

NORTH LANARKSHIRE COUNCIL

REPORT

To: ENVIRONMENTAL SERVICES COMMITTEE		Subject: FLEET PROCUREMENT 2014
From: EXECUTIVE DIRECTOR OF REGENERATION & ENVIRONMENTAL SERVICES		
Date: 28 October 2014	Ref: KW/GJ/JS	

1. INTRODUCTION

- 1.1 The purpose of this report is to seek homologation of the action taken by the Executive Director of Corporate Services following consultation with Convener of Environmental Services, in approving the acquisition of sixty two vehicles (62).

2. BACKGROUND

- 2.1 The Environmental Services Committee approved the procurement of ninety five (95) vehicles on the 12th August 2014 (agenda item 20). Since approval there has been a change in the number of vehicles required to ninety three (93). There will be sixty one (61) vehicles procured through Scotland Excel light vehicles schedule number 06/12 PC-03, one (1) vehicle through a direct purchase through Scotland Excel Light Vehicle Framework 06/12 PC-03, twelve (12) through Scotland Excel Heavy vehicles schedule number 02/13 PC-03, one (1) vehicle through Public Contract Scotland, and eighteen (18) to be procured through OJEU open procedure.
- 2.2 This report details the outcome of this procurement exercise for sixty one (61) vehicles through Scotland Excel Light Vehicle framework schedule number 06/12 PC-03, and one (1) through Public Contract Scotland.
- 2.3 We still have to undertake the procurement exercise for twelve (12) vehicles through Scotland Excel Heavy framework 02/13 PC-03 and eighteen (18) through OJEU open procedure. A further committee report will be completed in due course.
- 2.4 An options appraisal was carried out by the Fleet Operations portfolio manager which showed that it was more cost effective for the sixty two (62) vehicles to be subjected to an operating lease.
- 2.5 After consultation with procurement it was agreed that a mini competition would be conducted to ensure best value. The vehicles were broken down into lots, as detailed below, and suppliers on the framework were invited to compete.

Lot 1 – TRA/02a/2014 – 2,300kg LWB Panel Van (Quantity 5)
 Lot 1a - TRA/08c/2014 – 3,500kg GVW Double Cab Dropside (Quantity 2)
 Lot 1b – TRA/04a/2014 – 3,200kg GVW 4WD Double Cab Pick-up (Quantity 1)
 Lot 2 – TRA/05a/2014 – 3,000kg LWB Panel Van (Quantity 20)
 Lot 2a -TRA/06a/2014 – 3,500kg LWB Hi Roof Glazing Van (Quantity 1)
 Lot 3 - TRA/22a/2014 – 5,000kg 17s Mini bus Hi Roof conversion with Inboard Tail Lift (Quantity 13)
 Lot 3a – TRA/02b/2014 – 2,130kg LWB Panel Van (Quantity 4)
 Lot 4 – TRA/00a/2014 – 4wd 5 Door Car (Quantity 14)
 Lot 4a – TRA/05a/2014 – 3,300kg GVW Hi Roof MWB Panel Van (Quantity 2)
 Lot 5 –CPT-160-DS-ES-14 – 3,050kg GVW 5s Double cab Pick-up (Quantity 1)

3. TENDERS

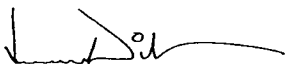
- 3.1 An evaluation team was appointed to evaluate the mini competition responses. Tenders were evaluated on the basis of the "most economically advantageous" using the published award criteria and applying a 60/40 price /quality ratio for lots 1 to 4, and 80/20 price / quality ratio for Lot 5.

4. FINANCIAL IMPLICATIONS

- 4.1 The sixty two (62) vehicle leases will be funded from the Regeneration & Environmental Services Fleet Section revenue budget (operating leases) and recharged to internal users and partners on a month by month basis. The estimated annual leasing cost for the sixty two will be £219,944.31 per year and the user departments have been informed accordingly. The value of the sixty two vehicles is £1,309,648.59. There is a budget in Fleet Trading for leases of replacement vehicles however any increase in annual leasing cost will need to be funded by the user as well as additional vehicles. Departments have been notified of any increase.
- 4.2 All vehicles lease costs are based on a five year lease period.

5. RECOMMENDATION

- 5.1 The committee are asked to homologate the decisions taken by the Executive Director of Corporate Services and the Convener of Environmental Services, and accept the most economically advantageous tenders.



**KENNETH WILSON
HEAD OF ENVIRONMENT & ESTATES**

Local Government Access to Information Act: for further information about this report please contact Graham Johnstone on 01698-506275