

Report for: Lead Member, Cabinet Member for Children and Families

Title: Highgate Wood Secondary School Roof Replacement –
Contract Variation to Vinci Construction UK Limited

Report authorised by : Helen Fisher, Director of Regeneration

Lead Officer: Claire Barnes, Senior Project Manager, Project Delivery Team

Ward(s) affected: Highgate

**Report for Key/
Non Key Decision:** Key Decision

1. Describe the issue under consideration

- 1.1 To request approval to vary an existing contract award to Vinci Construction UK Limited as allowed under Contract Standing Order 16.02.
- 1.2 The original contract award value was £479,995.91.
- 1.3 This variation seeks approval to extend the original award by £32,911.09. As the original award value and variation exceed £500,000, this is considered a key decision.
- 1.4 The total award value is £512,907.10.

2. Cabinet Member Introduction

- 2.1 Not Applicable

3. Recommendations

- 3.1 For the Cabinet Member for Children and Families pursuant to Contract Standing Order 16.02 to approve an extension of the value of the contract with Vinci Construction UK Limited for roof replacement works undertaken at Highgate Wood Secondary School. The value of the extension is £32,911.09. The total value of the contract including the extension is £512,907.10.

4. Reasons for decision

- 4.1 To ensure Haringey Council can adhere to its contractual obligations and make payment of contract valuations and settlement of final account.

4.2 The final account has been agreed between the Independent Project Cost Consultant and Vinci Construction UK Limited at £512,907.10.

5. Alternative options considered

5.1 A do nothing option would mean that the council would be unable to make payment of the latest contract valuation and would mean it would be in breach of its contractual obligations and be at risk of incurring additional interest costs on unpaid amounts.

6. Background information

6.1 The project covers the replacement and re-design of six roofs to Wren building at Highgate Wood Secondary School.

6.2 The project was competitively tendered under the under the LCP Major Works Framework (LCP Lot 4 MW 14 Framework Agreement). The tender response from Vinci Construction UK Ltd represented the best value for money offer under the pre-determined tender evaluation criteria.

Contractors Tendering for the works	Total Fixed Price submitted	Price Score 70%	Quality score 30%	Quality evaluation scores (100%)
Vinci Construction UK Ltd	£479,995.91	70.00%	23.47%	93.47%

6.3 On this basis, an award of contract was recommended and approved by the Assistant Director, Schools and Learning in April 2017 for £479,995.91.

6.4 The roof renewal works commenced in early July 2017 with an original 16 week contract period projecting completion by the end October 2017.

6.5 Unforeseen works and approved variations created an extended contract period with practical completion being achieved on the 6th November 2017.

6.6 Settlement of the final account has resulted in a variation which is not able to be approved under delegated authority as the total contract value (original award plus variation) exceeds £500,000.

7. Contribution to strategic outcomes

7.1 The project supports the council in adhering to its statutory duty to provide school places for all the borough's children and will also support Haringey's key priorities, principally;

7.1.1 Corporate Plan 2015-18 – Priority One: Outstanding for all enable every child and young person to have the best start in life with high quality education.

8. Statutory Officers comments (Chief Finance Officer (including procurement), Assistant Director of Corporate Governance, Equalities)

8.1 Finance Comments

8.1.1 The expenditure proposed by the variation can be met from within the overall resources allocated to priority 1 for financial year 2018/19.

8.2 Strategic Procurement (SP) – MM090418

8.2.1 SP notes that this project was competitively tendered under the LCP Major Works Framework (LCP Lot 4 MW 14 Framework Agreement) and that the bid from Vinci Construction UK Ltd represented the best value for money.

8.2.2 SP acknowledges that the expenditure proposed by this variation can be met from within the overall resources allocated to priority 1 for financial year 2018/19.

8.2.3 Under CSO 16.02, SP has no objection to vary the existing contract award to Vinci Construction UK Limited by £32,911.09 bringing the revised total award value to £512,907.10

8.3 Legal Comments

8.3.1 The Assistant Director of Corporate Governance notes the contents of the report and confirms there are no legal reasons preventing the Cabinet Member for Children and Families from approving the recommendations in the report.

8.4 Equality

8.4.1 Considered not applicable as this is only a variation of contract in order to settle the final account.

9. Use of Appendices

9.1 Not Applicable

10. Local Government (Access to Information) Act 1985

10.1 Not applicable