

# Procurement Board Meeting Held via MS Teams Live

21<sup>st</sup> April 2021

Meeting commenced: 10:00am

Meeting ended: 10:48 am

## Present

City Mayor Paul Dennett and Councillors Hinds (in the chair) and Merry

## In Attendance

Opu Anwar	Infrastructure Team
Jackie Ashley	Senior Project Manager
Debbie Blackburn	Assistant Director Public Health Nursing and Wellbeing
Chris Conway	Category Manager
Steve Gavin	Public Health Strategic Manager
Chris Hesketh	Head of Financial Management
Anthony Hilton	Head of Strategic Procurement
Shoaib Mohammad	Assistant Director Technical Services
Charlotte Pritchard	Project and Portfolio Manager
Chris Smith	Infrastructure Team
Ian Thompson	Principal Programme Manager Investment
Carol Eddleston	Democratic Services

### 1. Apologies for Absence

Apologies for absence were submitted on behalf of Councillor Kelly.

### 2. Declarations of Interest

There were no declarations of interest.

### 3. Minutes of Proceedings

The minutes of the meeting held on 7<sup>th</sup> April were approved as a correct record.

### 4. Matters Arising

There were no matters arising.

## ITEM FOR BRIEFING – PART 1 (OPEN TO THE PUBLIC)

### 5. Pendleton Leisure Centre Update

Members of the board were provided with an update on the recent award to Wilmott Dixon Construction Limited of a contract for £14,046.75 for Pendleton Leisure Centre Contractor's Stage One appointment for pre-contract professional services associated with RIBA WorkStage 3. Approving the award of a contract below £150,000 fell within the remit of Strategic Directors but it was considered timely to bring an update to the Procurement Board.

In December 2020 the Procurement Board had approved the procurement strategy for the contractor and the using of the Procure Partnership North West Framework. Post RIBA WorkStage 3

which included the planning application, would be delivered via a design and build contractor, with the design development undertaken during RIBA WorkStage 4 (Detail Design) and then subsequent delivery of the works. There were benefits to engaging with the contractor now when early design decisions were required and there could be input into programme and cost plan development. This initial appointment was therefore for the engagement during RIBA 3.

Members of the Board were supportive of the approach being taken and welcomed the successful contractor's commitment to Social Value outlined in the report.

RESOLVED, THAT: the update be noted.

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

### 6. Request for Approval – Recommendation to Islington Mill Arts Club on Award of Contract – Appointment of Building Contractor

Consideration was given to a report of the Strategic Director Place seeking approval to recommend that Islington Mill Arts Club award the contract for the appointment of a building contractor for the building works at Islington Mill and New Islington Mill.

In March 2020 the Procurement Board had given approval to go out to tender for three packages of work in connection with the Islington Mill project. This report related to package two, which included demolitions, repairs, building works, finishes, fittings, electrical and mechanical installations.

Islington Mill Arts Club would be the contracting organisation for these works with a grant funding agreement in place between the Council and IMAC. As part of the funding arrangements for the project, Islington Mill Arts Club was required, under the Council's guidance and supervision, to follow public sector procurement regulations, which was in line with ERDF requirements and to undertake an open competitive processes for this package of work.

Members of the board were highly supportive of this project and looked forward to being able to visit what was going to be an 'amazing' institution for the city.

RESOLVED, THAT: Islington Mill Arts Club be recommended to appoint KrolCorlett Construction as the building contractor for the refurbishment of Islington Mill and New Islington Mill at a full project cost of £4,125,521.36, to start on 5<sup>th</sup> July 2021 for a duration of 46 weeks plus 12 months' defects period.

### 7. Request for Approval to Go Out To Tender – Technical Services Framework

Consideration was given to a report of the Strategic Director Place seeking approval to procure the Technical Services Framework in accordance with the Council's Contractual Standing Orders through an OJEU compliant procedure.

The framework period would be advertised on a 3 year + 1 year subject to annual review, with a potential framework value of approximately £45 million over 4 years.

Members of the board encouraged officers to work closely with successful bidders on how they could maximise Social Value for the city and its residents.

RESOLVED, THAT: approval be granted to go out to competition for the Technical Services Framework.

## 8. Request for Approval – Salford Bolton Network Improvements (SBNI) – Delivery Package 4 (DP4) – Increase in Purchase Order Value

Consideration was given to a report of the Strategic Director Place seeking approval to increase the purchase order value for the Salford Bolton Network Improvements (SBNI) – Delivery Package 4 (DP4) and noting the intention for the city council to work with Transport for Greater Manchester (TfGM) and the Greater Manchester Combined Authority (GMCA) to secure Growth Deal funding to cover the increase in costs in line with the terms of the SBNI Delivery Agreement.

During the course of the works additional costs had been incurred as a result of uncharted underground utilities; drainage redesign due to uncharted utilities; additional structural works to subways; additional footpath works; associated works to mitigate Japanese Knotweed and the Coronavirus pandemic. The costs associated with site shutdown and inefficiencies as a result of social distancing requirements as well as other variations were still under review as were the forecast outturn costs provided by the contractor. These were considered alongside value engineering options to try to mitigate the overall costs.

Members of the board were aware that local residents were pleased with the works that were being carried out under this project in the Pendleton Precinct area. They accepted that the purchase order value had to be increased, and that some of the reasons for the increase could not reasonably have been foreseen, but they asked for assurance on whether anything more could have been done before or during the project to identify and mitigate against the risks which had been realised.

RESOLVED, THAT:

- 1) Approval be given for the purchase order with Eurovia Infrastructure Limited to be increased from its current value of £3,149,816 to £4,415,385 to cover additional costs incurred during works,
- 2) It be noted that Salford City Council was working with TfGM and GMCA to secure Growth Deal funding to cover this increase in costs in line with the terms of the SBNI Delivery Agreement, and
- 3) Assurance be provided to the Lead Member that all reasonable steps had been taken prior to and during the contract to identify and mitigate against risks to the works and resulting increased costs.

## 9. 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)

### 10. Request for Approval – Exception to Contractual Standing Orders – Contract Award – Council Funded Targeted CAMHS (Child and Adolescent Mental Health Services) and to Complete Work to Integrate CAMHS Contracts and Children’s Mental Health Budgets with Salford CCG

Consideration was given to a report of the Strategic Director People seeking an exception to Contractual Standing orders to allow the award of a contract for a further 12 months for the provision of Council funded targeted Child and Adolescent Mental Health Services (CAMHS) and to complete work to integrate CAMHS contracts and children’s mental health budgets with Salford Clinical Commissioning Group (CCG).

Members of the board were assured that performance was subject to regular robust monitoring.

RESOLVED, THAT:

- 1) An exception to Contractual Standing Orders be approved for the following reasons: the services are only available from one provider and there is no other provider available to allow genuine competition; best value to the Council; special education, health or social care contracts, and the supply of the services is required so urgently as not to permit compliance with the requirements of competition,
- 2) A contract be awarded to Manchester University NHS Foundation Trust for the provision of Council funded targeted CAMHS for a further 12 months from 1<sup>st</sup> April 2021, at an estimated average cost of £308,871, and
- 3) Work be completed to integrate CAMHS contracts and children’s mental health budgets with Salford CCG.

### 11. Request for Approval – Contract Award – 0-19 Children’s Integrated Health Service

Consideration was given to a report of the Director of Public Health seeking approval for an extension of the contract for the 0-19 Integrated Children’s Health Service and approval of a new timeline for the revised procurement process for this contract to begin in January 2022.

Members of the board were assured that performance was subject to regular robust monitoring.

RESOLVED, THAT:

- 1) A 12 months’ extension of the contract with Salford Royal NHS Foundation Trust for the provision of the 0-19 Integrated Children’s Health Service from 1<sup>st</sup> April 2022 be approved at an estimated average cost of £5,327,472, and
- 2) The new timeline for the revised procurement process for this contract be approved to commence in January 2022.