

**LONDON BOROUGH OF TOWER HAMLETS**

**MAYORAL DECISION PROFORMA**

**Mayoral Decision Log No:** *(To be inserted by Democratic Services after CE's approval given)*

**Title:** Adoption of the Method of Procurement for the 2012/13 Decent Homes works and awarding the Contract to Apollo Property Services

**Is this a Key Decision? Answer YES.**

**This report is UNRESTRICTED**

**EXECUTIVE SUMMARY**

- 1.1 Cabinet meeting in June 2011 approved using City West Homes "Framework" procurement framework to deliver the first two years of the Decent Homes (DH) programme and delegated to the Corporate Director (Development and Renewal) in consultation with the Assistant Chief Executive (Legal Services), the decision to appoint the contractors that are successful in the "mini-tendering" exercise within the framework agreement.
- 1.2 However, procuring DH works through the City West Homes "Framework" did not present the Council with an approach which it would utilise to maximise local outcomes through the DH capital works investment in the Borough. The Council aims to ensure that its localism agenda is enshrined by contractors particularly through the delivery of apprenticeships, utilising local contractors and labour with view to stimulate the local economy. Accordingly, the Mayor requested officers to consider an alternative route for procuring the 2012/13 DH programme.
- 1.3 Consequently, Year 2 contractor procurement has been undertaken through a measured term framework agreement valued at £4m. The contract is open for duration of 2 years; however the programme is scheduled to be completed by March 13. The tender was procured

through Construction line a national online database which registers pre-qualified contractors and consultants. This is an approved method of tendering for below minimum OJEU thresholds. This report seeks Mayoral approval for the award of the contract to the successful contractor using this procurement method.

- 1.4 Full details of the decision sought, including reasons for the recommendations; other options considered; background information; the comments of the Chief Finance Officer; the concurrent report of the Assistant Chief Executive (Legal Services); Risk Assessment; Background Documents; and other relevant matters are set out in the attached report.

**2. FOR MAYOR TO CONSIDER**

A Mayoral Executive Decision is being sought to:

- 2.1 Formally revise the decision of June 2011 Cabinet to approve using Construction Line as the method of procurement for the 2012/13 Decent Homes Programme.
- 2.2 Award a works element of £4 million of the 2012/13 Decent Homes contract to Apollo Property Services Group Limited.
- 2.3 Authorise the Corporate Director Development and Renewal in consultation with Assistant Chief Executive (Legal Services) to settle the terms of the contract with Apollo Property Services Group Limited
- 2.4 Authorise the Assistant Chief Executive (Legal Services) enter into all necessary documents to implement the decisions made in respect of this report.

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**APPROVALS**

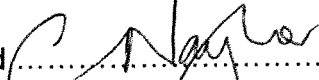
**1. Corporate Director**

I approve the attached report and recommendations above for submission to the Mayor.

Signed .....  ..... Date 23/10/2012

**2. Chief Finance Officer**

I have been consulted on the above recommendations and my comments are included in the attached report.

Signed  Date 24/10/2012

**3. Assistant Chief Executive (Legal Services)**

I have been consulted on the above recommendations and my comments are included in the attached report.

(For Key Decision only – delete as applicable)

I confirm that this decision:-

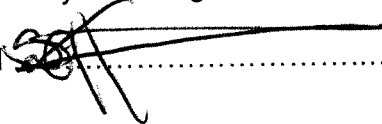
(a) has been published in advance on the Council's Forward Plan OR

~~(b) is urgent and subject to the 'General Exception' or 'Special Urgency' provision at paragraph 18 or 19 respectively of the Access to Information Procedure Rules.~~

Signed  Date 25.10.12

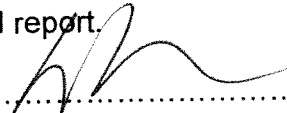
**4. Chief Executive (Interim Head of Paid Service)**

The recommendations above are consistent with the Council's agreed Budget and Policy Framework and will contribute to the achievement of the authority's Strategic Plan.

Signed  Date 01/10/12

**5. Mayor**

I agree the recommendations above for the reasons set out in the attached report.

Signed  Date 5/11/12