

Delegated Officer Report

Decision Maker: Rebekah Sutcliffe

Date of Decision: 08/02/2019

Subject: CHL contract extension for Healthy Living Primary Care

Report Author: Anna Tebay

Ward (s): All

Reason for the decision: A deed of variation is sought to extend a contract period with an existing provider CHL. This is for the wider delivery of Healthy Living Primary care. The contract value for the entire duration remains unchanged and therefore meets requirements of the Council Procurement rules set out within 17.1(b).

The contract value with CHL at point of commencement in 2017 was £20k and this value is not being increased through the deed of variation, the only amendment to contract is the delivery time, to complete 31st March 2020. As the contract value will not increase, it is within the rules of the Council Procurement Rules to allow for a modification of contract i.e. extending the time period.

Summary: In 2017 Oldham Council commissioned CHL to the value of £20k to support the roll out of the GM framework for Healthy Living Primary Care in Oldham. Healthy Living Primary Care is an umbrella term for training to support Pharmacy, Dentistry and Optometry to have opportunistic conversations about healthy lifestyles through brief interventions with the public that they routinely see.

CHL are the provider arm of the GM Local Pharmaceutical Committee and were commissioned as a unique supplier that are in regular contact with all Oldham pharmacies. Within this contract a clause

was inserted to ensure that if GM investment became available then that would be used before Oldham investment. Shortly after the contract award a GM bid from GM LPC was successful with Health Education England which fully covered the cost of training to support Healthy Living Pharmacy across GM.

In 2018 a deed of variation was approved to extend the contract period, to ensure that funding was available to support the roll out of Healthy Living Dentistry and Healthy Living Optometry. Since this time, GM investment has become available to offer full GM coverage of training to these professional groups.

Half of the £20k funding allocated to Healthy Living Primary Care has been utilised to support a number of related topics, but £10,028 remains within this contract. A further deed of variation is therefore sought to ensure that this agenda can be supported in 2019. No additional funding is required.

What are the alternative option(s) to be considered? Please give the reason(s) for recommendation(s):

Option 1: Extend the contract for a further 12 months to allow the continued support to roll out the GM framework of Healthy Living Primary Care (Pharmacy, Dentistry & Optometry).

Option 2: No longer support the training and infrastructure for delivering the GM framework for Healthy Living Primary Care.

Consultation: including any conflict of interest declared by relevant Cabinet Member consulted.

No consultation has been undertaken / not required.

Recommendation(s):

Option 1 is recommended: Extend the contract for a further 12 months to allow the continued support to roll out the GM framework of Healthy Living Primary Care (Pharmacy, Dentistry & Optometry).

Implications:

What are the financial implications?

The existing contract with CHL ceases on 31st March 2019 at which point CHL are expecting to hold a residual cash balance of approx. £10k, generated by underspends in the current year.

The proposal is to extend the contract for a further twelve months or until the balance remaining (£10K) has been fully utilised.

There are no adverse financial implications as a result of extending this contract.

(Jenny Howarth Senior Accountant/Andy Cooper
Senior Finance Manager, 18/01/19)

*What are the **legal** implications?*

There is provision under Rule 17.1. (c) for a modification of a contract where the need for the modification has been brought about by circumstances which a diligent contracting authority could not have foreseen and the modification does not alter the overall nature of the contract and does increase the original contract value by more than 50%.

(Elizabeth Cunningham Doyle 21/01/19)

What are the **procurement** implications?

Based on the Information provided in this report, Strategic Sourcing supports the provision under the Rule 17.1. (c) Strategic Sourcing will provide commercial support as necessary on this basis, and in accordance with legal advice.

(Mohammad Sharif, Interim Sourcing Consultant
24/01/2019)

*What are the **Human Resources** implications?*

There are no Human Resources implications

Equality and Diversity Impact Assessment attached or not required because (please give reason)

No equality and diversity impact assessment has been undertaken as this work supports pharmacies, dentistry and optometry across the whole of the borough.

*What are the **property** implications*

There are no property implications

Risks:

No risks have been identified with the continuation of this provision through contract extension.

Co-operative agenda

#ourbit: Building a sustainable co-operative workforce (pharmacy, dentistry and optometry) that innovates based on the principle of being equal partners and co-creators

#yourbit: Taking an active role by working with others in shaping better outcomes and making them happen

#result: A co-operative workforce

Has the relevant Legal Officer confirmed that the recommendations within this report are lawful and comply with the Council's Constitution?

Yes

Has the relevant Finance Officer confirmed that any expenditure referred to within this report is consistent with the Council's budget? Yes

Are any of the recommendations within this report contrary to the Policy Framework of the Council? No

Reason(s) for exemption from publication: None

List of Background Papers under Section 100D of the Local Government Act 1972:

There are no background papers for this report

Report Author Sign-off:	
Date:	

Please list and attach any appendices:-

Appendix number or letter	Description

In consultation with Director/Executive Director

Signed :  _____

Date: 08/02/2019