



Notice of KEY Executive Decision containing exempt information

This Executive Decision is not available for public inspection as it contains or relates to exempt information within the meaning of paragraph 3 of Schedule 12A to the Local Government Act 1972 Appendix A. It is exempt because it refers to financial or business affairs of a legal person, and the public interest in maintaining the exemption outweighs the public interest in disclosing the information.

Subject Heading:	Award of contract for works to Amber Construction Services Ltd for the remodelling of block 1-17 Beehive Court and alteration and improvement works to the whole of the scheme.
Cabinet Member:	Councillor Damian White – Deputy Leader of the Council, Lead Member, for Housing.
SLT Lead:	Steve Moore – Director of Neighbourhoods
Report Author and contact details:	Mark Howard, Programme Delivery Manager, Housing Services Mark.howard@havering.gov.uk 01708 434704
Policy context:	This works contract is consistent with the Councils approach under the Housing Regeneration Programme Sheltered Housing Scheme.
Financial summary:	The contract value is £1,166,730.83 and fully funded from within the Housing Revenue Account capital programme.
Reason decision is Key	Expenditure of £500,000 or more
Date notice given of intended decision:	7/3/2018

Part A – Report seeking decision

DETAIL OF THE DECISION REQUESTED AND RECOMMENDED ACTION

The Programme Delivery Manager in Housing Services seeks approval to award a contract to Amber Construction Services Ltd. for the remodelling of block 1-17 Beehive Court and alteration and improvement works to the whole of the sheltered housing scheme at Beehive Court, Gubbins Lane, Harold Wood, Romford, Essex, RM3 0RS,

AUTHORITY UNDER WHICH DECISION IS MADE

The history to date is that following the Councils Checkpoint 1 procedure authority to proceed to tender the works was given on 7/9/2017.

This decision is being made by the Director for Neighbourhoods acting under the following authority delegated under Part 3 of the Council's Constitution:

'3.3 Powers of Members of the Senior Leadership Team:

....Contract powers.....

(b) To award all contracts with a total contract value of between £500,000 and £5,000,000'

This Executive Decision is required to authorise award of the works contract as set out in the Contract Procedure Rules and the relevant delegated authority. The Constitution requires the Earlier ED, this report and the checkpoints as part of the due process; these are referenced and attached as evidence of compliance.

STATEMENT OF THE REASONS FOR THE DECISION

Background

Beehive Court is a sheltered housing complex with 47 units in total.

The proposed works are to Block 1-17 bedsits and flats which are currently all empty and have no rental stream as they are unlettable

Block 1-17 originally contained 14 bed sits, a 2 bedroom flat and a 1 bedroom flat. These are located as follows: -

Ground floor comprised of 7 bedsits and a 1 bedroom Flat

First floor 7 bedsits and a 2 bedroom flat

In 2016/2017 a pilot was undertaken, which converted 2 bedsit flats on the ground floor into a 1 bedroom flat. This left 5 bedsits and the 1 bedroom flat which will now be converted into 4 four 1 bedroom flats plus the formation of a guest room an

Key Executive Decision – Part Exempt Report

NAME AND JOB TITLE OF STAFF MEMBER ADVISING THE DECISION-MAKER

Name: Ian Brady

Designation: Interim Property Services Manager

Signature:

Date: 15/3/2018

FINANCIAL IMPLICATIONS AND RISKS

Contract

The Contract shall be the JCT Intermediate Form of Contract (IFC 2016) Edition without amendments which is an industry standard for contract for this size and type of work.

Inflation

There will be no uplift of the contracted rates for inflation

Financial Stability

A Experian financial check has been carried out on the proposed company and this was satisfactory as Amber Construction Services Ltd were classed as low risk .

Budget

The contract value is £1,166,730.83 and is fully funded within the Housing Revenue Account from:

£1,010,640.32 from Code A2643, Task 1.0 which has an unallocated budget of £1,100,000

and

£156,090.51 from cost code A2644, Task 2.0 sheltered schemes regeneration programme, which is a two year programme of improvements to a number of schemes and has a budget of £2,307,000.

APPENDICIES

Appendix A

Exempt Price and Quality Evaluation

Exempt