



### Contracts awarded under delegated powers

**Committee**            Operations

**Date of meeting**    9 November 2018

**Date of report**    25 October 2018

#### Report by Assistant Chief Executive

##### 1. Object of report

To advise the Committee of subsidised local bus service contracts awarded utilising delegated powers.

##### 2. Background

It has been necessary to award subsidised local bus service contracts as allowed for in the Scheme of Delegations. This has been done in order to react to commercial local bus market changes and to award a number of temporary contracts in cases where tender bids for the long-term have proved unaffordable and unsustainable in the longer term. In each circumstance, SPT endeavoured to encourage the market to respond commercially, although this was unsuccessful.

Appendix 1 details the local bus service contracts involved since August 2018.

Tendering processes continue to ensure that all contracts are monitored, reviewed and where justified, replaced on a sustainable basis.

##### 3. Committee action

The Committee is recommended to note the subsidised local bus service contracts awarded, utilising delegated powers, thus ensuring that socially necessary gaps in the public transport network arising from commercial local bus market changes are provided for.

##### 4. Consequences

Policy consequences:	<i>In line with Regional Transport Strategy.</i>
Legal consequences:	<i>All contracts are awarded subject to SPT's conditions of contract for transport contracts and where applicable, vehicle lease agreements.</i>
Financial consequences:	<i>The award of contracts detailed in the committee paper will result in additional costs to SPT of £11,190 in 2018/19.</i>
Personnel consequences:	<i>None directly.</i>
Equalities consequences:	<i>Seeks to reduce the incidence of social exclusion by supporting socially necessary bus services.</i>

Risk consequences: *None directly.*

**Name** Valerie Davidson  
**Title** **Assistant Chief Executive**

**Name** Gordon MacLennan  
**Title** **Chief Executive**

*For further information, please contact Alex Scott, Bus Services Manager on ext 3388*

**Contracts awarded under delegated powers - for noting**

Service No	Description	Original Operator	Start / End	Remarks	Contract Cost	Awarded to
16, 117	Cambroe – Coatbridge – Chapelhall - Salsburgh	McGill's	25 November 2018 / 13 July 2019	Following the withdrawal of commercial service 202 by McGill's, SPT withdrew contracts 4761G and W024G a temporary consolidated contact was awarded. A further temporary contract has been awarded to provide sufficient time to review and arrange a sustainable replacement.	£51,786, which equates to £1,569.27 per week	McGill's
106/A	Coatbridge Town Centre – Shawhead – Kirkshaws	McGill's	25 November 2018 / 13 July 2019	Following the withdrawal of commercial service 212 by McGill's a temporary contact was awarded. A further temporary contract has been awarded to provide sufficient time to review and arrange a sustainable replacement.	£17,201, which equates to £521.23 per week	McGill's
147/A, 247	Monklands Hospital – Cumbernauld – Kirkintilloch/ Kilsyth	McGill's	25 November 2018 / 13 July 2019	Following the withdrawal of commercial service 247 by McGill's, SPT withdrew contract 2827M and a temporary contact was awarded. A further temporary contract has been awarded to provide sufficient time to review and arrange a sustainable replacement.	£116,802, which equates to £3,539.44 per week	McGill's
213	Airdrie – Coatbridge – Bargeddie – Glasgow	McGill's	25 November 2018 / 13 July 2019	Following the withdrawal of commercial service 213 by McGill's, SPT withdrew contract W056D and a temporary contact was awarded. A further temporary contract has been awarded to provide sufficient time to review and arrange a sustainable replacement.	£53,641, which equates to £1,625.48 per week	McGill's

**Appendix 1**

Service No	Description	Original Operator	Start / End	Remarks	Contract Cost	Awarded to
320	Cumbrae Slip – Milport Pier	Millport Motors	24 October 2018 / 22 October 2022	Following changes by Millport Motors to its commercial service 320 Winter timetable, whereby commercial provision was being reduced from 30 minutes to 60 minutes, contract 6801K was withdrawn and a revised contract advertised which aligned subsidised provision with the commercial 60 minute headway. An optional tender was submitted for the Winter commercial 60 minute service to be replaced with a commercial 30 minute service as well as an on-demand service, with additional subsidised journeys to those advertised This option maintains the 30 minute year round service level on the island and allows for connection with all ferry journeys to/from the mainland.	£128,000, which equates to £32,000 per annum	Millport Motors
329	Glasgow City Centre – Roystonhill – Stobhill Hospital	McGill's	25 November 2018 / 13 July 2019	Following the withdrawal of Monday to Friday commercial service 329, by McGill's, SPT withdrew contract 3164P (Saturday and Sunday) and a daily temporary contact was awarded. A further temporary contract has been awarded to provide sufficient time to review and arrange a sustainable replacement.	£20,421, which equates to £618.82 per week	McGill's

**Appendix 1**

Service No	Description	Original Operator	Start / End	Remarks	Contract Cost	Awarded to
DRT, X50	Three Valleys DRT Glespin – Hamilton (service x50) (2 SPT Vehicles)	JMB Travel	13 January 2019 / 13 July 2019	Despite repeated endeavours to secure a sustainable solution, procurement through prevailing method has produced tender returns in excess of current guidelines. A further temporary contract has therefore been awarded, to provide sufficient time to develop, advertise and award a sustainable replacement.	£99,554, which equates to £3,829 per week	JMB Travel