



Contracts awarded under delegated powers

Committee Operations

Date of meeting 26 April 2019

Date of report 16 April 2019

Report by Assistant Chief Executive

1. Object of report

To notify 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 temporary contracts where tender bids for the long-term equivalent 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 subsidised local bus service contracts involved since January 2019.

Tendering processes continue to ensure that all temporary 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 £61,533 and £19,703 to Glasgow City Council in 2019/20 if projected to March 2020.</i>
Personnel consequences	<i>None directly.</i>

Equalities consequences

Seeks to reduce the incidence of social exclusion by supporting socially necessary bus services.

Risk consequences

None directly.

Name Valerie Davidson

Name Gordon MacLennan

Title **Assistant Chief Executive**

Title **Chief Executive**

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

Temporary contracts awarded utilising delegated powers - for noting

Contract	Service No	Description	Original Operator	Start / End	Remarks	Contract Cost	Awarded to
9581T3	Three Valleys DRT	MyBus Rural 900	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
W131T6	213	Airdrie – Coatbridge – Bargeddie - Glasgow	McGill's	10 February 2019/ 13 July 2019	Following registration of a daytime commercial service by United Coaches, SPT cancelled temporary contract W131T4. A new temporary contract has been awarded, to cover the remaining journeys in the late evenings, to provide sufficient time to develop, advertise and award a sustainable replacement.	£24,860, which equates to £1,130 per week	McGill's
W044F	100	George Square – SEC – Riverside Museum	Garelochhead Coaches	10 February 2019/ 17 August 2019	Following expiry of the long-term contract, fully funded by Glasgow City Council (GCC), a new temporary contract has been awarded to provide sufficient time for GCC to consider future options for this service.	£63,450, which equates to £2,350 per week	Garelochhead Coaches

Appendix 1

Contract	Service No	Description	Original Operator	Start / End	Remarks	Contract Cost	Awarded to
W126T3	106	Coatbridge Town Centre - Shawhead	McGill's	10 February 2019/ 13 July 2019	Following registration of a commercial service between Coatbridge and Kirkshaws, by United Coaches, SPT cancelled temporary contract W136T2. A new temporary contract has been awarded, to cover section of route between Coatbridge and Shawhead, to provide sufficient time to develop, advertise and award a sustainable replacement.	£30,646, which equates to £1,393 per week	McGill's
W065T8	1/1, 2/A, X7	Kilmacolm – Quarriers Village – Bridge of Weir – Houston – Linwood – Johnstone/ Greenock - Kilmacolm	McGill's	24 March 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.	£61,744, which equates to £3,859 per week	McGill's