


REPORT TO CABINET

16 May 2018

Subject:	Provision of Gas Spares
Presenting Cabinet Member:	Councillor Kerrie Carmichael – Cabinet Member for Housing
Director:	Director – Housing and Communities – Alan Caddick
Contribution towards Vision 2030:	
Key Decision:	Yes
Forward Plan (28 day notice) Reference:	SMBC02/05/2018
Cabinet Member Approval and Date:	Cllr K Carmichael
Director Approval:	Alan Caddick
Reason for Urgency:	Urgency provisions do not apply
Exempt Information Ref:	Exemption provisions do not apply
Ward Councillor (s) Consulted (if applicable):	Ward councillors have not been consulted
Scrutiny Consultation Considered?	Scrutiny have not been consulted
Contact Officer(s):	Steve Piddock – Contracts Manager, Neighbourhoods steve_piddock@sandwell.gov.uk Matthew Cotter – Category Manager, Procurement Services matthew_cotter@sandwell.gov.uk

DECISION RECOMMENDATIONS

That Cabinet:

1. Approve the renewal of the current contract to Supply Gas Spare Parts to the Supplies Section at Roway Lane to PHC Parts.
2. That in connection with 1. above, the Director – Housing and Communities be authorised to enter into an appropriate contract with PHC Parts.

1 PURPOSE OF THE REPORT

- 1.1 This report seeks approval to award the contract to Supply of Gas spare parts to Roway Lane Supplies Section.

2 IMPLICATION FOR THE COUNCIL'S AMBITION

- 2.1 The renewal of this contract will enable our customers to feel safe within their homes.

3 BACKGROUND AND MAIN CONSIDERATIONS

- 3.1 The Council is seeking to appoint one supplier to supply Gas spare parts to Roway Lane Supplies Section, to enable the Gas Section to maintain and repair the gas appliances installed in Council Properties, for a contract period of three years, from 1 July 2018 to 30 June 2021.
- 3.2 The current framework arrangement expires on the 30 June 2018.
- 3.3 A mini-competition was carried out by The Procurement Partnership Ltd (TPPL) and four tenders were received and evaluated in accordance with the criteria stipulated within the tender documentation.
- 3.4 PHC parts submitted the best value tender.
- 3.5 The anticipated value of the contract is in the region of £4,131,186. (£1.377,062 per annum) for a period of three years.
- 3.6 The four compliant tenders received have been evaluated in accordance with the criteria stipulated within the tender documentation; the supplier with the winning submission is PHC Parts.

4 THE CURRENT POSITION

- 4.1 The current contract was awarded in June 2016.
- 4.2 The contract was awarded to Travis Perkins.

5 CONSULTATION (CUSTOMERS AND OTHER STAKEHOLDERS)

- 5.1 N/A

6 ALTERNATIVE OPTIONS

- 6.1 There are no other options available, this contract is required in order for Sandwell MBC to be able to maintain its current housing stock

7 STRATEGIC RESOURCE IMPLICATIONS

- 7.1 The proposed contract for £4,131,186. (£1.377,062 per annum) over three years for provision of Supply Gas spare parts is included within approved Housing Revenue Account budgets.

8 LEGAL AND GOVERNANCE CONSIDERATIONS

- 8.1 All contracts will be awarded in accordance with the council's Procurement and Contract Procedure Rules and the Public Contracts Regulations 2015.

9 EQUALITY IMPACT ASSESSMENT

- 9.1 An Equality Impact Assessment was not undertaken as this is a renewal of an existing contractual arrangement. The contract will be monitored to ensure compliance.

10 DATA PROTECTION IMPACT ASSESSMENT

- 10.1 There are no data protection issues needed to be considered as part of this report.

11 CRIME AND DISORDER AND RISK ASSESSMENT

- 11.1 There are no crime and disorder issues needed to be considered as part of this report.

12 SUSTAINABILITY OF PROPOSALS

- 12.1 N/A

13 HEALTH AND WELLBEING IMPLICATIONS (INCLUDING SOCIAL VALUE)

The companies social value response is as follows, *“As a Living Wage foundation employer, should we be successful in this bid, we hereby commit to taking on an additional apprentice in the local branch, further enhancing the social value delivered through this contract”*.

14 IMPACT ON ANY COUNCIL MANAGED PROPERTY OR LAND

14.1 The renewal of this contract will enable Sandwell MBC to quickly renew, or repair any broken gas appliances in the properties. Thus reducing the time a property has no heating or hot water.

15 CONCLUSIONS AND SUMMARY OF REASONS FOR THE RECOMMENDATIONS

15.1 The current contract was agreed by cabinet in June 2016.

15.2 This contract is still required in order for Sandwell MBC to continue to maintain its current housing stock.

15.3 Therefore, it is recommended that cabinet approve the renewal of the Supply of Gas spare parts, to PHC Parts as set out in Appendix 1.

15.4 PHC Parts are based in Bristol, however they have a local depot in Smethwick.

16 BACKGROUND PAPERS

16.1 None

17 APPENDICES:

Appendix 1, Tender Return Results

Alan Caddick
Director – Housing and Communities

Tender Return Results

Supply of Gas Spare parts to Sandwell MBC

Supplier	Price %	Quality Mark %	Total	Rank
PHC Parts	60.00	27.80	87.80	1
Supplier B	54.00	32.10	86.01	2
Supplier C	50.53	29.20	79.73	3
Supplier D	48.00	29.40	77.60	4