



Cabinet Member for Policing and Equalities

Time and Date

9.00 am on Monday, 18 March, 2024

Place

Diamond Room 6 - Council House

Public Business**1. Apologies****2. Declarations of Interest****3. Minutes** (Pages 3 - 6)

(a) To agree the Minutes of the meeting held on 18 January, 2024

(b) Any matters arising

4. Proposed Amendments to the Constitution (Pages 7 - 58)

Report of the Director of Law and Governance

5. Outstanding Issues

There are no outstanding issues

6. Any Other Business

To consider any other items of business which the Cabinet Member decides to take as a matter of urgency because of the special circumstances involved.

Private Business

Nil

Julie Newman, Director of Law and Governance, Council House, Coventry

Friday, 8 March, 2024

Note: The person to contact about the agenda and documents for this meeting is Usha Patel Email: usha.patel@coventry.gov.uk

Membership: Councillor AS Khan, Cabinet Member

By invitation: Councillor P Akhtar, Deputy Cabinet Member, Councillor P Male, Shadow Cabinet Member

Public Access

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Usha Patel**Email: usha.patel@coventry.gov.uk**

Coventry City Council
Minutes of the Meeting of Cabinet Member for Policing and Equalities held at 9.30
am on Thursday, 18 January 2024

Present:

Members: Councillor AS Khan (Cabinet Member)
 Councillor P Male (Shadow Cabinet Member)
 Councillor P Akhtar (Deputy Cabinet Member)

Other Members: Councillor T Sawdon

Employees (by Service Area):

Environmental Services: T Wetherhill

Law and Governance: U Patel

In attendance: Petition Organiser

Public Business

11. Declarations of Interest

There were no declarations of interest.

12. Petition - Save this beautiful Ash Tree from being felled by Coventry City Council

The Cabinet Member considered a report of the Director of Streetscene and Regulatory Services which responded to a petition headed "Save this beautiful ash tree from being felled by Coventry City Council".

Works to fell and make safe an ash tree in Howes Lane, Finham, were objected to by a local resident. Subsequently, a petition was submitted to the Council bearing 151 signatures to save the tree from being felled.

In order not to delay matters, the petition was discussed with the Cabinet Member and a determination letter explaining the proposed course of action was sent to the petition organiser on 26 September 2023. However, the petition organiser requested that the matter be dealt with by way of a report to be considered at a meeting of the Cabinet Member.

The Health and Safety at Work (HSW) etc Act 1074 states that Coventry City Council has a duty to all that is reasonably practicable to ensure that people are not exposed to risk to their health and safety.

Around half of all fatalities due to falling trees or branches occur in public spaces, such as a park or beside roads, so section 3 HSW Act may be applicable. Whilst the Health and Safety Executive may regard the average risk as extremely low,

the law requires that where reasonably practicable measures are available, in individual cases, they should be taken.

The ash tree was initially visually assessed in November 2022 by the urban forestry officer in response to concerns from the owners of the neighbouring property whose garden is dominated by the tree. Work had been undertaken by the Council and the owners of the neighbouring property, under their common law rights of abatement, to reduce its size and to try and reduce the risk of catastrophic failure, which could affect their property or person.

The assessment concluded that it was now time for the tree to be removed and the area be made completely safe. The tree was and currently is, displaying fungal fruiting bodies of the wood decay pathogen, *inonotus hispidus*. This disease was significant on ash trees due to the way in which it affected the structure of the wood tissue. It made the wood brittle and easy to snap. This would leave the tree vulnerable to major failure in moderate weather condition or periods of drought.

Works were ordered to fell the tree, but to leave a standing trunk at approximately 4m which would form valuable habitat for invertebrates whilst making it safe for those that pass or live adjacent to it. Ordinarily, when a tree was due to be felled, nearby residents would be notified of the proposed works and the resulting impact on the landscape. However, due to the unprecedented volume of work being raised, this was overlooked. When the contractor arrived to undertake the work, a local resident complained that no one knew of the works and quite rightly, pointed out that it was nesting season. The work was stopped. It was at this stage that the petition was raised by the resident.

Officers met with residents, and it was agreed that a detailed assessment of the tree would be undertaken to assess the condition of the tree. The best method of assessment was to use a micro drill to drill the areas of concern where the decay would be. This would allow the user to feel the drilling resistance of the wood as healthy wood has a certain level of drilling resistance, but decayed wood would be easy to drill through. Measurements were recorded and photographed; these were included in the appendix of the report.

The drilling had confirmed the initial concern for the tree's structure. The drilling in the upper part of concern revealed that only a fraction of healthy wood tissue remained which confirmed that a future major failure was likely. It was difficult to determine when this was likely to happen, however the tree was found to be outside the known acceptable parameters of tree management in relation to wood decay and should be made safe.

It was believed that the periods of drought experienced in the last few years had contributed to the overall health of trees that were living with wood decaying pathogens. This together with "summer drop" caused by periods of dry weather, would increase the likelihood of major failure.

Now that the condition of the ash tree was known and work was not undertaken to make it safe, should anything happen in the future, this could be considered as negligence.

Councillor T Sawdon, a Wainbody Ward Councillor and the petition organiser attended the meeting and spoke in respect of their objections to the tree being felled. They raised the following matters:

- Branch drop from the tree had not been witnessed by the petitioner
- Residents had not been notified of the proposed works to the tree
- Competency of workers on site
- The subsequent impact on wildlife if the tree was felled
- Poor record of tree management in the area
- Context and explanation of the photographs showing decay
- Whether only the decaying branches could be removed

Having considered the report and the representations made at the meeting, the Cabinet Member considered that the top of the crown should be reduced to the main fork whilst retaining the limb used by birds and as much of the lower branches as possible, whilst making the tree safe.

RESOLVED that the Cabinet Member approves the works to the tree as indicated at the meeting, to reduce the top of the crown down to the lowest main fork, retaining the limb that birds utilise and as much of the lower branches as possible, whilst making the tree safe.

13. **Outstanding Issues**

There were no outstanding issues.

14. **Any Other Business**

There were no other items of public business.

(Meeting closed at 10.30 am)

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Public report
Cabinet Member

**Cabinet Member for Policing and Equalities
Council**

18 March, 2024
19 March, 2024

Name of Cabinet Member:

Cabinet Member for Policing and Equalities – Councillor AS Khan

Director approving submission of the report:

Director of Law and Governance

Ward(s) affected:

None

Title:

Proposed Amendments for the Constitution

Is this a key decision?

No

Executive summary:

The Constitutional Advisory Panel, at its meeting on 26 February, 2024, considered proposed amendments to the Constitution in relation to changes to the Contract Procedure Rules (Part 3G) and the Financial Procedure Rules (Part 3F).

The Advisory Panel agreed with the proposed amendments. This report seeks approval from the Cabinet Member for Policing and Equalities and Council to the proposed amendments to the Constitution.

Recommendations:

The Cabinet Member for Policing and Equalities is requested to recommend that Council approves Recommendations (1) and (2) below:-

- (1) The proposed amendments to the Contract Procedure Rules (Part 3G of the Constitution) as detailed in **Appendix A** to the report with immediate effect
- (2) The proposed amendments to the Financial Procedure Rules (Part 3F of the Constitution) as detailed in **Appendix B** to the report with immediate effect

Council is recommended to approve Recommendations (1) to (2) above and authorise the Director of Law and Governance to make any necessary amendments to the Constitution.

List of Appendices included:

The following appendices are attached to the report:

Appendix A – Details of the proposed amendments to the Contract Procedure Rules (Part 3G)

Appendix B – Details of the proposed amendments to the Financial Procedure Rules (Part 3F)

Background papers:

N/A

Other useful documents

N/A

Has it or will it be considered by Scrutiny?

No

Has it or will it be considered by any other Council Committee, Advisory Panel or other body?

Yes - Constitutional Advisory Panel – 26 February, 2024

Will this report go to Council?

Yes – 19 March, 2024

Report title: Proposed Amendments for the Constitution

1. Context

- 1.1 The Council's Constitution sets out how the Council carries out its business and makes decisions. It is a living document and is reviewed and updated from time to time to ensure that it meets changing legislative requirements and reflects changes in practise within the Council.
- 1.2 The Constitutional Advisory Panel at its meeting on 26 February, 2024 considered proposed changes to the Constitution. These were:-
- a) Amendments to the Contracts Procedure Rules as set out in Part 3G of the Constitution
 - b) Amendments to the Financial Procedure Rules as set out in Part 3F of the Constitution

2. Options considered and recommended proposals

2.1 Contracts Procedure Rules – Part 3G

- 2.1.1 The Health Care Services (Provider Selection Regime) Regulations 2023 (“PSR”) is a new set of rules which govern the arrangement of healthcare services in England, introduced by regulations made under the Health and Care Bill, and which came in to force as of 01 January 2024.
- 2.1.2 The PSR must be followed for all applicable procurement activity by Integrated Care Boards (ICBs), the NHS and Local Authorities.
- 2.1.3 Relevant authorities must follow one of seven (7) processes when procuring health care services. In addition, there is no threshold to the PSR, meaning that all applicable activity, regardless of value, must follow the new Regulations.
- 2.1.4 The proposed amendments to the Contract Procedure Rules (“CPRs”) are the second of three changes being brought to Council following the inclusive procurement changes in December 2023 and anticipated changes with the introduction the new Procurement Act coming in summer 2024.
- 2.1.5 The proposed amendments reflect new governance arrangements specific to procurement activity captured by the PSR and can be summarised as follows:
- **Reference to and background of the Provider Selection Regime** (reflected in Section 1).
 - **Bespoke governance process for Health Care services** (reflected in Section 2 and throughout relevant sections). Unlike the PCR2015 and other associated public

procurement regulations, there are no thresholds associated with the Provider Selection Regime (PSR), meaning all contracts of all values are captured within the PSR. As such, in order to maintain oversight of decision-making processes to ensure compliance with the transparency requirements of the PSR, all procurement activity relating to healthcare services caught under the PSR are to be brought to Procurement Panel / Board.

- **Removal of permitted exceptions** to the Contract Procedure Rules for Health Care services. There are no thresholds relating to the Provider Selection Regime, and as such, all contracts entered in to relating to Health Care services are required to comply with the legislation.
- Establishing a **default position of utilising the Competitive Process** under the PSR to drive value for money. Utilisation of any of the other permitted procurement processes and deviation away from the default position will need to be justified through the appropriate governance documentation brought to Procurement Panel or Procurement Board.

2.1.6 The Constitutional Advisory Panel agreed that all of the proposed amendments, as detailed in **Appendix A**, should be recommended to the Cabinet Member for Policing and Equalities for approval.

2.2 Financial Procedure Rules – Part 3F

2.2.1 Legal Services in consultation with the Council's Financial Services have conducted a review of the approval requirements for grant income and grant expenditure set out in the constitution following feedback from its officers.

2.2.2 The Council is regularly under extreme pressure to accept and administer grants in short timescales imposed by funding bodies. If such timescales are not complied with the Council may not be able to accept the grant.

2.2.3 It is considered that the current constitutional requirements affect the Council in efficiently accepting and administering grant in the necessary timescales.

2.2.4 Currently the approval requirements for grant income and grant expenditure can at times lead to unnecessary complication and inefficient governance. It is considered that the approval requirements for grant income and grant expenditure should be amended so that (where relevant) approval can be sought for both the acceptance of the Grant Income and delegated authority to facilitate the Grant Expenditure at the same time where possible and drive efficiency in the governance approval process.

2.2.5 It is considered that the current constitutional requirements has resulted at times in the exercise of the Chief Executive Emergency Powers where time does not permit the approval of Council. The proposed changes will help to reduce such instances.

2.2.6 The proposed changes to Part 3F Financial Procedure Rules can be summarised as follows:

- Administrative changes (titles).
- Updated procedural requirements for filing of grants on the grant register.

- Updated financial thresholds.
- Updated officer and member approval requirements.

2.2.7 The proposed changes are recommended in furtherance to the Council's on-going commitment to effective governance arrangements.

2.2.8 The Constitutional Advisory Panel agreed that all of the proposed amendments, as detailed in **Appendix B**, should be recommended to the Cabinet Member for Policing and Equalities for approval.

3. Results of consultation undertaken

3.1 The proposed amendments have been considered by the Constitutional Advisory Panel to which all Group Leaders were invited to attend together with the Cabinet Member for Strategic Finance and Resources and the Chair of the Audit and Procurement Committee.

4. Timetable for implementing this decision

4.1 It is proposed that following Council approval, the amendments to the Constitution be implemented immediately.

5. Comments from the Director of Finance and Resources and the Director of Law and Governance

5.1. Financial Implications

There are no specific financial costs arising from the recommendations within this report. The changes proposed to contract procedure rules are a legislative change with no additional financial implications. Changes to the Financial Procedure Rules relate to the governance and approval processes relating to the application for, acceptance of and approval requirements to receive grants and pay grants to external organisations

5.2. Legal Implications

There are no specific legal implications arising from the recommendations within this report. The proposed changes to the Contract Procedure Rules reflect a change in legislation.

6. Other implications

6.1. How will this contribute to the One Coventry Plan?

<https://www.coventry.gov.uk/strategies-plans-policies/one-coventry-plan>

Not applicable.

6.2. How is risk being managed?

There is no direct risk to the organisation as a result of the contents of this report.

6.3. What is the impact on the organisation?

Not applicable

6.4. Equalities / EIA?

Not applicable

6.5. Implications for (or impact on) climate change and the environment?

None

6.6. Implications for partner organisations?

None

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Councillor M Mutton	Chair of the Constitutional Advisory Panel	-	01/03/24	01/03/24
Councillor A S Khan	Cabinet Member for Policing and Equalities	-	07/03/24	07/03/24

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Part 3G –Contract Procedure Rules

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PART 3G: CONTRACT PROCEDURE RULES

1. Introduction

1.1 These Contract Procedure Rules (CPRs) are the standing orders required by the Local Government Act 1972. They are part of the Council's Constitution and are, in effect, the instructions of the Council to officers and councillors for making contracts on behalf of the Council. The purpose of these CPRs is to set clear rules for the procurement of works, goods and services for the Council and to ensure a system of openness, integrity and accountability, in which the probity and transparency of the Council's procurement process will be beyond reproach. Accordingly, these CPRs must be followed for **all** contracts (but excluding the categories listed in Rule 6.2, grants and land contracts which are dealt with under different rules) for:-

- the supply of goods to the Council;
- the supply of services to the Council; and
- the execution of works for the Council.

1.2 The Council has a Procurement Strategy, setting out how the Council intends to go about procuring works, goods and services. Conformity to these CPRs, and the Council's Employee Code of Conduct and relevant associated employment policies, will ensure that contracts are let in accordance with the *Procurement Strategy* and any associated *User Guides and Procedures*.

1.3 The Council is subject also to the following regulations:

(a) Public Contracts Regulations 2015 (SI 2015/02) in relation to the procurement of goods, services and works,

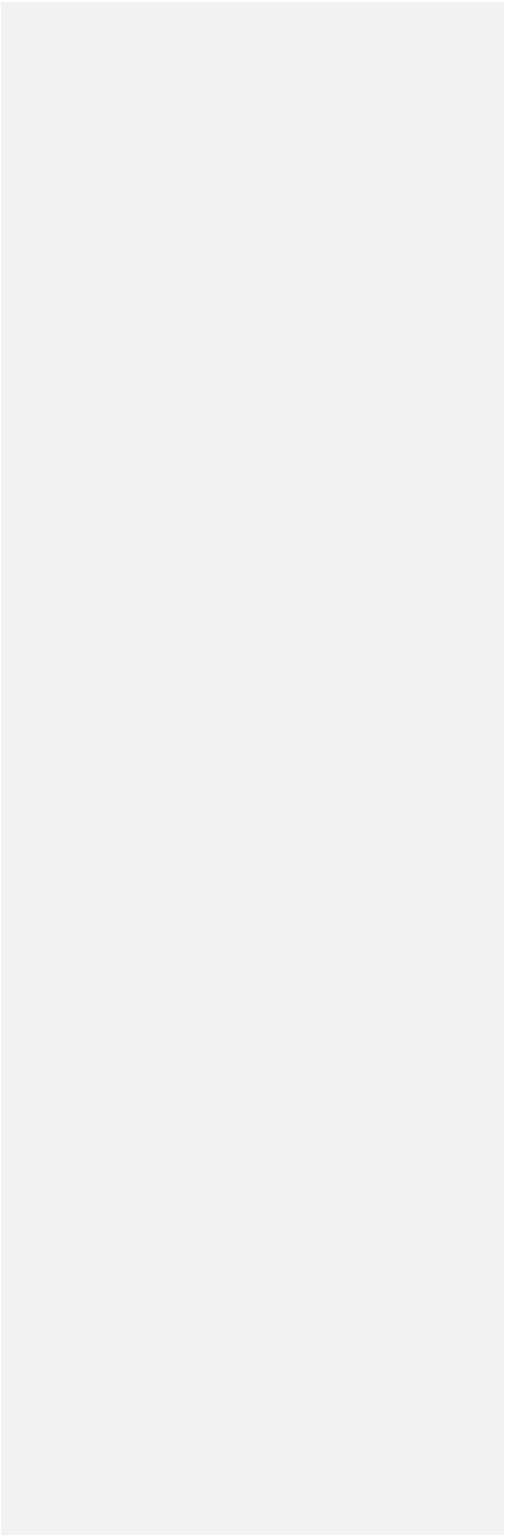
(b) Concession Contracts Regulations 2016 in relation to the placement of concession contracts,

(c) the Health Care Services (Provider Selection Regime) Regulations 2023, (introduced by the Health Care Act 2022 for the procurement of in-scope health care services and public health services in England,

~~These legislations requires contract letting procedures to be open, fair and transparent. Public Contracts Regulations 2015(SI 2015/102), the legislation which reflects the EU Public Procurement Directives. This legislation requires contract letting procedures to be open, fair and transparent. —~~ These CPRs provide a basis for true and fair competition in contracts, by providing clear and auditable procedures, which, if followed, will give confidence that the Council has a procurement regime that is fully accountable and compliant with the

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legislation.



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		be demonstrated.				Deeds, they must be executed by Legal Services.			
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<p>£10,000 to £99,999</p>	<p>Director approval or delegated authority to budget holder</p> <p>(Copies of Quotations MUST be forwarded to Legal and Procurement Services for order to be approved)</p>	<p>Minimum of five (5) written or oral quotations (see 3 below for thresholds). Where possible, a minimum of three (3) should be from local suppliers or social enterprises.</p> <p>Or appointment of a Local Authority Trading Company (LATC) in accordance with PCR2015 where best value can be demonstrated.</p>	<p>(i) Yes where over £25k and 'open market'. No where under £25k or closed exercise.</p> <p>(ii) Not Required</p>	<p>£10,000 - £24,999</p> <p>(i) Optional (ii) Not Required</p> <p>£25,000 - £99,999</p> <p>(i) Yes (ii) Not Required</p>	<p>Minimum five (5) working days between £10,000 - £24,999.</p> <p>Minimum ten (10) working days between £25,000 - £99,999.</p>	<p>Official order form or Standard Form of Contract</p>	<p>Officers must use the electronic Quotations Pack via the Council's e-tendering system for contract values £25,000 - £99,999</p>	<p>Director or authorised deputy</p>	<p>Endorsed/Signed by Director or authorised deputy</p>
<p>Below £10,000</p>	<p>Budget holder</p>	<p>Use of corporate contract or demonstrable value for money</p>	<p>(i) Not Required (ii) Not Required</p>	<p>(i) Not Required (ii) Not Required</p>	<p>Not Applicable</p>	<p>Official order form (or Council Procurement Card)</p>	<p>N/A</p>	<p>Authorised by Budget Holder</p>	<p>Authorised by Budget Holder</p>

Note 1 – Where PCR 2015 thresholds are not exceeded, a minimum of five (5) competitive tenders must be sought with the tender advertised on Contracts Finder

Note 2 – Framework agreements need approval by the relevant Procurement Panel or Procurement Board only, based on the total estimated/potential expenditure. Cabinet

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Approval will also be required for each individual Contract placed against a framework agreement where the annual value is £1,000,000 or over.

Governance process for Health Care Services under the Provider Selection Regime

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6	Column 7	Column 8	Column 9	Column 10
Financial Value (per Contract) for Governance	Approval to Procure	Minimum Process	Advertising opportunity on Find a Tender	Advertising award on Find a Tender	Minimum Tender/Quote Timescales	Contract Terms	Opening of tenders	Authority to Award Contract	Contract Signing
▲ £1,000,000 and above	Procurement Board. In addition, unless acting within approved budgets, Cabinet where the Contract Value (not estimated framework value) is £1m and above per annum basis	The most appropriate provider selection process in accordance with the Health Care Services (Provider Selection Regime) Regulations 2023. The default position for new and re-procured services is that of the Competitive Process.	Direct Award A - No Direct Award B - No Direct Award C - Yes Most Suitable Provider - Yes Competitive Process - Yes	Direct Award A - Yes Direct Award B - Yes Direct Award C - Yes Most Suitable Provider - Yes Competitive Process - Yes	Where utilising the Competitive Process, a minimum fifteen (15) working days.	Standard or Bespoke Form of Contract. Where contracts are in the form of Deeds, they must be sealed by Legal Services. Contracts over £1,000,000 will need to be in the form of a Deed	Electronic tenders via the Council's e-tendering system	If within approved tolerance agreed at Column 2, e.g., <10% above estimated price, or report back to relevant body in Column 2 for approval	£1m and above - City Solicitor or authorised deputy £100,000 to £999,999 – Director and/or Head of Service £10,000 to £99,999 – Endorsed/signed by Director or authorised deputy Below £10,000 – authorised by Budget Holder
Up to £999,999	Procurement Panel					Standard or Bespoke Form of Contract. Where contracts are in the form of Deeds, they must be executed by Legal Services.			

Note 2 – Framework agreements need approval by the relevant Procurement Panel or Procurement Board only, based on the total estimated/potential expenditure. Cabinet Approval will also be required for each individual Contract placed against a framework agreement where the annual value is £1,000,000 or over.

3. Financial Thresholds for Procedure

Contract Procedure Rules (CPRs)	
Quick Reference Guide Table – Financial Thresholds	
Above PCR 2015 thresholds (Note 2 below)	
£4,477,174+ (£5,372,609 including VAT)	Competitive tenders in compliance with Public Contracts Regulations 2015 required for Works, and Concession contracts.
£552,950+ (£663,540 including VAT)	Competitive tenders in compliance with Public Contracts Regulations 2015 required for Supplies and Services contracts that are subject to Regulation 74 (Light Touch Regime) for Health and Social Care contracts.
£179,086+ (£214,904 including VAT)	Competitive tenders in compliance with the Public Contracts Regulations 2015 required for Supplies and Services contracts.
<p>Form of Contract: Contracts for £999,999 or less in value can be signed for and on behalf of the Council under hand by Directors and Heads of Service.</p> <p>As a general rule, any works contract and high value contract with a value equal to or exceeding £1,000,000 which are to be expressed to be executed as deeds must either be:</p> <ul style="list-style-type: none"> • made under the Council's seal attested by the City Solicitor or authorised signatory; or • signed by at least two officers of Legal Services duly authorised by the City Solicitor. 	
Below PCR 2015 thresholds	
£100,000 – up to PCR thresholds as listed above (relevant to spend type, e.g., Works, Supplies or Services)	<p>At minimum of five (5) potential suppliers, should be invited to tender. Where possible those invited to tender should include at least three (3) local suppliers i.e., office based within CV1-CV6 postcodes.</p> <p>MUST be advertised on Contracts Finder.</p> <p>Or direct appointment of a Local Authority Trading Company (LATC) in accordance with PCR2015 where best value can be demonstrated.</p>
£10,000 - £99,999	<p>MUST use corporate contracts where one exists.</p> <p>Competitive quotations</p>

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	<p>£10,000 and up to £24,999 - a minimum of five (5) verbal quotations (which must be confirmed by email) must be sought - quotation pack use is optional.</p> <p>£25,000 and up to £99,999 - a minimum of five (5) quotations MUST be requested in writing using quotation pack (via the Council's e-tendering system with option to publish on Contracts Finder). Where possible those invited to tender should include at least three (3) local suppliers i.e., office based within CV1-CV6 postcodes.</p> <p>Or direct appointment of a Local Authority Trading Company (LATC) in accordance with PCR2015 where best value can be demonstrated.</p>
Below £10,000	Must use corporate contracts where one exists or show value for money.
<u>Health Care Services (Provider Selection Regime) Regulations (no threshold)</u>	<p><u>Must use corporate contracts where one exists.</u></p> <p><u>Must follow provider selection processes outlined in the Regulations.</u></p> <p><u>Must follow corporate guidance and governance process in accordance with these CPRs.</u></p>
Note 3: PCR Thresholds	<p>PCR Thresholds are revised every 2 years on 1st January. Figures quoted above for Works and Concessions (£4,477,174 plus VAT), Light Touch Regime Services (£552,950 plus VAT) and Supplies and Services (£179,086 plus VAT) are applicable from 1st January 2024 – 31st December 2025.</p>

3.1 The Director responsible for Legal and Procurement Services and the Chief Operating Officer (if they are not the same officer) or his/or her authorised deputy, subject to conditions, may grant authorise a contract as an exception to the CPRs if the works or goods/services are below PCR thresholds. An exception cannot be granted where a breach of any UK legislation would be incurred.

4. Objectives

4.1 The CPRs exist to achieve the aims set out below and to assist and protect the interests of the Council and individual Officers.

It is important that they are viewed as ***an aid to good management and not as a hindrance***. Followed properly, they provide protection for Officers against criticism and support good procurement practice.

Officers must be able to demonstrate that they followed procedure or had obtained the necessary authority for not doing so, in order to:-

✘ ensure value for money is obtained;

Part 3G – Contract Procedure Rules

✓

- ✓ ensure probity in the award of Council contracts;
- ✓ ensure fairness, equity, openness and transparency in the treatment of contractors/suppliers;
- ✓ ensure that procedures for placing contracts/orders comply with legislation;
- ✓ ensure records are kept which demonstrate compliance with CPRs.

5. Scope of CPRs

5.1 All purchases and contracts made in the name of and binding the Council must comply with these CPRs, and also any contract that involves income to the Council. This includes contracts where the expenditure is grant aided by a third party. These rules also apply to a company which is owned or controlled by the Council or is funded by public money. Any arrangement where the Council pays or receives money or equivalent value, other than a contract to employ staff, must comply with these Rules. This includes contracts for:

- (a) buying and selling goods;
- (b) any work being carried out;
- (c) services (including financial and consultancy services);
- (d) hire, rental or lease (of goods)
- (e) concession agreements

5.2 To receive and deal with expressions of interest (through the Procurement Board or the Panels as appropriate) from relevant bodies in providing or assisting in providing a relevant service on behalf of the Council in accordance with Part 5, Chapter 2 of the Localism Act 2011 and to consult with the relevant Cabinet Member on each expression of interest that is received.

6. Compliance

6.1 Every contract entered into on behalf of the Council must comply with these CPRs and all relevant UK legislation.

6.2 The only areas excluded from these Rules are:

- (a) Internally recharged services;
- (b) Schemes where the Council has delegated a function to a third party to perform and where a contract makes separate provision for procurement rules
- (c) Test purchasing in the course of an Officer's duty. (e.g. Trading Standards).
- (d) Land transactions

Part 3G – Contract Procedure Rules

(e) Grants

~~(e) Grants~~

- 6.3 All contracts must be in writing. ~~Except Unless~~ in an emergency situation which has been approved by the Head of Legal and Procurement Services (or in their absence, the Deputy Head of Procurement), contracts under £100,000 in value must be made on an official Council order form or standard form of contract, as appropriate, approved by a designated Authorising Officer, with the Council's standard terms of trading endorsed or referred to. For works contracts, one of the standard forms of contract, such as the NEC, JCT or ICE forms may be appropriate. The Legal and Procurement Services Team, in consultation with Legal Services, will advise on other suitable forms of contract.
- 6.4 Responsibility for compliance with CPRs remains at all times with Council officers. Directors and the Head of Legal and Procurement Services will be responsible for monitoring compliance against these rules, aided by internal or external audits or inspections which will be carried out as appropriate.
- 6.5 See Rule 8 regarding approvals required before a Relevant Procedure (as defined in Rule 8.1.1) may be commenced.

7. Justification of Need

7.1 Before any Relevant Procedure (as defined in Rule 8.1.1) is commenced consideration must be given to:

- ~~(a) (a)~~ whether the expenditure is really necessary, and/or can demonstrate benefit to residents or the Council;
- ~~(b)~~ whether a critical review has been carried out to identify if the requirement can be met from within existing resources or whether it is being funded through grants or other approved income sources;
- ~~(b) (e)~~ the revenue consequences of any capital investment; and
- ~~(c) (d)~~
- ~~(d)~~ in any case, whether the necessary approvals in Rule 8 have been obtained.

8. Approvals Required before Certain Relevant Procedures are Commenced

- 8.1 Rule 8 applies to any Relevant Procedure:
- 8.1.1 *Relevant Procedure*: means any procedure conducted by or on behalf of the Council for the genuine purpose of the Council (alone or with others) entering into a contract for the purchase of goods, services and/or works, subject to the following:

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- (a) This shall include (without limitation), the seeking of quotations, the conduct of any tender exercise including the Provider Selection Regime, the conduct of any mini-competition exercise under a framework agreement, the making of a purchase under a dynamic purchasing system or off an approved list (or the like), and the conduct of a negotiated procedure by or on behalf of the Council.
- (b) This shall not include any genuine exercise to research market conditions (including without limitation, any soft market testing or benchmarking exercise) which is not in itself genuinely intended to directly result in the Council entering into a contract for the purchase of goods, services and/or works.

8.1.2 This Rule 8 only applies to conduct involving Council members and its officers and does not apply as between the Council and the public at large. Accordingly (and without limiting the implications of this), non-compliance by the Council or by any of its members or officers with all or any part of this Rule 8 shall not in itself result in any of the following:

- (a) Any act by or on behalf of the Council resulting from that non-compliance being invalid for any reason (including without limitation, any assertion that the Council has acted beyond its powers).
- (b) Any member of the public (including any person to who takes part in a Relevant Procedure which is conducted in breach of this Rule 8) having any claim of any kind whatsoever against the Council, including any claim for compensation.

8.2 *Requirements before a Relevant Procedure may be commenced:*

All of the following, to the extent relevant, and without limiting other requirements elsewhere in the Council's Constitution but subject to the exceptions in Rule 8.5 must be completed before a Relevant Procedure may be commenced:

- (a) The expenditure must be within approved budget and policy framework which has been approved by Members.
- (b) The use of expenditure must have been approved by the Procurement Board (or on the Procurement Board's behalf by the Procurement Panel where relevant) in accordance with Rule 8.3.
- (c) Where the Relevant Procedure is a sensitive matter (see Rule 8.4), the Procurement Board shall consider and give its approval or delegate the approval to the Procurement Panel.

8.43 *Delegation by the Procurement Board of the task of considering whether to approve a prospective Relevant Procedure for the purposes of Rule 8.2(b).*

The Procurement Board may (but shall not be obliged to) delegate that task to Procurement Panel (or any other relevant subcommittees the Procurement Board has in place from time to time), **but only if both of the following conditions** apply to the prospective Relevant Procedure under consideration:

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- (a) The reasonably estimated total value of the contract or contracts for goods, services and/or works expected to be entered by the Council at the conclusion of the Relevant Procedure (whether under a single contract, as aggregated under a framework agreement across its full term, across two (2) or more lots contained in the same Relevant Procedure, or as aggregated under a series of reasonably connected contracts) is **less than** £1,000,000 (one million pounds). Where there is reasonable doubt about whether the value is to exceed that figure, there shall be a presumption for the purposes of this Rule 8.3 (a) that it does exceed that figure; **and**
- (b) The Relevant Procedure is **not** a sensitive matter (see Rule 8.4).

~~8.5~~ 8.4 Any of the following may constitute a 'sensitive matter' for the purposes of this Rule 8 but the Procurement Board or Procurement Panel will make the decision.

- (a) There is a significant risk (on a reasonable view) that the Relevant Procedure (and/or any purchase of goods, services and/or works resulting from it) will create serious adverse publicity for the Council.
- (b) Under the proposed contract for the purchase of goods, services and/or works expected to result from the Relevant Procedure, the Council would be required to deal with a particular supplier or provider on an exclusive basis.

~~8.65~~ 8.65 *Exceptions to obtaining any of the approvals required in Rule 8: only with the written consent of the Director responsible for Legal and Procurement Services and the Chief Finance Officer (if they are not the same person).*

9. The Procurement Board and Procurement Panel

9.1. Composition of the Procurement Board:

- (a) *Appointment and removal of Procurement Board members:* from time to time in accordance with its approved terms of reference and its members must include the Chief Operating Officer, a minimum of two (2) Directors and the Head of Legal and Procurement Services.
- (b) *How the Procurement Board is to conduct itself:* as determined by the Procurement Board's Terms of Reference, acting reasonably and in good faith, and in any case, lawfully.
- (c) *The Procurement Panel shall include:* Directors, Head of Function and other officers of the Council appointed or removed in accordance with its approved terms of reference.

9.2 The Procurement Board shall have the following powers:

- (a) To determine whether to approve or refuse any proposed Relevant Procedures which it has not otherwise delegated according to Rule 8.3;

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- (b) To monitor compliance with contract rules and monitor spend and contracts; to achieve savings;
- (c) The status of the Procurement Panel in place from time to time shall be as a sub-committee of the Procurement Board;
- (d) To establish and dissolve the Procurement Panel or similar sub-committee;
- (e) To establish the composition of members of the Procurement Panel or similar sub-committee, including appointment and removal of members, including any substitutes;
- (f) The conduct of the proceedings of the Procurement Panel or similar sub-committee from time to time;
- (g) Any act of the Procurement Panel or similar sub-committee (including any approval or refusal of a Relevant Procedure) shall be regarded as if it were the direct act of the Procurement Board itself;
- (h) To deal with expressions of interest from a relevant body exercising the right to challenge for a relevant service under Part 5, Chapter 2 of the Localism Act 2011;
- (i) To provide an annual report on the activities of the Procurement Board and Procurement Panel to Cabinet Member Portfolio Holder and to the Audit and Procurement Committee; and
- (j) The Chief Finance Officer has the power to vary the terms of reference of the Procurement Board and Procurement Panel.

9.3 The Procurement Panel shall have the following powers:

- (a) (b) (e) (g) (h) and (i) detailed in Rule 9.2.

10. Exceptions to CPRs

10.1 An exception to the CPRs is a permission to let a contract without complying with one or more of the Rules. An exception to CPRs may be granted subject to conditions. An exception cannot be granted where a breach of any UK legislation would be incurred.

10.2 Any Director may grant an exception to these CPRs where the value is below £100,000, except for contracts captured by the Provider Selection Regime. Any exception to CPRs of £100,000 and above (and up to PCR thresholds) will need the approval of the Director responsible for Legal and Procurement Services or his/her authorised deputy who may grant an exception to these CPRs. Applications for exceptions must be made in writing to the appropriate Director and include the exception rule that is requested and the justification for the exception. All Directors granting an exception or exceptions will notify Legal and Procurement Services of all exceptions granted at a frequency to be determined by the Director responsible for Legal and Procurement Services.

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- 10.3 The Director responsible for Legal and Procurement Services will keep a register of all exceptions to CPRs, which shall be available by appointment for inspection by members of the Council and the public. An annual report on exceptions granted in the previous financial year will be presented to the Procurement Board.
- 10.4 An application for an exception to CPRs to allow a contract to be let without genuine competition will not be granted without a cogent reason. A lack of time caused by inadequate forward planning is not a cogent reason and will not permit an exception to CPRs. If an application is granted, the Director responsible for the contract must demonstrate that the price obtained is not in excess of the market price and that the contract represents best value for money.
- 10.5 Where an exception has been granted in line with these rules, a further exception must be sought if the value of the original exception has been exceeded **or** the time period granted for the exception has elapsed.
- 10.6 An exception to the requirements to follow the tender or quotation procedure **may** be granted in the following circumstances:
- (a) an unforeseeable emergency involving danger to life or health or serious damage to property, in which the work, goods or services are required more urgently than would be possible if the tender or quotation procedure were followed;
 - (b) for justifiable technical reasons, the works, goods or services can be obtained from only one supplier;
 - (c) acquiring goods or services from a different supplier would result in incompatibility with existing goods or service or disproportionate technical difficulties;
 - (d) the proposed contract is an extension to or variation of, the scope of an existing contract, if permitted by the public procurement legislation i.e. below the required PCR threshold, *unless* the existing contract provides for an extension;
 - (e) there is a need to develop and influence the market by extending the range and provision of services, provided the contract is for a fixed term of no more than three years;
 - (f) it is necessary to enable the continuation of a new service, development of which was initially grant-aided, provided the contract is for a fixed term of no more than three years;
 - (g) when a grant from a public body includes a recommendation as to the supplier or is time limited;
 - (i) in furtherance of the Council's social enterprise policy, or other economic development aims, subject to the prevailing financial support limits for this type of activity and without breaching public procurement rules;

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- (j) if there are exceptional circumstances in which it would not be in the Council's best interests to follow the tender or quotation procedure or another Contract Procedure Rule.

10.7 An exception to Contract Procedure Rules is granted and separate authorisation is not required in the following circumstances:

- (a) placing an order against a contract/framework agreement let by another Public Body where contracts have been let to allow collaboration, e.g., Eastern Shires Purchasing Organisation (ESPO), Central Buying Consortium (CBC, Buying Solutions, etc.), where the value is below £100,000. If £100,000 or above, approval should be sought via the Procurement Panel or Procurement Board;
- (b) as part of a partnering contract that contemplates a series of contracts with a single supplier;
- (c) legislation requires the Council to let a contract differently from these Contract Procedure Rules;
- (d) value for money can be achieved by the purchase of second hand/used vehicles, plant or materials
- (e) the purchase of works of art, museum artefacts, manuscripts, archive collection items or the services of artistic and cultural performers;
- (f) Residential Placements for an individual with a registered care provider of their choice under the Care Act 2014; and
- (g) for decision making on utilities contracts. Due to the volatile nature of utilities markets and the need for expedient decision making, authority has been delegated through the approval of these Rules to the Director responsible for Legal and Procurement Services in consultation with the Chief Operating Officer. If the Chief Operating Officer is also the Director responsible for Legal and Procurement Services, then the decision will be made by the Chief Operating Officer in consultation with the Chief Executive or his nominated representative. All utilities contracts will be let through Legal and Procurement Services and in line with the procedures dictated by the Head of Legal and Procurement Services.

11. Valuation of Contracts and Aggregation of Requirements

11.1 The Director responsible for each contract must record an estimated value for the contract before any offers are sought.

11.2 The total value of the contract is the total amount that the Council expects to pay for the contract, either in a single sum or periodically over time and should be calculated in accordance with the most appropriate of the following:

- (a) Capital and fixed term contracts – the total price which is expected to

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be paid during the whole life of the contract period, including all extension options and contingency allowance

- (b) Where the contract period is uncertain, multiply the price estimated to be paid each month by 48
- (c) If the purchase is one of a series of regular transactions for the same type of item, the 'Total Value' is the expected aggregate value of all of those transactions over a 12-month period
- (d) For feasibility studies, it is the value of the scheme or contracts which may be awarded as a result

11.3 Contracts for the same works, goods or services must not be split into smaller, separate contracts to avoid compliance with these CPRs or the Public Contracts Regulations 2015.

12. Duties of Directors and the Head of Legal and Procurement Services

12.1 The Director is responsible for ensuring that all expenditure involving procurement activity complies with the CPRs and is responsible for ensuring that contracts within his/her division are managed and operated within the terms of the contracts themselves.

12.2 The Head of Legal and Procurement Services is responsible for maintaining a register of contracts and for providing an up-to-date copy of the register. Contracts for less than £25,000 need not be recorded in the register. The contracts register is to be published on the Council's website in accordance with the Local Government Transparency Code. Directors responsible for entering into contracts for £25,000 or more must notify the Director responsible for Legal and Procurement Services of contracts entered into at a frequency determined by the Director responsible for Legal and Procurement Services.

12.3 As soon as practicable after the Council's budget has been set and in any event before the end of March in each financial year, the Director must notify the Head of Legal and Procurement Services of all contracts (including their values) that his/her division plans to enter into during the following financial year.

12.4 The Director must use corporate contracts, where they are in place. To do otherwise would be unlikely to give value for money for the Council and may be in breach of the Public Contract Regulations 2015.

~~12.5~~ 12.5 If there is an in-house service available that operates as a trading unit, the Director must consider, in accordance with Value for Money principles, whether that service should be used or whether a contract should be let to an external provider, although all resource implications (e.g. TUPE implications and/or redundancies for directly employed staff), must be considered as part of the best value assessment.

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13. Selection of Procurement Route

- 13.1 When selecting the most appropriate procurement route to secure value for money, the Director, in consultation with the Head of Legal and Procurement Services, shall adhere to the following principles:
- (a) All practical options for contract packages and methods of procurement should be analysed and evaluated, with the object of selecting the option that most effectively ensures value for money is achieved. The preferred option must provide full, fair, transparent and open competition and be identified as the most economically advantageous bid.
 - (b) The scope of contract packages should take into account cross-cutting themes and outcomes identified by strategic, policy and service reviews. Stakeholders within and outside the Council should be consulted about service standards and specifications and investigation of the market undertaken. Performance under any current contract should be appraised and prospective performance considered in the light of consultations and investigations.
 - (c) The contract package should seek to stimulate diversity and innovation, enhance choice for service users and attract new suppliers.
 - (d) Partnerships between the public, private and voluntary sectors should be sought, which demonstrate a shared commitment to objectives that benefit users of the Council's services.

14. Authority to Enter into a Contract

- 14.1 Officers may only enter into a contract if authority is delegated to them or by specific decision of the Council, the Cabinet or Cabinet Member or Procurement Board or Procurement Panel.
- 14.2 Unless an officer has been given authority to enter into a contract, all contracts involving capital expenditure must be authorised by a specific decision of the Cabinet or a Cabinet member.
- 14.3 Unless an officer has been given authority to enter into a contract, all contracts involving revenue expenditure must be authorised by a specific item in the approved revenue budget for the relevant year. A specific item in the approved revenue budget is deemed to be an authority for the relevant Director to enter into a contract up to the value estimated.
- 14.4 All contracts will be let with the involvement of Legal and Procurement Services in consultation with service users and technical experts.
See Appendix 1 for Governance Flowchart

15. Specifications

- 15.1 The Director, in conjunction with the Head of Legal and Procurement Services, must ensure that an appropriate specification is prepared for every contract,

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which sets out clearly the Council's requirements with regard to the works, goods or services to be supplied.

- 15.2 All works, goods and services must be specified by reference to European or national standards where appropriate.
- 15.3 Specifications should incorporate measurable and, so far as is possible, objective quality and performance criteria to enable the contract to be monitored and managed and should build in a capacity for flexibility and innovation, to secure sustained improvements and the ability to meet changing local and national circumstances.
- 15.4 Where appropriate, specifications should identify and allocate the risks inherent in the contract.
- 15.5 If a contract may involve the transfer of employees (from the Council to a contractor or from one contractor to another), the tender documents should, if the contractor has assured confidentiality of personal information, include all relevant information relating to those employees.
- 15.6 The Director must obtain all necessary professional and technical advice and assistance in preparing a specification, to ensure a comprehensive document that expresses the Council's requirements and protects its interests. Consultants or other third parties who assist in the preparation of a specification must not be invited to tender or quote for the contract.

16. Contract Procedures

- 16.1 If a corporate contract is in place for the supply of any works, goods or services, the Director must place orders under that contract. Legal and Procurement Services publishes data to enable Directors to order from corporate contracts.
- 16.2 The Director in conjunction with the Head of Legal and Procurement Services must establish whether the public procurement legislation or the Provider Selection Regime applies to a proposed contract. If in doubt, Legal Services will advise whether ~~the either~~ legislation applies. When public procurement legislation does apply, the Director/ Head of Legal and Procurement Services must use the open or restricted procedure unless Legal Services agrees the use of competitive dialogue or the negotiated procedure. Where the Provider Selection Regime applies to a proposed contract, the Director/Head of Legal and Procurement Services must use one of the provider selection processes in accordance with the Provider Selection Regime guidance. In order to drive competitive procurement and value for money on all contracts, the default position of the Council is that~~Whenever possible~~, a competitive procedure must be adopted.
- 16.3 The Head of Legal and Procurement Services will place all notices relating to contracts in Find a Tender where applicable and will ensure compliance with all applicable laws and regulations relating to the Council's procurement activities.
- 16.4 The Director need not obtain competitive quotations for contracts of less than £10,000 in value but must demonstrate in any event that the Council is receiving value for money.

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17. Invitation to Formal Tender

- 17.1 If the public procurement legislation applies to a contract, the selection of suppliers to be invited to tender for the contract must follow the requirements of that legislation.
- 17.2 If the estimated total contract value for the procurement is between £100,000 and PCR 2015 thresholds, a minimum of five (5) potential suppliers must be invited to tender using the Council's e-tendering system. Where possible those invited to tender should include at least three (3) local suppliers. The number of suppliers invited to tender should ensure full competition is achieved.
- 17.3 Where the Health Care Services (Provider Selection Regime) Regulations apply, the selection of suppliers to be awarded or invited to tender for the contract must follow the requirements of that legislation. No financial thresholds apply to the Provider Selection Regime.
- 17.4 Companies expressing an interest in being invited to tender in response to an advertisement, must satisfy the Council as to their legal, financial and technical capacity (including but not limited to their Health & Safety and Equal Opportunities policies) to undertake the contract by completing a standard questionnaire (where relevant) or tender document where the open procedure of the Public Contract Regulations is used, in a form approved by the Head of Legal and Procurement Services.
- 17.5 The Head of Legal and Procurement Services shall be responsible for ensuring that an "Invitation to Tender" procedure – that demonstrates public sector best practice – is available and adhered to, at all times.

18. Opening Formal Tenders

- 18.1 The information obtained at the opening of tenders is confidential to those involved in the opening process and those directly involved in evaluation of the tenders. Confidentiality must be maintained, and any breach reported to the Monitoring Officer.
- 18.2 The Council uses an *electronic tendering platform*. The tender opening process must be appropriate to the specific electronic software employed and its facilities for guaranteed receipt of tenders.

19. The Quotation Procedure

- 19.1 Where the Health Care Services (Provider Selection Regime) Regulations apply, the selection of suppliers to be awarded or invited to tender for the contract must follow the requirements of that legislation. No financial thresholds apply to the Provider Selection Regime.
- 19.2 Except for services which are captured by the Provider Selection Regime, where the contract value is £10,000 and up to £24,999, a minimum of five (5) verbal quotations

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(which must be confirmed by email) shall be sought and the use of the quotation pack is optional. Where the contract value is £25,000 up to £99,999, a minimum of five (5) quotations MUST be requested via the Council's e-tendering system using the quotation pack. Where possible those invited to quote where the contract value is between £10,000 and £99,999 should include a minimum of three (3) local suppliers.

- 19.32 The Authorising Officer must satisfy themselves as to the legal, financial and technical capacity of suppliers invited to quote to undertake the contract for the Council, through seeking appropriate in-house professional advice, and that they will provide value for money.
- 19.43 Three or more suppliers must be invited to quote to ensure genuine competition. If it is only possible to invite two suppliers to quote, authorisation must be sought from the relevant Director.
- 19.54 The Head of Legal and Procurement Services shall be responsible for all procedural aspects of seeking quotations, ensuring that probity and proper public accountability standards are in operation. Monitoring shall be carried out periodically by either the internal or external auditor.

20. Acceptance of Formal Tenders and Quotations

- 20.1 Where expenditure has been approved through the budget setting process, the Procurement Panel or Board has given approval to proceed and these CPRs have been followed, the Procurement Board or Procurement Panel shall receive notification of the contract award.
- 20.2 Where the Health Care Services (Provider Selection Regime) Regulations apply, the appropriate provider selection process shall be followed. Where the Competitive Process is followed, contracts shall be awarded according to the basic selection criteria and key criteria of the Provider Selection Regime. The Procurement Panel/Board shall receive a written report of the contract award from the responsible officer seeking approval for such award where outside of the delegated authority granted at the approval to proceed stage. In extreme urgency the Head of Legal and Procurement Services may agree to a verbal report from the responsible officer with a written report being presented to Procurement Panel/Board within a calendar month. All papers/electronic files will be stored in line with the document retention policy.
- 20.3 When using the Provider Selection Regime, the criteria for evaluation must be set out in the invitation to tender or equivalent document depending on which procedure is used, in descending order of priority, with the weightings to be given to them. The criteria may also be set out in Find a Tender and public notices. Whole life and environmental costs may be included in criteria for evaluation.
- 20.24 Excluding services captured by the Provider Selection Regime, For contracts of £100,000 or more, contracts are to be awarded under the "most economically advantageous" criterion (see Rule 20.3). The Procurement Panel/Board shall receive a written report of the contract award from the responsible officer seeking approval for such award where outside of the delegated authority granted at the approval to proceed stage. In extreme urgency the Head of Legal

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and Procurement Services may agree to a verbal report from the responsible officer with a written report being presented to Procurement Panel/Board within a calendar month. All papers/electronic files will be stored in line with the document retention policy.

- 20.53 Tenders or quotations must be evaluated on the basis of which is most economically advantageous to the Council. When using the Public Contract Regulations 2015, the criteria for evaluation must be set out in the invitation to tender or equivalent document depending on which procedure is used, in descending order of priority, with the weightings to be given to them. The criteria may also be set out in Find a Tender and public notices. Whole life and environmental costs may be included in criteria for evaluation.

21. Electronic Tendering and Quotations

The Head of Legal and Procurement Services is responsible for the procedure for these processes.

- (a) tenders and quotations over £25,000 must be invited electronically through the Council's e-tendering system. Support must be found for suppliers that do not have access.
- (b) invitations to tender and quotes submissions over £25,000 must be submitted electronically through the Council's e-tendering system. Where electronic submissions have been approved by the relevant Procurement Officer to be made outside of the approved system (i.e., via email), submissions must be made before the official opening deadline.
- (c) the procedure will also include arrangements for e-auctions.

22. Amendments and Alterations to Tenders and Quotations

- 22.1 Amendments to invitation to tender or invitation to quote documents, made after the invitations have been sent out, must be clearly headed "Tender Amendment" or "Quotation Amendment" as appropriate and sent to all suppliers who have been invited to tender or quote. If there is more than one amendment, they should be numbered consecutively. Amendments should be sent out in sufficient time to allow suppliers to adjust their tenders or quotations as appropriate.
- 22.2 A supplier's tender or quotation is his offer to the Council, which the Council may accept as it stands. Once a tender or quotation has been submitted, alterations will only be accepted through formal clarifications under the restricted procedure; or negotiations under the Competitive Dialogue process of the Public Contract Regulations 2015 [or Health Care Services \(Provider Selection Regime\) Regulations 2023](#).
- 22.3 In all other situations, if a supplier attempts to alter their offer after the last date for receipt of tenders or quotations, they must be given the opportunity to stand by or withdraw their original offer. Correction of an obvious arithmetical error, which would reduce the price to be paid by the Council or increase the price to

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be paid to the Council, may be accepted.

- 22.4 Where performance specifications are used, a tender or quotation that is expressed to be conditional upon the Council's acceptance of alterations to the specification or the terms and conditions of contract, may be treated as non-compliant and rejected. This does not prevent the Council inviting variant bids (that is an invitation to submit an alternative bid that could then be considered as being to the Council's benefit provided that the condition applying to the mandatory reference bid is followed). If variant bids are invited, suppliers must be required to submit a mandatory reference bid based on the specification and terms and conditions included in the invitation to tender or invitation to quote, so that all bids may be compared fairly.
- 22.5 Where outcome-based specifications are used it will be for the bidder to decide the method of service delivery. Tenders or quotations will be evaluated fairly against published evaluation criteria.
- 22.6 A properly approved and PCR-compliant competitive dialogue process or negotiated procedure will normally result in one or more Best and Final Offers as a result of negotiation with selected bidders. No alteration to the Best and Final Offer, in terms of outcomes or contract price, is permitted without the specific approval of the Monitoring Officer.

23. -Contract extensions

- 23.1 Where extensions to contracts have been included in the original advert, tender documentation and contract, subject to Procurement Panel/Board approval, the extensions may be agreed; where performance is satisfactory and the original contract terms are to continue (including price variations in line with the original contract) through the issuing of a contract change note. The contract change note must be kept with the original contract in line with the document retention policy and must be signed by the officer who signed the original contract, or in their absence for whatever reason, by another officer authorised to sign the original contract.
- 23.2 For Contracts of £100,000 in value and over, or irrespective of value where captured by the Provider Selection Regime, these will be approved by Procurement Panel/Board as set out in Appendix 2.

24. Contract Variations

- 24.1 For contract variations, if a contract variation is proposed where the terms and conditions of the original contract will be changed, the Head of Legal and Procurement Services or relevant Panel/Board shall require a written report from the responsible officer requesting approval in line with Appendix 3 for acceptance and detailing the reasons for doing so. This shall be recorded in writing. Once approval is received, a contract change note will be issued and kept with the original contract documentation. All written reports will be stored in line with the document retention policy. If a contract is executed as a deed, a short supplemental deed may be drafted, and this will be dealt with on request

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to Legal Services.

25. Form of Contract

- 25.1 Legal Services will decide whether a contract is to be executed as a deed or under hand as a simple contract. As a general rule, any works contracts, and high value contracts equal to or exceeding £1,000,000 and which are expressed to be executed as deeds must either be:
- 25.1.1 made under the Council's seal attested by the City Solicitor or authorised signatory; or
 - 25.1.2 signed by at least two officers of Legal Services duly authorised by the City Solicitor
- 25.2 All contracts created as deeds must be made in accordance with the provisions of Rule 25.1 above, witnessed in accordance with the relevant provision of the Scheme of Functions Delegated to Employees by an Officer authorised to do so.
- 25.3 A contract executed as a deed is retained for twelve years to enable any action to be taken under it, if required
- 25.4 Contracts of between up to £999,999 in value can be signed under hand for and on behalf of the Council by Directors and Heads of Service, or an authorised signatory.
- 25.5 Any contracts entered into on behalf of the Council which are being executed by electronic means (using an electronic execution software tool) shall be undertaken in accordance with the process set out in the Contract Execution Rules.

26. Social Value

- 26.1 The Public Services (Social Value) Act 2012 requires the Council to consider delivering Social Value through contracts for services. However, the Council encourages consideration of social value outcomes in all contracts, where it can be evidenced that it is relevant to the subject matter of the contract.
- 26.2 For those contracts that fall below the threshold, the approach should be to maximise outcomes where possible.
- 26.3 In order to ensure that the Council adheres to the Act, the social value sought from a contract must be relevant and proportionate in respect of the proposed contract.

27. Contract Administration and Management

- 27.1 In relation to the procurement of goods, services and works, the Head of Legal and Procurement Services shall arrange for publication of a contract award notice for contracts valued in excess of £25,000 no later than 30 days after contract

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award, if appropriate, and shall keep a register of the notified information, which shall be available for inspection by appointment by any Member of the Council, internal and external auditors and any member of the public.

27.2 In relation to the procurement of health care services captured by the Provider Selection Regime, the Head of Legal and Procurement Services shall arrange for publication of a contract award notice for all contracts irrespective of value no later than 30 days after contract award and shall keep a register of the notified information, which shall be available for inspection by appointment by any Member of the Council, internal and external auditors and any member of the public.

27.3 The Head of Legal and Procurement Services shall be responsible for ensuring that a procedure on "Contract Administration and Management" is made available to all officers and partners managing contracts on the Council's behalf. This will include guidance on managing partnering or partnership contracts explaining techniques such as target costing and "open book".

28. Prevention of fraud and corruption

28.1 All purchases, contracts and income covered by these rules must be let in line with the Council's Anti-fraud and Corruption Policy and Strategy.

28.2 If an officer of the Council has a pecuniary interest in a contract or proposed contract, he/she must in accordance with Section 117 of the Local Government Act 1972 register the interest with the Monitoring Officer and declare it at any meeting at which the officer is present and the contract is discussed and thereafter leave the room and take no further part in the discussion.

28.3 If an officer of the Council has a personal or non-pecuniary interest in a contract or proposed contract, they must declare that interest to the Chief Executive or to their Director, as appropriate, as required by the Council's Code of Conduct for Employees and relevant employee policies.

28.4 If a Member of the Council has a disclosable pecuniary interest or other relevant interest in a contract as defined in the Code of Conduct for Elected and Co-opted Members, the member must take such action as is required by that Code.

28.5 A contract must be terminated immediately, and any losses to the Council arising from the termination recovered from the supplier, if the supplier, or anyone acting on their behalf:

- (a) offers or gives or agrees to give any member or officer of the Council any gift, benefit or consideration of any kind or value as an inducement or reward with regard to the contract; or
- (b) commits any offence under the Bribery Act 2010 or section 117 of the Local Government Act 1972.

A declaration to this effect must be contained in all invitations to tender or quote.

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- 28.6 The attention of officers is drawn to the Council's Code of Conduct for Elected and Co-opted Members, Whistleblowing policy, Disciplinary Policy and Procedures and the Code of Conduct for Employees and relevant employee policies. Non-compliance with these CPRs constitutes grounds for disciplinary action.
- 28.7 All of the requirements in Rule 28.1 to 28.6 above will apply to any third party acting on the Council's behalf in a contractual situation e.g. consultants and community representatives on evaluation panels.

29. Freedom of Information Act 2000

- 29.1 When entering into contracts the Council will refuse to include contractual terms that purport to restrict the disclosure of information held by the Council and relating to the contract beyond the restrictions permitted by the Act. Unless an exemption provided for under the Act is applicable in relation to any particular information, the Council will be obliged to disclose that information in response to a request, regardless of the terms of any contract.
- 29.2 When entering into contracts with non-public authority contractors, the Council may be under pressure to accept confidentiality clauses so that information relating to the terms of the contract, its value and performance will be exempt from disclosure. As recommended by the Information Commissioner, the Council will reject such clauses wherever possible. Where, exceptionally, it is necessary to include non-disclosure provisions in a contract, the Council will investigate the option of agreeing with the contractor a schedule of the contract that clearly identifies information which should not be disclosed. The Council will take care when drawing up any such schedule and be aware that any restrictions on disclosure provided for could potentially be overridden by obligations under the Act, as described in the paragraph above. Any acceptance of such confidentiality provisions must be for good reasons and capable of being justified to the Information Commissioner. When entering into the above contracts the Council will make it clear that these restrictions apply to sub-contractors also and that the Secretary of State has the powers to designate them as 'public bodies' for the purpose of making them comply with the Act.
- 29.3 The Council will not agree to hold information 'in confidence' which is not in fact confidential in nature. Advice from the Information Commissioner indicates that the exemption provided for in section 41 only applies if information has been obtained by a public authority from another person and the disclosure of the information to the public, otherwise than under the Act, would constitute a breach of confidence actionable by that, or any other person.
- 29.4 It is for the Council to disclose information pursuant to the Act, and not the non-public authority contractor. The Council will take steps to protect from disclosure by the contractor information that the authority has provided to the contractor (which would clearly be exempt from disclosure under the Act) by appropriate contractual terms. In order to avoid unnecessary secrecy, any such constraints will be drawn as narrowly as possible and according to the individual

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circumstances of the case. Apart from such cases, the Council will not impose terms of secrecy on contractors.

- 29.5 The Head of Legal and Procurement Services will be responsible for advising on the application of the Freedom of Information Act and contracts, in conjunction with the Council's Head of Information Governance, where circumstances arise that are not specifically covered by Council policy. He/she will also be responsible for updating procedure following any case law that materially amends or augments Council policy in this area.

30. Management of Risk in Contracts

For contracts of strategic importance, a risk register will be drawn up for the contract letting process. Once the contract is awarded, a risk register to cover the implementation and successful ongoing management of the contract will be drawn up by the Head of Service or authorised deputy. This risk register will be monitored in line with the corporate guidance on risk throughout the life of the contract.

31. Impact of Other Legislation

In addition to what has already been mentioned in these Rules, there is other legislation that may impact on the supplies, services and works required when following a contract tender or quotation procedure such as Health & Safety, Safeguarding, Modern Slavery, to name but a few. This legislation must be incorporated where relevant and appropriate. In particular, the Director must consider whether the contract needs to include, or be subject to, a Data Sharing Agreement where the nature of the contract services is such that personal data is likely to be shared.

32. Definitions

In these CPRs:

Authorising Officer means: an officer authorised to approve the placement of orders or invoices for payment.

Cabinet means: the Leader of the Council and the other members of the Council's Executive.

Chief Operating Officer means: the officer appointed under section 151 of the Local Government Act 1972.

Contract means: the agreement between the Council and a contractor/supplier/provider for the supply of works, goods or services, or for any activity that generates income for the Council.

Contractor means: a supplier or provider of works, goods or services to the Council.

Contract change note means: the document that describes changes to the original contract which have been agreed by both parties.

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Contract package means: the scope for amalgamating like requirements/services currently operating at different parts of the organisation, to suit the supply market to achieve overall better value.

Corporate contract means: a contract or framework agreement for the supply of works, goods or services to the Council e.g. for computer consumables, stationery, legal and financial services.

Decision making body means: the body responsible for decisions in the described situation under the Council's Constitution.

Director(s) means: a member(s) of the Council's One Coventry Leadership Team (OCLT) or Senior Leadership Team (SLT).

Framework Agreement means: an agreement between the Council and a contractor for the provision of estimated quantities of goods or services. This becomes a contract when an order for a specific quantity is placed either after further competition or through the most competitive source identified in the original tender.

Head of Legal and Procurement Services means: the Head of Legal and Procurement Services or their authorised representative.

Monitoring Officer means: the officer designated as such under Section 5 of the Local Government and Housing Act 1989 or their deputy.

Outcome based specifications means: a specification that describes the required outcomes through service delivery and leaves the method of delivery to the third-party provider.

Panels means: Procurement Panel.

Performance Specifications means: a specification that provides details of the methods to be adopted when delivering the requirements.

Procurement Board means: the officer board responsible for all procurement decisions.

Legal and Procurement Services means: the centralised legal and procurement service for Coventry City Council.

Provider Selection Regime means: the Health Care Services (Provider Selection Regime) Regulation 2023, the legislation which governs the arrangement of health care services in England, introduced under the Health Care Act 2022. The Provider Selection Regime only applies to those services for healthcare services and public health services (as defined in section 1(1) of the National Health Service Act 2006:) which are arranged by NHS bodies and local government, provided directly to individuals or patients and have a direct impact in the prevention, diagnosis, and treatment of physical and mental illness.

Public procurement legislation means: The Public Contracts Regulations 2015,

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the EC Directives from which they are derived, UK legislation affecting public sector contracts and any amendment, re-enactment or replacement of any of them.

Quotation means: an offer to undertake a contract of £10,000 or more but less than £100,000 in value.

Right to challenge means: the right to challenge for services under Part 5 of the Localism Act 2011.

Services contract means: a contract or framework agreement for the provision of services to the Council.

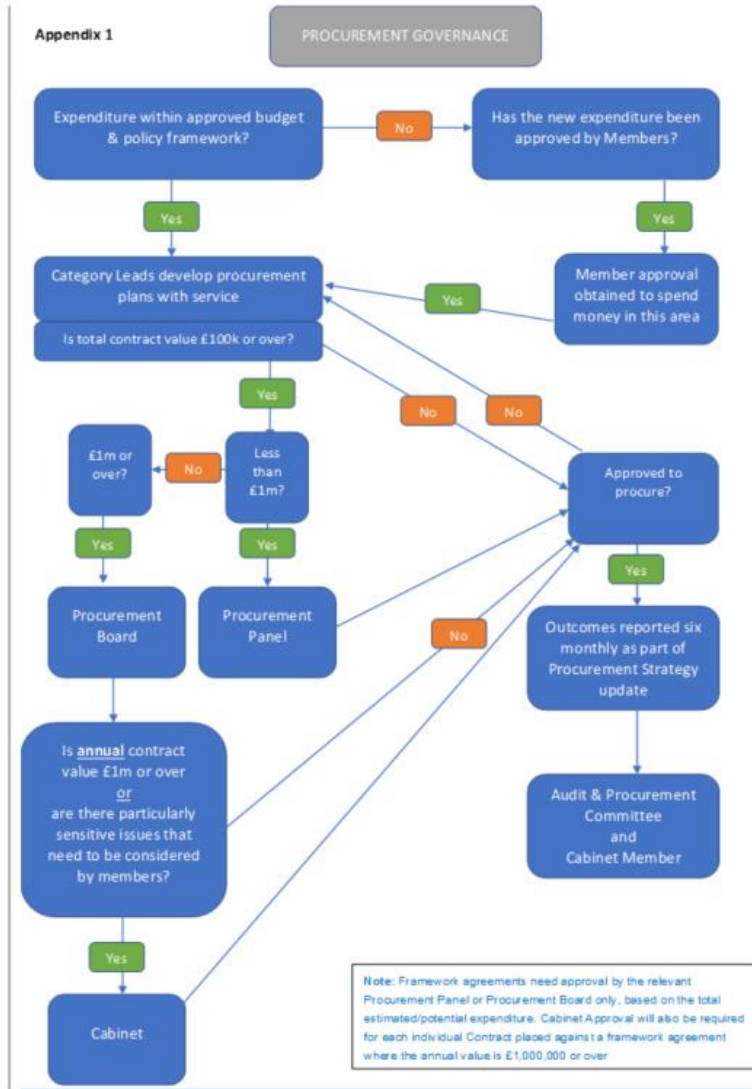
Supplies contract means: a contract or framework agreement for the sale or hire of goods to the Council and includes, where appropriate, installation of goods.

Tender means: an offer to undertake a contract of £100,000 or more in value.

TUPE Regulations means: the Transfer of Undertakings (Protection of Employment) Regulations 2006 and any amendment, re-enactment or replacement of the same.

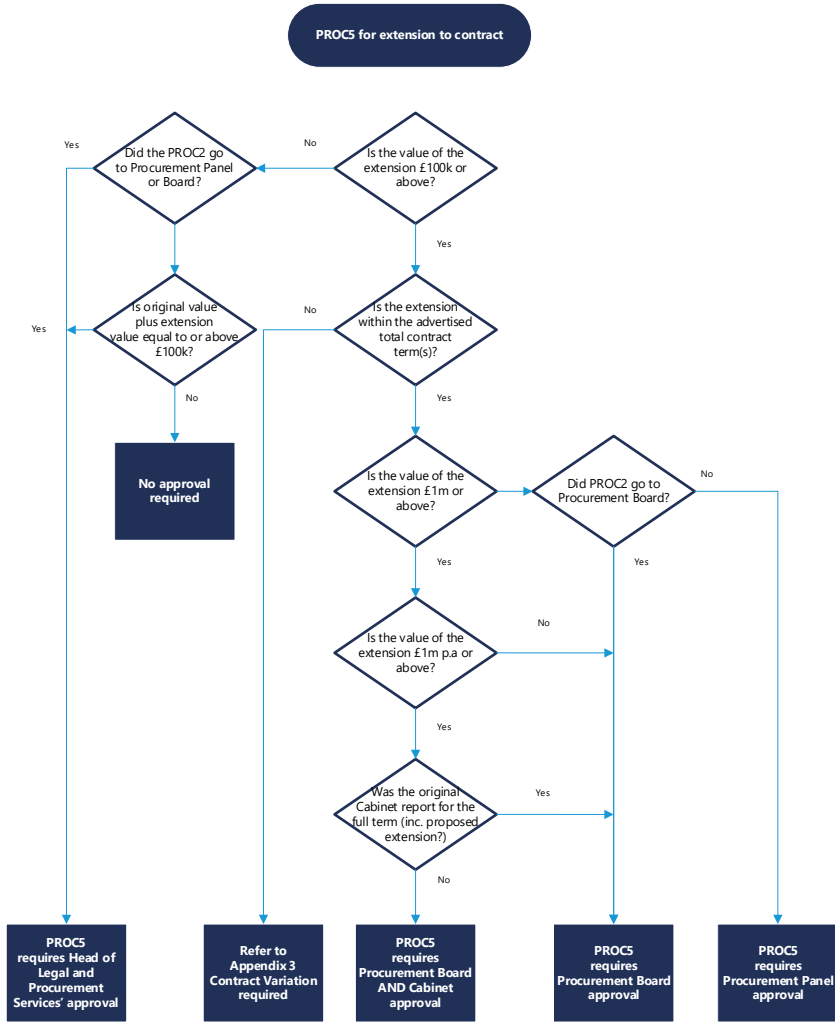
Works contract means: a contract for the construction, repair or maintenance of a physical asset not defined as Services in the Public Contracts Regulations.

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Appendix 2 – Approval Process for Contract Extensions

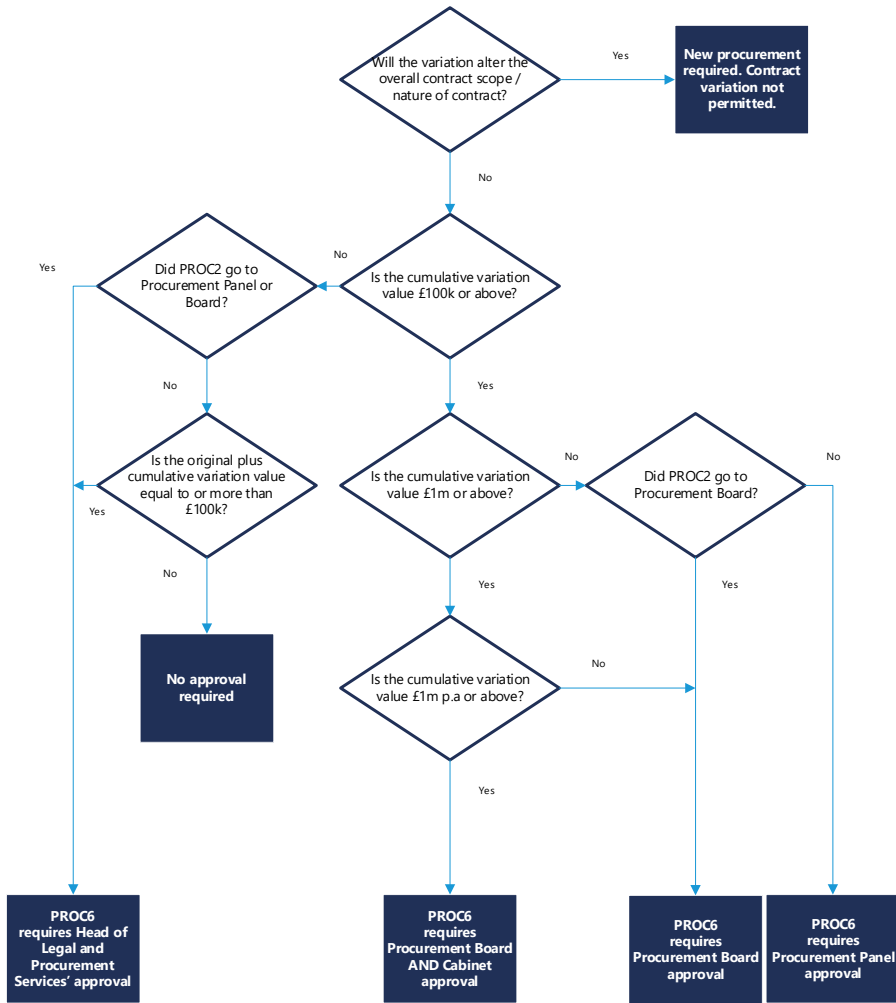
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Note:
 PROC2 – Request for Permission to Procure
 PROCS – Request for Permission to Extend a Contract

Appendix 3 – Approval Process for Contract Variations

PROC6 for variation to contract



Note:
 PROC2 – Request for Permission to Procure
 PROC6 – Request for Permission to Vary a Contract

Appendix B – Part 1 - Constitution Amendment Table

Paragraph Number	Current Constitutional Wording	Proposed New Constitutional Wording	Justification
<p>Paragraph 2.3 Grant Income</p>	<p>Grant Income</p> <p>2.3.1 Approval prior to submitting a grant bid: joint approval by the Chief Executive and the Chief Operating Officer (Section 151 Officer), or nominees, following consultation with the relevant Cabinet Member</p>	<p>Approval prior to submitting a grant bid:</p> <p>(a) Where the submission of the bid <u>requires that it must be match funded</u> ~ joint approval in writing by the relevant Director and the Director of Finance and Resources (Section 151 Officer) or Head of Finance (in the absence of the Director of Finance and Resources) and following consultation with the relevant Cabinet Member;</p> <p>(b) Where there is <u>no requirement of the submission of the bid to be match funded</u> ~ approval by the relevant Director and relevant Finance Manager in writing or their respective nominees and following consultation with the relevant Cabinet Member.</p>	<p>Proposed amendment seeks to introduce a distinction for grant bids that do not require match funding by the Council. The reason for the introduction of such distinction is to reflect the lower risk presented by grant submissions that have no requirement of match funding. Where there is no requirement of the submission of the grant bid to be match funded the appropriate officers to approve have been recommended. The relevant cabinet members will continue to be consulted prior to submitting a grant bid so they are kept informed.</p>
<p>Paragraph 2.3.2</p>	<p>Approval prior to signature of grant agreement:</p> <p>(a) Where a requirement of a successful bid is that it must be match funded by the Council, the approval of the relevant Cabinet Member to accept the grant must be obtained before signature, regardless of the amount of grant.</p>	<p>Approval prior to signature of grant agreement (total grant value):</p> <p>(a) Where a successful bid up to the value of £1,000,000 includes the requirement that it must be match funded by the Council, the approval of the relevant Cabinet Member to accept the grant must be obtained before signature;</p> <p><u>and each following consultation with legal and financial services.</u></p>	<p>Proposed amendment seeks to introduce that cabinet member approval is required up to the value of £1m (introducing a threshold) but anything above £1m will go to Cabinet for approval as per the requirements of the constitution.</p> <p>The words “(total grant value)” have been added to help understanding from an operational perspective that such approval requirements relate to the total grant value. This provides additional clarity regarding the thresholds proposed.</p>

		Consultation is also required from legal and financial services to ensure the additional governance robustness.
(b) Up to £500,000 ~ joint approval by the Chief Executive and the Chief Operating Officer (Section 151 Officer), or nominees;	(b) Up to £500,000 ~ approval in writing by relevant Director with notification to Director of Finance and Resources (Section 151 Officer) or nominees; <u>and each following consultation with legal and financial services.</u>	Proposed amendment seeks to introduce approval by relevant Director only. It is considered that it is currently too onerous and unnecessary to require the joint approval by the Chief Executive and the Director of Finance and Resources (Section 151 Officer). Approval of the relevant Director who is responsible for service alongside consultation with legal and financial services is recommended to be sufficient and appropriate.
	(c) Above £500,000 up to £1,000,000 ~ approval in writing by the Director of Finance and Resources (Section 151 Officer) or Head of Finance (in the absence of the Director of Finance and Resources); <u>and each following consultation with legal and financial services.</u>	A new Paragraph 2.3.2 (c) has been introduced to provide a further threshold below £1million for senior officer approval. Cabinet members will be aware of the grant bid as per paragraph 2.3.1. Approval of the Director of Finance and Resources (Section 151 Officer) or Head of Finance (in the absence of the Director of Finance and Resources) alongside consultation with legal and financial services is recommended to be sufficient and appropriate.

<p>(c) Over £500,000 and up to £2,500,000 ~ to Cabinet, if time permits; if no time to go to Cabinet, to relevant Cabinet Member (or the Leader in their absence) in consultation with the relevant Scrutiny Chair; if no time to go to Cabinet Member, to relevant Director in consultation with relevant Cabinet Member and Scrutiny Chair, to be reported to Cabinet retrospectively;</p>	<p>(d) Over £1,000,000 and up to £2,500,000~ to Cabinet, if time permits; if no time to go to Cabinet, joint approval in writing by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) or nominee following consultation with the relevant Cabinet Member and relevant Scrutiny Chair (or in the absence of the relevant Scrutiny Chair to the Chair of Scrutiny Co-ordination Committee) to be reported to Cabinet retrospectively;</p> <p><u>and each following consultation with legal and financial services.</u></p>	<p>Proposed amendment seeks to ensure all approvals above £1million require the approval of Cabinet. The changes to officer approval provide the appropriate and sufficient governance where due to the urgent need to accept the grant funding time does not permit for a report to be presented to Cabinet in advance.</p>	
<p>(d) Over £2,500,000 ~ Council.</p>	<p>(e) Over £2,500,000 ~ Council, if time permits; if no time to go to Council, joint approval in writing by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) following consultation with the relevant Cabinet Member and Leader to be reported to Council retrospectively,</p> <p><u>and each following consultation with legal and financial services.</u></p>	<p>Proposed amendment retains the current position that all grant approvals above £2.5million require the approval of Council but introduces an approval mechanism where if time does not permit for Council approval that the senior officers can take the required decision urgently in order to secure the grant funding.</p>	
<p>Paragraph 2.3.3</p>	<p>N/A – this is a new paragraph to be added to the Constitution.</p>	<p>The relevant Director will be responsible for ensuring that a copy of the completed grant agreement entered into with the Council is forwarded to Procurement Services at Procurement.Services@coventry.gov.uk in order for the details of the grant agreement to be updated on the register of grants.</p>	<p>Proposed new paragraph has been introduced to ensure effective record keeping and storage of grant agreements entered into.</p>

Grant Expenditure

<p>Grant Expenditure</p> <p>Approval to award grants to an external body:</p> <p>(a) Up to £50,000 ~ Chief Operating Officer (Section 151 Officer) in consultation with relevant Cabinet Member;</p>	<p>Grant Expenditure (see Note below)</p> <p>2.4.1 Approval to award grants to an external body (total grant value per external body):</p> <p>(a) Up to £500,000~ approval in writing by relevant Director following consultation with the relevant Cabinet Member with notification to Director of Finance and Resources (Section 151 Officer) or nominees;</p> <p><u>and each following consultation with legal and financial services.</u></p>	<p>Proposed amendments seek to duplicate that set out in Paragraph 2.3.2 in order to create consistency between the requirements of grant acceptance and expenditure. A consistent approach will be easier to administer operationally and will also mean that where approval to accept grant and expend grant is sought at the same time (as should be encouraged) the same approval requirements will apply to both.</p>
<p>(b) Above £50,000 and up to £250,000 ~ Cabinet Member(s) in consultation with Chair of Audit and Procurement Committee;</p>	<p>(b) Above £500,000 up to £1,000,000 ~ approval in writing by the Director of Finance and Resources (Section 151 Officer) or Head of Finance (in the absence of the Director of Finance and Resources) following consultation with the relevant Cabinet Member;</p> <p><u>and each following consultation with legal and financial services.</u></p>	

	(c) Above £250,000 and up to £1,500,000: Cabinet;	(c) Over £1,000,000 and up to £2,500,000 ~ to Cabinet, if time permits; if no time to go to Cabinet, joint approval in writing by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) or nominee following consultation with the relevant Cabinet Member and relevant Scrutiny Chair (or in the absence of the relevant Scrutiny Chair to the Chair of Scrutiny Co-ordination Committee) to be reported to Cabinet retrospectively; <u>and each following consultation with legal and financial services.</u>	
	(d) Above £1,500,000: Council.	(d) Over £2,500,000 ~ Council, if time permits; if no time to go to Council, joint approval in writing by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) following consultation with the relevant Cabinet Member and Leader to be reported to Council retrospectively, <u>and each following consultation with legal and financial services.</u>	
Paragraph 2.4.2	N/A – this is a new paragraph to be added to the Constitution.	The relevant Director will be responsible for ensuring that a copy of the completed grant agreement entered into with the Council is forwarded to Procurement services at Procurement.Services@coventry.gov.uk in order for the details of the grant agreement to be updated on the register of grants	Proposed new paragraph has been introduced to ensure effective record keeping and storage of grant agreements entered into.

Appendix B – Part 2 (a) - Proposed New Constitution Wording (to reflect that set out above)

2.3 Grant Income

2.3.1 Approval prior to submitting a grant bid:

- (a) Where the submission of the bid requires that it must be match funded ~ joint approval in writing by the relevant Director and the Director of Finance and Resources (Section 151 Officer) or Head of Finance (in the absence of the Director of Finance and Resources) and following consultation with the relevant Cabinet Member;
- (b) Where there is no requirement of the submission of the bid to be match funded ~ approval by the relevant Director and relevant Finance Manager in writing or their respective nominees and following consultation with the relevant Cabinet Member.

2.3.2 Approval prior to signature of grant agreement (total grant value):

- (a) Where a successful bid up to the value of £1,000,000 includes the requirement that it must be match funded by the Council, the approval of the relevant Cabinet Member to accept the grant must be obtained before signature;
- (b) Up to £500,000 ~ approval in writing by relevant Director with notification to Director of Finance and Resources (Section 151 Officer) or nominees;
- (c) Above £500,000 up to £1,000,000 ~ approval in writing by the Director of Finance and Resources (Section 151 Officer) or Head of Finance (in the absence of the Director of Finance and Resources);
- (d) Over £1,000,000 and up to £2,500,000~ to Cabinet, if time permits; if no time to go to Cabinet, joint approval in writing by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) or nominee following consultation with the relevant Cabinet Member and relevant Scrutiny Chair (or in the absence of the relevant Scrutiny Chair to the Chair of Scrutiny Co-ordination Committee) to be reported to Cabinet retrospectively;
- (e) Over £2,500,000 ~ to Council, if time permits; if no time to go to Council, joint approval in writing by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) following consultation with the relevant Cabinet Member and Leader to be reported to Council retrospectively,

and each following consultation with legal and financial services.

2.3.3 The relevant Director will be responsible for ensuring that a copy of the completed grant agreement entered into with the Council is forwarded to Procurement Services at Procurement.Services@coventry.gov.uk in order for the details of the grant agreement to be updated on the register of grants.

2.4 Grant Expenditure (see Note below)

2.4.1 Approval to award grants to an external body (total grant value per external body):

- (a) Up to £500,000~ approval in writing by relevant Director following consultation with the relevant Cabinet Member with notification to Director of Finance and Resources (Section 151 Officer) or nominees;
- (b) Above £500,000 up to £1,000,000 ~ approval in writing by the Director of Finance and Resources (Section 151 Officer) or Head of Finance (in the absence of the Director of Finance and Resources) following consultation with the relevant Cabinet Member;
- (c) Over £1,000,000 and up to £2,500,000 ~ to Cabinet, if time permits; if no time to go to Cabinet, joint approval in writing by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) or nominee following consultation with the relevant Cabinet Member and relevant Scrutiny Chair (or in the absence of the relevant Scrutiny Chair to the Chair of Scrutiny Co-ordination Committee to be reported to Cabinet retrospectively);
- (d) Over £2,500,000 ~ to Council, if time permits; if no time to go to Council, joint approval in writing by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) following consultation with the relevant Cabinet Member and Leader to be reported to Council retrospectively,

and each following consultation with legal and financial services.

2.4.2 The relevant Director will be responsible for ensuring that a copy of the completed grant agreement entered into with the Council is forwarded to Procurement services at Procurement.Services@coventry.gov.uk in order for the details of the grant agreement to be updated on the register of grants

Note: Where Grant Income is being received and it is known that Grant Expenditure to third parties will result from the utilisation of such Grant Income, approval should be sought for both the acceptance of the Grant Income and delegated authority to facilitate the Grant Expenditure at the same time.

Appendix B – Part 2 (b) - Tracked Comparison

2.3 Grant Income

2.3.1 Approval prior to submitting a grant bid:

~~2.3.1(a) Where the submission of the bid requires that it must be match funded ~ joint approval in writing by the Chief Executive relevant Director and the Chief Operating Officer/Director of Finance and Resources (Section 151 Officer), or nominees, Head of Finance (in the absence of the Director of Finance and Resources) and following consultation with the relevant Cabinet Member;~~

~~(b) Where there is no requirement of the submission of the bid to be match funded ~ approval by the relevant Director and relevant Finance Manager in writing or their respective nominees and following consultation with the relevant Cabinet Member.~~

2.3.2 Approval prior to signature of grant agreement: ~~(total grant value):~~

~~(a) Where a requirement of a successful bid is up to the value of £1,000,000 includes the requirement that it must be match funded by the Council, the approval of the relevant Cabinet Member to accept the grant must be obtained before signature, regardless of the amount of grant;~~

~~(b) Up to £500,000 ~ joint approval in writing by the Chief Executive relevant Director with notification to Director of Finance and the Chief Operating Officer/Resources (Section 151 Officer), or nominees;~~

~~(c) Over/Above £500,000 up to £1,000,000 ~ approval in writing by the Director of Finance and Resources (Section 151 Officer) or Head of Finance (in the absence of the Director of Finance and Resources);~~

~~(d) Over £1,000,000 and up to £2,500,000 ~ to Cabinet, if time permits; if no time to go to Cabinet, to relevant Cabinet Member (or the Leader in their absence) in joint approval in writing by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) or nominee following consultation with the relevant Cabinet Member and relevant Scrutiny Chair (or in the absence of the relevant Scrutiny Chair to the Chair of Scrutiny Co-ordination Committee) to be reported to Cabinet retrospectively;~~

~~(e) Over £2,500,000 ~ to Council, if time permits; if no time to go to Cabinet Member, to relevant Council, joint approval in writing by the Chief Executive and the Director in of Finance and Resources (Section 151 Officer) following consultation with the relevant Cabinet Member and Scrutiny Chair/Leader to be reported to Cabinet/Council retrospectively.~~

~~(d) Over £2,500,000 ~ Council.~~

~~and each following consultation with legal and financial services.~~

~~2.3.3 The relevant Director will be responsible for ensuring that a copy of the completed grant agreement entered into with the Council is forwarded to Procurement Services at Procurement.Services@coventry.gov.uk in order for the details of the grant agreement to be updated on the register of grants.~~

~~2.4 Grant Expenditure (see Note below)~~

~~2.4.1 Approval to award grants to an external body: (total grant value per external body):~~

~~(a) Up to £50,000 ~ Chief Operating Officer (Section 151 Officer) in consultation with 500,000~ approval in writing by relevant Director following consultation with the relevant Cabinet Member with notification to Director of Finance and Resources (Section 151 Officer) or nominees;~~

~~(a)(b) Above £500,000 up to £1,000,000 ~ approval in writing by the Director of Finance and Resources (Section 151 Officer) or Head of Finance (in the absence of the Director of Finance and Resources) following consultation with the relevant Cabinet Member;~~

~~(b) Above £50,000 and up to £250,000 ~ Cabinet Member(s) in consultation with Chair of Audit and Procurement Committee;~~

~~(c) Above £250,000 and up to £1,500,000: Cabinet;~~

~~(d) Above £1,500,000: Council.~~

~~(c) Over £1,000,000 and up to £2,500,000 ~ to Cabinet, if time permits; if no time to go to Cabinet, joint approval in writing by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) or nominee following consultation with the relevant Cabinet Member and relevant Scrutiny Chair (or in the absence of the relevant Scrutiny Chair to the Chair of Scrutiny Co-ordination Committee to be reported to Cabinet retrospectively);~~

~~(d) Over £2,500,000 ~ to Council, if time permits; if no time to go to Council, joint approval in writing by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) following consultation with the relevant Cabinet Member and Leader to be reported to Council retrospectively.~~

and each following consultation with legal and financial services.

2.4.2 The relevant Director will be responsible for ensuring that a copy of the completed grant agreement entered into with the Council is forwarded to Procurement services at Procurement.Services@coventry.gov.uk in order for the details of the grant agreement to be updated on the register of grants

Note: Where Grant Income is being received and it is known that Grant Expenditure to third parties will result from the utilisation of such Grant Income, approval should be sought for both the acceptance of the Grant Income and delegated authority to facilitate the Grant Expenditure at the same time.

Appendix B - Part 3 (a) – Proposed amendments to the City Council Financial Approval Limits (tracked proposed amendments)

Part 3F – Financial Procedure Rules

CITY COUNCIL FINANCIAL APPROVAL LIMITS									
Governance Forum Approval Category	Relevant Finance Manager	Relevant Director	Director of Finance and Resources Chief Operating Officer (Section 151 Officer) ("S151")	Head of Finance <i>*in the absence of S151</i>	Procurement Panel	Procurement Board	Cabinet Member	Cabinet	Council
Budget									
Overall Balanced Budget									Unlimited
Capital schemes to be met from borrowing		Joint up to £0.25m					Above £0.25m to £1m	Above £1m to £1.5m	Above £1.5m
Revenue Budget Adjustments (Virement)		Joint up to £0.25m					Above £0.25m to £1m	Above £1m to £1.5m	Above £1.5m
Use of reserves, other than as originally intended		Joint up to £0.25m					Above £0.25m to £1m	Above £1m to £1.5m	Above £1.5m
Capital Budget Adjustments (Virement)		Joint up to £0.25m					Above £0.25m to £1m	Above £1m to £1.5m	Above £1.5m
Technical Adjustments			Unlimited						
Grant Income									
Approval prior to submitting grant bid (match funded)		Joint (unlimited) ⁴		<i>*Jointly with Relevant Director (unlimited)⁴</i>					
Approval prior to submitting grant bid (not match funded)	Joint, or respective nominees (unlimited) ⁴								

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Approval Prior to Signature of Grant Agreement (total grant value) ^{3,5}		Joint-up Up to £0.5m ⁶	<u>Above £0.5m to £1m</u>	<u>*Above £0.5m to £1m</u>			<u>Above £0.5m to £2.5m¹</u>	Above £10.5m to £2.5m ¹	Above £2.5m ²
Grant Expenditure									
Approval to Grant Awards to an External Body ³		Up to £0.05m ⁴ £2	<u>Above £0.5m to £1m⁴</u>	<u>*Above £0.5m to £1m⁴</u>			<u>Above £0.05m to £0.25m³</u>	Above £10.25m to £24.5m ¹	Above £24.5m ²
Debt Write Off									
Approval to Write Off of Sums Owed to the Council			Up to £0.1m				Above £0.1m		

Footnotes

- ¹ Approval by Cabinet if there is time, if not by ~~Cabinet Member (or Leader in their absence) in consultation with relevant Scrutiny Chair; if no time to go to Cabinet Member, by the Chief Executive and relevant Director~~ the Director of Finance and Resources (Section 151 Officer) or nominee following ~~in~~ consultation with the relevant Cabinet Member and relevant Scrutiny Chair (or in the absence of the relevant Scrutiny Chair to the Chair of Scrutiny Co-ordination Committee) and the relevant Scrutiny Chair. To be reported retrospectively.
- ² Approval by Council if there is time, if not by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) following consultation with the relevant Cabinet Member and Leader. To be reported retrospectively. ~~In consultation with the relevant Cabinet Member;~~
- ³ ~~In~~ Following consultation with ~~the Chair of Audit and Procurement Committee~~ legal and financial services.
- ⁴ Following consultation with the relevant Cabinet Member.
- ⁵ Where a requirement of a successful bid is that it must be match funded by the Council, the approval of the relevant Cabinet Member to accept the grant must be obtained before signature, ~~regardless of if~~ the amount of grant is up to the value of £1 million.
- ⁶ With notification to Director of Finance and Resources (Section 151 Officer) or nominees.

Appendix B - Part 3 (b) – Proposed amendments to the City Council Financial Approval Limits (clean)

Part 3F – Financial Procedure Rules

CITY COUNCIL FINANCIAL APPROVAL LIMITS									
Governance Forum Approval Category	Relevant Finance Manager	Relevant Director	Director of Finance and Resources (Section 151 Officer) (“S151”)	Head of Finance <i>*in the absence of S151</i>	Procurement Panel	Procurement Board	Cabinet Member	Cabinet	Council
Budget									
Overall Balanced Budget									Unlimited
Capital schemes to be met from borrowing		Joint up to £0.25m					Above £0.25m to £1m	Above £1m to £1.5m	Above £1.5m
Revenue Budget Adjustments (Virement)		Joint up to £0.25m					Above £0.25m to £1m	Above £1m to £1.5m	Above £1.5m
Use of reserves, other than as originally intended		Joint up to £0.25m					Above £0.25m to £1m	Above £1m to £1.5m	Above £1.5m
Capital Budget Adjustments (Virement)		Joint up to £0.25m					Above £0.25m to £1m	Above £1m to £1.5m	Above £1.5m
Technical Adjustments			Unlimited						
Grant Income									

Approval prior to submitting grant bid (match funded)		Joint (unlimited) ⁴		*Jointly with Relevant Director (unlimited) ⁴					
Approval prior to submitting grant bid (not match funded)	Joint, or respective nominees (unlimited) ⁴								
Approval Prior to Signature of Grant Agreement (total grant value) ^{3 5}		Up to £0.5m ⁶	Above £0.5m to £1m	*Above £0.5m to £1m				Above £1m to £2.5m ¹	Above £2.5m ²
Grant Expenditure									
Approval to Grant Awards to an External Body ³		Up to £0.5m ^{4 6}	Above £0.5m to £1m ⁴	*Above £0.5m to £1m ⁴				Above £1m to £2.5m ¹	Above £2.5m ²
Debt Write Off									
Approval to Write Off of Sums Owed to the Council			Up to £0.1m				Above £0.1m		

Footnotes

- 1 Approval by Cabinet if there is time, if not by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) or nominee following consultation with the relevant Cabinet Member and relevant Scrutiny Chair (or in the absence of the relevant Scrutiny Chair to the Chair of Scrutiny Co-ordination Committee). To be reported retrospectively.
- 2 Approval by Council if there is time, if not by the Chief Executive and the Director of Finance and Resources (Section 151 Officer) following consultation with the relevant Cabinet Member and Leader. To be reported retrospectively.
- 3 Following consultation with legal and financial services.
- 4 Following consultation with the relevant Cabinet Member.
- 5 Where a requirement of a successful bid is that it must be match funded by the Council, the approval of the relevant Cabinet Member to accept the grant must be obtained before signature, if the amount of grant is up to the value of £1 million.
- 6 With notification to Director of Finance and Resources (Section 151 Officer) or nominees.