.34 (estimated average per annum) be approved for the renewal of catastrophe cover for the Council's main classes of insurance including liability, property and motor fleet until 31st January 2022.