

**PWYLLGOR ADNODDAU CYNALIADWY
SUSTAINABLE RESOURCES COMMITTEE**

DYDDIAD Y CYFARFOD: DATE OF MEETING:	25 June 2024
TEITL YR ADRODDIAD: TITLE OF REPORT:	Procurement Report
CYFARWYDDWR ARWEINIOL: LEAD DIRECTOR:	Huw Thomas - Director of Finance
SWYDDOG ADRODD: REPORTING OFFICER:	Katharine Fletcher – Deputy Head of Procurement

**Pwrpas yr Adroddiad (dewiswch fel yn addas)
Purpose of the Report (select as appropriate)**

Ar Gyfer Penderfyniad/For Decision

**ADRODDIAD SCAA
SBAR REPORT**

Sefyllfa / Situation

The purpose of this report is to inform Members of the commencement of the procurement exercise for Data Centre Storage, Computing and Hypervisor Environment Replacement, the extension of Outsourcing Trauma and Orthopaedics and of the outcome of the following recent procurement exercises for the All-Wales Meat and Poultry Contract which will be or have been undertaken on behalf of Hywel Dda University Health Board (HDDUHB):

1. Data Centre Storage, Computing and Hypervisor environment Replacement – Glangwilli Hospital (GGH) and Withybush Hospital (WGH)
2. All-Wales Meat & Poultry Provision
3. Outsourcing Trauma & Orthopaedics Procedures Extension

In line with Welsh Government (WG) approval procedures the Health Board is required to approve the following tenders, as they have each have a cumulative contract value in excess of £1 million over the term of the contract.

Cefndir / Background

1. Data Centre Storage, Computing and Hypervisor environment Replacement – GGH and WGH.

Proposed outcome

Duration of Contract	Proposed Annual Value of New Contract	Proposed Total Value of New Contract
01/10/2024 – 30/09/2029 with extension 01/10/2029 - 30/09/2030	£440,000 exc. VAT	£2,200,000 exc. VAT

2. All-Wales Meat and Poultry Provision

Proposed outcome

Duration of Contract	Proposed Supplier (s)	Current Annual Local Contract Value	Proposed Annual Value of New AW Contract	Proposed Total Value of New AW Contract – 4-year term (3+1)
01/07/2024 – 30/06/2027	Castell Howell Foods Ltd	£393,849.90 exc. VAT	£379,646.46 exc. VAT	£1,518,585.84 exc. VAT

3. Outsourcing Trauma and Orthopaedics Procedures Extension

Proposed outcome

Duration of Contract	Proposed Supplier (s)	Current Total Local Contract Value	Proposed Value of Extension	Proposed Total Value of New Contract
01/04/2024 – 31/03/2025	BMI Hospitals and Practice Plus Group (Emerson Green)	£1,794,870.75 exc. VAT	£4,250,000 exc. VAT	£6,044,870.75 exc. VAT

Asesiad / Assessment

Tender Process

1. Data Centre Storage, Computing and Hypervisor environment Replacement – GGH and WGH.

The Health Board is seeking to replace the hardware and software at its Data Centres at GGH and WGH with the current equipment reaching end of life at the end of the calendar year. Approval is sought to undertake a mini competition via the National Procurement Service (NPS) Framework utilising LOT 5 (Solutions) to award a 5-year contract with a one-year extension option.

2. All-Wales Meat and Poultry Provision

The current All-Wales Meat and Poultry Contract has expired. The All-Wales Provisions team are seeking approval following an open Official Journal of the European Union (OJEU) tender process to award a new Meat and Poultry contract for a three-year term with a one-year extension option.

The contract was broken down into the 5 lots below:

- Lot 1 - Fresh and Frozen Raw Meat

- Lot 2 - Fresh and Frozen Cooked and Raw Poultry
- Lot 3 – Chilled Cooked Meats
- Lot 4 – Bacon and Sausage (North and East)
- Lot 5 – Bacon and Sausage (South and West)

Following the evaluation process, the recommendation is to award to Castell Howell Foods Ltd for all 5 lots.

3. Outsourcing Trauma and Orthopaedics Procedures Extension

The contract was initially awarded for a 3-month period to the end of March 2024 with the option to extend for 12 months. After a successful 3 months of procedures, the service would like to utilise the 12-month extension to maintain service provision and further reduce referral to treatment times in line with Welsh Government targets. Should funding be approved, up to an additional 500 procedures can be undertaken to meet Welsh Government targets before 31 March 2025. The extension will be on a zero-commitment basis and assuming that all procedures will be completed.

Argymhelliad / Recommendation

The Sustainable Resources Committee (SRC) is asked to scrutinise and recommend for Board to: -

- **APPROVE** to proceed to commence the tender for the Data Centre Storage, Computing and Hypervisor Environment Replacement to provide services from 1 October 2024 to 30 September 2029 or with extension option to 30 September 2030, these contracts will have onwards submission to Hywel Dda Public Board and Welsh Government for approval.
- **RATIFY** the award of the All-Wales Meat and Poultry Provision, 1 July 2024 – 30 June 2027. This contract will have onwards submission to Velindre NHS Trust (as hosts of NHS Wales Shared Services Partnership) Public Board and Welsh Government for approval.
- **APPROVE** to proceed to extend the contract for Outsourcing Trauma & Orthopaedics Procedures Extension to provide services from 1 April 2024 to 31 March 2025, these contracts will have onwards submission to Hywel Dda Public Board. Please note that there is no requirement for Welsh Government approval as this is a pre-approved All Wales Framework,

Amcanion: (rhaid cwblhau)

Objectives: (must be completed)

Committee ToR Reference: Cyfeirnod Cylch Gorchwyl y Pwyllgor:	3.5	Review major procurements and tenders, such as outsourcing, in relation to achieving Referral to Treatment targets.
	3.6	Commission regular reviews of key contracts, suppliers and partners to ensure they continue to deliver value for money.

Cyfeirnod Cofrestr Risg Datix a Sgôr Cyfredol: Datix Risk Register Reference and Score:	Not Applicable.
Parthau Ansawdd: Domains of Quality Quality and Engagement Act (sharepoint.com)	7. All apply
Galluogwyr Ansawdd: Enablers of Quality: Quality and Engagement Act (sharepoint.com)	6. All Apply
Amcanion Strategol y BIP: UHB Strategic Objectives:	All Strategic Objectives are applicable
Amcanion Cynllunio Planning Objectives	Not Applicable
Amcanion Llesiant BIP: UHB Well-being Objectives: Hyperlink to HDdUHB Well-being Objectives Annual Report 2021-2022	9. All HDdUHB Well-being Objectives apply

**Gwybodaeth Ychwanegol:
Further Information:**

Ar sail tystiolaeth: Evidence Base:	Not Applicable
Rhestr Termiau: Glossary of Terms:	NPS – National Procurement Service OJEU – Official Journal of the European Union
Partïon / Pwyllgorau â ymgynhorwyd ymlaen llaw y Pwyllgor Adnoddau Cynaliadwy: Parties / Committees consulted prior to Sustainable Resources Committee:	Not Applicable

**Effaith: (rhaid cwblhau)
Impact: (must be completed)**

Ariannol / Gwerth am Arian: Financial / Service:	Not Applicable
Ansawdd / Gofal Claf: Quality / Patient Care:	Not Applicable

Gweithlu: Workforce:	Not Applicable
Risg: Risk:	Not Applicable
Cyfreithiol: Legal:	Not Applicable
Enw Da: Reputational:	Not Applicable
Gyfrinachedd: Privacy:	Not Applicable
Cydraddoldeb: Equality:	Not Applicable