

**STRATEGIC PROCUREMENT COMMITTEE FORWARD WORK PROGRAMME FY2019**

This committee deals with ensuring sound procurement processes are followed in order to deliver on the work programme and operations outlined in council's adopted Annual Plan. It has responsibility for awarding contracts of \$22.5 million or greater, awarding sensitive contracts and oversight of procurement strategies, processes and procedures.

**Priorities for 2018 will be on initiatives which:**

1. Delivery on Annual Plan Outcomes
2. Review delivery of Capital Projects
3. Endorse Procurement Category Strategies
4. Enhance Group Sourced Procurement
5. Improve Procurement Maturity

**The work of the Committee will:**

- Approve award of contracts and variations within the Committee's delegations.
- Monitor the delivery programme of major capital projects and recommend reporting to Finance and Performance Committee.
- Endorse procurement strategies and process improvements related to the Committee's responsibilities.
- Monitor progress and make recommendations on group sourced procurement activities.

**1. Delivery on Annual Plan outcomes (Contracts to be awarded)**

Priority #	Area of work	Reason for work	Strategic Procurement Committee role (decision or direction)	Budget / Funding	Expected timeframes Highlight financial year quarter and state month if known		
					FY19		
					Oct-Dec	Jan-Mar	Apr-Jun
1.1	Strategic procurement plan for waste services	To provide an update on Waste Strategy, incorporating feedback from PWC review on the future of waste services	<b>Receive:</b> progress update		Q2 Dec 18		
1.2	St Marys Bay Outfall construction contract	Update and approve delegation for supplier recommendation report	<b>Receive:</b> progress update <b>Decision:</b> approve delegation to award contract to come to the February 2019 meeting.		Q2 Dec 18		
1.3	America's Cup 36 progress update	Provide an update on the awarding of the Project Alliance Agreement for the construction of infrastructure needed to host the 36th America's Cup	<b>Receive:</b> progress update Next update will be considered in February 2019	\$212m		Q3 Feb 19	
1.4	Waiheke Island Waste Services	Approve procurement plan for all Waste Services for Waiheke Island	Update provided at the 11 July 2018 meeting, Resolution number STR/2018/41 – <a href="#">Item 11</a> and Resolution number STR/2018/36 – item C1 <b>Decision:</b> Approved contract extension at 11 July 2018 meeting. <b>Decision:</b> Approve procurement plan.			Q3 Feb 19	
1.5	City Centre Development	Provide an update on the strategy for procurement of city centre development programme and pipeline of forward works	<b>Receive:</b> progress update <b>Progress to date:</b> Update received at the 13 December 2017 meeting Resolution number STR/2017/59 - Item C4 Update received at the 7 November 2018 meeting Resolution number STR/2018/73 – <a href="#">Item 11</a> Next update to be provided in Q3 2019	\$370m (total council family spend)		Q3	
1.6	Ports of Auckland stormwater project	Approve awarding of contract to successful supplier for Ports of Auckland stormwater project	<b>Decision:</b> Approve awarding of contract Decision taken to approve awarding of contract at the 7 November 2018 meeting Resolution number STR/2018/79 – Item C1			Q3	

1.7	Healthy Waters capex panel refresh	Update on the strategy for capex supplier panel refresh and approval of the approach	<b>Decision:</b> Receive update and approve the strategy	\$50m			Q4 Apr 19
1.8	Organics (Food Waste) Processing, caddies and food waste bins	Award contract for food waste process services, caddies and bins	<b>Progress to date:</b> <b>Decision</b> taken to approve the contract award for food waste process services, caddies and bins at 11 July 2018 meeting Resolution number STR/2018/37 – Item C2 Next update will be considered in Q4				Q4

2. Review delivery of Capital Projects							
Priority #	Area of work	Reason for work	Strategic Procurement Committee role (decision or direction)	Budget / Funding	Expected timeframes Highlight financial year quarter and state month if known		
					FY19		
					Oct-Dec	Jan-Mar	Apr-Jun
2.1	Westgate multipurpose facility (integrated library and community centre) construction	Elected member oversight of progress of Westgate multipurpose facility	<b>Progress to date:</b> Update received at the 7 March 2018 meeting Resolution number STR/2018/11- Item C2. Update received at 11 June 2018 meeting Resolution number STR/2018/34- Item C3 Update received at 8 August 2018 meeting Resolution number STR/2018/38 – Item C1 Update received at 5 September 2018 meeting Resolution number STR/2018/56 – Item C3 Update received at 3 October 2018 meeting Resolution number STR/2018/66 – Item C1 Update received at 7 November 2018 meeting Resolution number STR/2018/81 – Item C3 <b>Receive:</b> no decision required		Q2 Dec 18		
2.2	Forward Work Programme (Pipeline)	Elected member oversight of pipeline of activity for capital works delivery forward work programme	<b>Progress to date:</b> Update received at 11 June 2018 meeting – Resolution number STR/2018/25 – <a href="#">Item 10</a> Update received at 3 October 2018 meeting – Resolution number STR/2018/61 – <a href="#">Item 9</a> <b>Receive:</b> no decision required			Q3	
2.3	Capital Project Delivery	Elected member oversight of progress of Major Projects	<b>Progress to date:</b> Update received at 6 September 2017 meeting Resolution number STR/2017/37 - Item C2. Update received at 13 December 2017 meeting Resolution number STR/2017/61 - Item C6. Update received at 7 March 2018 meeting Resolution number STR/2018/11- Item C2.			Q3	

			<p>Update received at 11 June 2018 meeting Resolution number STR/2018/32 – Item C1</p> <p>Update received at 5 September 2018 meeting Resolution number STR/2018/54 – Item C1</p> <p>Update received at 7 November 2018 meeting Resolution number STR/2018/80 – Item C2</p> <p><b>Receive:</b> no decision required</p>				
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3. Endorse Procurement Category Strategies							
Priority #	Area of work	Reason for work	Strategic Procurement Committee role (decision or direction)	Budget / Funding	Expected timeframes Highlight financial year quarter and state month if known		
					FY19		
					Oct-Dec	Jan-Mar	Apr-Jun
3.1	ICT Technology Services	Create a plan for engaging the market to purchase Technology Services – Cloud, Data Centre Services, Print, Network.	<b>Receive:</b> No decision required			Q3	
3.2	Professional Technical Services	Implementation of professional technical services category	<p><b>Receive:</b> No decision required – update from approved strategy by T&amp;P 2016</p> <p>Update received at 3 October Strategic Procurement Committee meeting – Resolution number STR/2018/63 – <a href="#">Item 11</a></p>			Q3	
3.3	Professional Services	Create a plan to go to market and manage professional services across Auckland Council.	<b>Receive:</b> No decision required				Q4 Jun 19

4. Enhance Group Sourced Procurement							
Priority #	Area of work	Reason for work	Strategic Procurement Committee role (decision or direction)	Budget / Funding	Expected timeframes Highlight financial year quarter and state month if known		
					FY19		
					Oct-Dec	Jan-Mar	Apr-Jun
4.1	Fleet Optimisation Update	Keep Committee informed on progress of Fleet changes	<p><b>Progress to date:</b></p> <p>Update received at the 7 March 2018 meeting - Resolution number STR/2018/5 – <a href="#">Item 10</a>.</p> <p>Update received at the 11 July 2018 meeting – Resolution number STR/2018/39 – <a href="#">Item 9</a>.</p> <p>Update received at the 7 November 2018 meeting – Resolution number STR/2018/75</p> <p><b>Decision:</b> approve business plan</p>			Q3	
4.2	Group Sourced Procurement update	Keep Committee informed on progress against Group Sourced Procurement objectives	<p><b>Progress to date:</b></p> <p>Update provided at the October 2017 meeting Resolution number STR/2017/4 – <a href="#">Item 11</a></p>			Q3	

			<p>Update received at the meeting on 7 March 2018 Resolution number STR/2018/4 – <a href="#">Item 9</a></p> <p>Update received at the meeting on 8 August 2018 Resolution number STR/2018/42 – <a href="#">Item 9</a></p> <p>Update received at the meeting on 7 November 2018 Resolution number STR/2018/76 – <a href="#">Item 13</a></p> <p><b>Receive:</b> no decision required</p>				
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**5. Improve Procurement Maturity**

Priority #	Area of work	Reason for work	Strategic Procurement Committee role (decision or direction)	Budget / Funding	Expected timeframes Highlight financial year quarter and state month if known
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See completed section below

**6. Other**

Priority #	Area of work	Reason for work	Strategic Procurement Committee role (decision or direction)	Budget / Funding	Expected timeframes Highlight financial year quarter and state month if known		
					FY19		
					Oct-Dec	Jan-Mar	Apr-Jun
6.1	Full Facility agreement transfer of streetscape and waste solutions services	To seek approval for the variation of the current Full Facility agreements to transfer the streetscape services from Auckland Transport and Waste Solutions to Community Facilities.	<b>Decision:</b> approval of transfer.		Q2 Dec 2018		
6.2	ICT Technology Services	Seek approval for the transfer of existing datacentre service to a new multi-cloud environment.	<b>Decision:</b> approval of transfer.		Q2 Dec 2018		
6.3	Review of Contract performance	Update the Committee on the performance of suppliers against key performance metrics under the Full Facilities Maintenance contracts	<p><b>Progress to date:</b></p> <p>Update provided at the 2 May 2018 meeting Resolution number STR/2018/21– Item C2</p> <p>Update provided at the 7 November 2018 meeting Resolution number STR/2018/82 – Item C4</p> <p><b>Update:</b> No decision required. Next update to be provided at March 2019 meeting</p>			Q3 March 2019	

## Completed

1. Delivery on Annual Plan outcomes (Contracts awarded)			
Priority #	Area of work	Reason for work	Strategic Procurement Committee role (decision or direction)
1.1	Refuse Collections	Change from collection of Bags to Bins for Waitakere and North Shore. Part of aligning refuse collection services across the region	<b>Decision:</b> Agree to extend current contract with Veolia for a further 2 years – 6 September 2017 – Resolution STR/2017/36 – Item C1
1.2	Electricity Procurement	Approve Procurement Plan for Electricity procurement	<b>Update</b> provided at the October 2017 meeting Resolution number STR/2017/47 - Item C3
1.3	External Legal Services	Council has gone out to market for external legal services. Additional scope may mean the contract value over the term of the engagement will exceed \$22.5m	<b>Decision:</b> Agree to contract awards for 2 years. 13 December 2017 meeting, Resolution Number STR/2017/57 – Item C2
1.4	Graffiti Eradication and Enforcement Services	Approve procurement plan for graffiti Eradication and Enforcement Services	<b>Decision:</b> agree procurement plan- 13 December 2017 meeting, Resolution Number STR/2017/58 – Item C3 <b>Decision:</b> approve procurement plan at 2 May 2018 meeting, Resolution number STR/2018/18 – <a href="#">Item 10</a> and Resolution number STR/2018/20 – item C1
1.5	Electricity supply SRR	Approve the supplier recommendation report for electricity supply services	<b>Decision:</b> agree SRR- 13 December 2017 meeting, Resolution Number STR/2017/56 – Item C1
1.6	Overflow Planning Services	Approve the procurement plan for overflow planning services to process resource consents.	<b>Decision</b> taken to approve the procurement plan at 4 April 2018 meeting. Resolution number STR/2018/15 – <a href="#">Item 10</a> and Resolution number STR/2018/13 – item C2
1.7	External Recruitment Supplier	Current All of Government (AoG) contract expires October 2017. New AoG contracts have been negotiated by MBIE. Council will enter into AoG agreements for six months and assess whether they meet our needs.	<b>Decision</b> taken to extend AoG agreements at 4 April 2018 meeting, Resolution number STR/2018/14 – <a href="#">Item 9</a> and Resolution number STR/2018/12 – item C1
1.8	Building Consents Regional Overflow Model	Approve the supplier recommendation for the Building Consents Regional Overflow Model	<b>Decision:</b> procurement plan agreed - 13 December 2017 meeting, Resolution number STR/2017/60 – Item C5 <b>Decision:</b> Supplier recommendation agreed at 11 June 2018 meeting, Resolution number STR/2018/27 – <a href="#">Item 12</a> and Resolution number STR/2018/33 – Item C2
1.9	Waiheke Island Waste Services Contracts	Approve a contract extension for Waiheke Island waste services contract	Update provided at the 11 July 2018 meeting, Resolution number STR/2018/41 – <a href="#">Item 11</a> and Resolution number STR/2018/36 – item C1 <b>Decision:</b> Approved contract extension at 11 July 2018 meeting.
1.10	Ports of Auckland stormwater project	Approve awarding of contract to successful supplier for Ports of Auckland stormwater project	<b>Decision:</b> Approve awarding of contract Resolution number STR/2018/79 – Item C1 <b>Decision:</b> approved awarding of contract at the 7 November 2018 meeting

3. Endorse Procurement Category Strategies			
Priority #	Area of work	Reason for work	Strategic Procurement Committee role (decision or direction)
3.1	Waste Solutions Procurement Strategy	Create plan for go to market exercise for all waste collection (including food waste) and disposal activity prior to 2020	Update provided at the October 2017 meeting Resolution number STR/2017/40 - <a href="#">Item 9</a> <b>Decision:</b> Confirm strategy/challenge

3.2	Organics (food waste) Processing caddies and food waste bins	Create plan for go to market exercise for all aspects of the planned Organic (food waste) collection and Processing Service together with the caddies and bins required for collection.	Update provided at the October 2017 meeting Resolution number STR/2017/40- <a href="#">Item 9</a> and Resolution number STR/2017/45 – Item C1 Update received at 11 July 2018 meeting Resolution number STR/2018/40 - <a href="#">Item 10</a> and Resolution number STR/2018/43 – Item C1
3.3	ICT hardware	Create a plan for engaging the market to purchase ICT Hardware.	Update received at 7 March 2018 meeting – Resolution number STR/2018/7 – <a href="#">Item 12</a> and Resolution number STR/2018/10 – Item C1 <b>Receive:</b> No decision required
3.4	ICT Software	Create a plan for engaging the market to purchase Software.	Update received at 11 June 2018 meeting – Resolution number STR/2018/24 – <a href="#">Item 9</a> <b>Decision:</b> agree to endorse the Software Procurement Category Strategy
3.5	Vertical Construction Category Strategy	Development of the overall strategy for vertical construction and building	Update received at 11 June 2018 meeting – Resolution number STR/2018/29 – <a href="#">Item 14</a> and Resolution number STR/2018/34 – Item C4 <b>Decision:</b> endorse the vertical construction procurement category strategy

4. Enhance Group Sourced Procurement			
Priority #	Area of work	Reason for work	Strategic Procurement Committee role (decision or direction)
4.1	Sustainable Procurement Framework	Give effect to principles to be agreed in Group Procurement Policy	Update provided at the December 2017 meeting. Resolution number STR/2017/53 <a href="#">Item 9</a>

5. Improve Procurement Maturity			
Priority #	Area of work	Reason for work	Strategic Procurement Committee role (decision or direction)
5.1	Ariba update	Update Committee on implementation of procurement enabling technology	Update provided at the October 2017 meeting Resolution number STR/2017/4 – <a href="#">Item 11</a>

6. Other			
Priority #	Area of work	Reason for work	Strategic Procurement Committee role (decision or direction)
6.1	Update on Waste Solutions contracts	Update the Committee on the current state of all waste contracts prior to the preparation of the Waste Solutions Procurement Strategy	Update provided at the October 2017 meeting Resolution number STR/2017/41- <a href="#">Item 10</a> and Resolution number STR/2017/46 – item C2
6.2	Review of Contract performance	Update the Committee on the performance of suppliers against key performance metrics under the Full Facilities Maintenance contracts	<b>Receive:</b> No decision required. Update provided at May 2018 meeting, Resolution number STR/2018/21 – item C2