

#### **POLICE & CRIME COMMISSIONER**

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For Decision or Information	Decision
Date received*:	27.03.17
Ref*:	2017.018

<sup>\*</sup>to be inserted by Office of PCC

### TITLE: AWARD OF CONTRACT FOR ONE POINT DISPOSAL (NON-POLICE VEHICLE DISPOSAL)

#### **EXECUTIVE SUMMARY:**

#### 1. PURPOSE OF THE REPORT

The purpose of this report is to recommend approval for award of a contract for one point disposal services to Rawk2k.

#### 2. SUPPORTING INFORMATION

Due to long standing issues with the HMRC concerning the VAT element in the disposal of unclaimed vehicles seized by police forces the NPCC Vehicle Recovery best guidelines recommend a one point disposal scheme to provide a full 'cradle to grave' audit trail for VAT purposes.

Leicestershire Police conducted a Framework on behalf of the East Midlands forces.

Therefore this report is to recommend approval to award a call off contract to the successful supplier.

End of life vehicle are to be disposed of through licensed Authorised Treatment Facilities (ATF) in accordance with End of Life Vehicle (ELV) Regulations, as per European Regulations Directive 2000/53/EC dated 18<sup>th</sup> September 2000 (End of Life Regulations).

Scrap Metal Dealers Act 2013 and Scrap Metal Dealers Act 2013 (Commencement and Transitional Provisions) Order 2013 (SI 2013/ 1966) – it is a requirement of the framework that every Motor Salvage Operator (as defined in the Act) being used for the scrapping or dismantling of vehicles will be registered and licensed by the local authority within whose areas they have their site.

The Force dispose of vehicles as per the table below, vehicles suitable for sale by auction have a reserve set at £350, the remainder are for dismantling and recycling with a requirement for a DVLA Certificate of Destruction

Force	Estimated No. Vehicles for disposal	Estimated No. Vehicles for sale by Auction (Reserve of £350)
Nottinghamshire	2700	300

The requirements will cover the following vehicles (regardless of whether they are classified as end of life vehicles or not) and property (including but not limited to):

- · commercial vehicles, including trailers
- cars
- motorcycles (of all descriptions)
- mopeds
- boats
- · caravans and motor homes
- plant
- trailers of all sizes
- vehicle components

This contract will be for the disposal of vehicles, vehicles will either be sold for their scrap value or sold at auction. The income from sale of the vehicles is intended to cover the duty garage recovery and storage costs, with any surplus funds once these expenses have been met being retained by the Force. The surplus funds are not likely to be of any significant value due to the standard of vehicles being disposed of. The majority of funds made from the vehicles will go to the duty garages to cover the costs of storage and recovery. This contract will be broadly a cost neutral contract.

The tender was advertised on both OJEU and Contracts finder through links from EU-Supply. The EMR Terms and Conditions for the supply of Services (HIGH) were used for this framework.

Ten responses were received, but only five of the responses were compliant:

Supplier	Compliant – Non-Compliant
British Car Auctions	Non-Compliant – the pricing sheet was not completed
Business Group	Non-Compliant – the technical and commercial questions were not answered
CarTakeBack	Non-Compliant – the pricing sheet was not fully completed
CoPort	Non-Compliant – the technical questions were not answered and they want to change the T&C's
John Pye	Non-Compliant – the commercial questions were not answered
Manhein Auctions	Compliant
Motorhog	Compliant
RAW2K	Compliant
Rowley Auto Services	Compliant
Wilsons Auctions	Compliant

Is any of the supporting information classified as non public or confidential information**?	Yes	Х	No	
If yes, please state under which category number from the guidance**  3 - Information relating to the financial or business affairs of individuals or organisations (including the Police Force and the Police and Crime Commissioner). This could include contemplated as well as past or current activities.	-		ý.	

### **DECISION:**

Approval to the following recommendations is therefore sort of the Nottinghamshire Police and Crime Commissioner.

It is recommended that this Call off contract is awarded to RAW2K, commencing on 1st April 2017 until 31st March 2021 with the option to extend until 31st March 2023.

### **OFFICER APPROVAL**

I have been consulted about the proposals above and confirm that the appropriate advice has been taken into account in the preparation of this report. I am satisfied that this is an appropriate request to be submitted to the Police and Crime Commissioner.

Signature:

Chief Executive

Date: 27 m April 2017

### **DECLARATION:**

I confirm that I do not have any disclosable pecuniary interests in this decision and I take the decision in compliance with the Code of Conduct for the Nottinghamshire Office of the Police and Crime Commissioner. Any interests are indicated below:

The above request has my approval.

Signature:

**Nottinghamshire Police and Crime Commissioner** 

Date:

27/4/17

<sup>\*\*</sup> See guidance on non public information

The Award Criteria used for this tender was:

Technical 50%

Price

50% - based upon the gross income

Please find below the table of the results from this tender exercise

Supplier	Technical Score – 50%	Estimated Income (to be offset by expenditure incurred by the garages) based on Leicestershire's data	Price Score - 50%	Total Score
RAW2K	46.87%	189,449.00	50.00%	96.87%
Wilsons Auctions	46.87%	160,324.52	42.31%	89.18%
Motorhog	50.00%	142,847.00	37.70%	87.70%
Manhein Auctions	50.00%	136,749.00	36.09%	86.09%
Rowley Auto Services	46.87%	94,786.00	25.01%	71.88%

### INFORMATION IN SUPPORT OF DECISION: (e.g report or business case)

Further information on the procurement process and its outcomes can be made available from EMSCU if required.

**FINANCIAL INFORMATION** (please include if is it capital or revenue or both. What the split is and the totals being requested. Is this a virement/ something already budgeted for or something that requires additional funding. Are there any savings that can be offered up/or achieved)

The value of this Contract depends upon the number of vehicles disposed, based on Nottinghamshire' figures for 2015/16 and applying the RAW2K costs it is estimated that the vehicle recovery garages gross income will be £311,250 pa.

Over the four year initial contract period the total income split across the vehicle recovery garages will be £1,245,000. Over the full six years the figure is, income for duty garages £1,867,500. This income will be offset by expenditure incurred by the garages.

Signature:

Date: 27th March 2017

Chief Finance Officer