

Item No. 1(I)

To: Procurement Sub Committee

On: 11th November 2015

Report by:

Joint Report by The Chief Executive & Director of Community Resources

Contract Authorisation Report

Strategic Review of Street Lighting – LED Lantern Replacement 2016/2017

1. Summary

- 1.1 The purpose of this paper is to seek the approval of the Procurement Sub Committee to award a contract for the Strategic Review of Street Lighting - LED Lantern Replacement 2016/2017, reference RC1509_4859_ITT10106.
- 1.2 The procurement exercise has been conducted in accordance with the above EU Threshold Open Procedure (Works) and the Council's Standing Orders Relating to Contracts.
- 1.3 A contract strategy document has been approved by the Strategic Commercial & Procurement Manager and Director of Community Resources for the Strategic Review of Street Lighting – LED Programme.

2. Recommendations

- 2.1 It is recommended that the Procurement Sub Committee:
 - 2.1.1 Authorise the Head of Corporate Governance to award the Contract for Strategic Review of Street Lighting – LED Lantern Replacement 2016/2017 (reference RC1509_4859_ITT10106) to Lightways Contractors Ltd.

- 2.1.2 Authorise the Head of Corporate Governance to award Lightways Contractors Ltd the Contract for the value of £1,700,688.88.
- 2.1.3 The Contract will commence on 14 January 2016. The completion date for the last section of the works is 31 March 2017. (63 weeks).

3. Background

- 3.1 Community Resources is responsible for the maintenance of all street lighting within the Council boundary area. This contract includes for installation of new LED lanterns to the street lighting infrastructure of all roads (excluding trunk roads) within the Renfrewshire Council boundary area.
- 3.2 On 12th March 2014, the Environment Policy Board approved that Community Resources will undertake improvements to street lighting within the Renfrewshire boundary area. The original project timescales were 3- 4 years and this has been reduced to 15 months to allow the savings projected to be materialised as part of the Better Council Strategic Programme.
- 3.3 The procurement exercise was tendered in accordance with Council's Standing Orders Relating to Contracts for below EU Threshold Open Procedure (Works), Public Contracts (Scotland) Regulations 2012, as amended.
- 3.4 A contract notice was published on the Public Contracts Scotland advertising portal on 24 September 2015. Tender documentation was available for immediate download through the online e-tender system.
- 3.5 Thirty six (36) contractors noted an interest. At the deadline for tender submissions, 12 noon on Wednesday 21 October 2015, three (3) submissions were received.
- 3.6 All three tender submissions were evaluated against a pre-determined set of Bid Selection Criteria by officers from the Corporate Procurement Unit, Corporate Insurance, Corporate Health & Safety and Community Resources. None of the tenderers failed to meet the Bid Selection Criteria.
- 3.7 Tender submissions were then evaluated against a set of award criteria which was based on a price / quality ratio of 70% / 30%. The scores relative to the award criteria of each tenderer are as follows:

Supplier	Price (70%)	Quality (30%)	Total Score
Centre Great Ltd	39.39	15.10	54.49
Lightways Contractors Ltd	70.00	28.05	98.05
Power 1 Electrical Contractors Limited	24.20	28.55	52.75

- 3.8 It is recommended that the contract is awarded to Lightways Contractors Ltd, who based on evaluation, have provided the most economically advantageous tender. Rates have been agreed for the contract duration.
- 3.9 In terms of environmental management, Lightways Contractors Ltd have confirmed that 20% of their vehicles are Euro 6 compliant. The tender contained a question on end of life for lanterns and columns, Lightways Contractors Ltd confirmed that they strip lanterns removed from site. The resulting waste is then recycled. Lamps are disposed of in accordance with WEEE regulations and by registered disposal companies.
- 3.10 Lightways Contractors Ltd have committed to delivery of the following community benefits as a result of delivery of this contract:
 - 1 x Trainee
 - 1 x 16+ work experience placement
 - 1 x school mentoring
 - 1 x S/NVQ or equivalent for existing employee
 - they will encourage and support the training and recruitment of local labour/young people and people returning to the labour market to fully e quip them to obtain and sustain employment.
 - they will meet with Renfrewshire Council and its partners to discuss how they as a company can contribute to the councils economic and social regeneration objectives.
 - Currently support many non-profitable organisations and have confirmed they will assist local Renfrewshire based corporate and social responsibility projects.

Implications of the Report

1. Financial

Financial costs in respect of this Contract will be met from the Service's capital budget.

2. HR and Organisational Development None.

3. Community Planning

Safer and	Renfrewshire Council has a statutory obligation under the
Stronger	Roads (Scotland) Act 1984 for the provision and

maintenance of roads and footways.

This type of improvement to the condition of the road network contributes to maintaining network availability and public safety.

Greener The recommended contractors have an environmental policy which demonstrates that they give consideration to the impact their business and processes have on the environment.

4. Legal

The procurement exercise was tendered in accordance with Council's Standing Orders Relating to Contracts for below EU Threshold Open Procedure (Works), Public Contracts (Scotland) Regulations 2012, as amended.

5. Property

None.

6. Information Technology

None

7. Equality & Human Rights

The Recommendations contained within this report have been assessed in relation to their impact on equalities and human rights. No negative impacts on equality groups or potential for infringement of individuals' human rights have been identified arising from the recommendations contained in the report. If required following implementation, the actual impact of the recommendations and the mitigating actions will be reviewed and monitored, and the results of the assessment will be published on the Council's website.

8. Health and Safety

Tenderers health and safety submissions have been evaluated by Renfrewshire Council's Health and Safety section. All tenderers have met the minimum requirements regarding health & safety.

9. Procurement

The procurement exercise was conducted in accordance with Renfrewshire Council's Standing Orders Relating to Contracts.

10. Risk

N/A

11. Privacy Impact

N/A

Author: Laura Gillan, Assistant Category Manager 0141 618 7464.