

REPORT

To: ENVIRONMENTAL SERVICES COMMITTEE		Subject: FLEET PROCUREMENT 2017
From: HEAD OF ENVIRONMENTAL ASSETS		
Date: 16 TH AUGUST 2016	Ref: KF/GJ/JS	

1. PURPOSE

1.1 The purpose of this report is to seek committee approval to proceed with the vehicle replacement programme for 2017 which we will be reviewing seventy four (74) vehicles.

2. BACKGROUND

2.1 Consultation will be undertaken with the following services as part of the rolling vehicle replacement programme for 2017. The number of vehicles due replaced are detailed below:

Department	Replacement
Fleet Operations	55
Health & Social Care	19
Grand Total	74

2.2 On conclusion of the procurement activity, a further report will be submitted to committee detailing the procurement process undertaken, using Scotland Excel Frameworks, Public Contract Scotland (PCS) or the Official Journal of the European Union (OJEU).

3. FINANCIAL IMPLICATIONS

3.1 Based on the current Fleet requirements the indicative purchase cost of the seventy four (74) vehicles is £1,006,500.

3.2 Fifty (50) of the vehicles are replacement pool cars, which will be procured through prudential borrowing. Fleet Operations will undertake an exercise to compare the cost of twenty four (24) operating leases against cost of outright purchase. The preferred option will be agreed prior to these vehicles being delivered. There is a budget in Fleet Non Trading for leases of replacement vehicles however any increase in annual leasing cost will need to be funded by the user as well as the cost of any additional vehicles.

4. RECOMMENDATIONS

4.1 The Environmental Services committee is asked to approve the vehicle replacement programme for 2017 for the supply of seventy four (74) vehicles.



KENNETH FORBES
HEAD OF ENVIRONMENTAL ASSETS

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