



Item 8.2

2021/22 Procurement Policy and Procurement & Disposal Framework

Ordinary Meeting 24 June 2020

Local Government Act & Regulations

Local Government Act 2009 (LGA)

- Local Government Principles
- Sound Contracting Principles

Local Government Regulations 2012 (LGR)

- Procurement Policy
- Strategic Contracting Procedures
 - Contract Manual
 - Contracting Plan
 - Supporting Guidelines
 - Significant Contracting Plan/s
- Council must review its procurement policy annually

Policy, Manual & Plan

Procurement Policy:

- is a strategy document that outlines how a local government will go about procuring goods and services and disposing of non-current assets

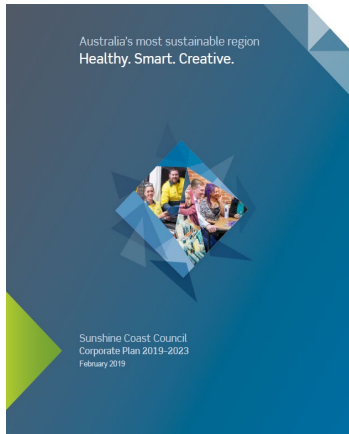
Contract Manual:

- sets out the procedures about how the local government will carry out contracting.

Contracting Plan:

- Identifies the types of contracts that Council proposes to enter into during the financial year
- Market assessments
- List of the Significant Contracts

Procurement alignment with Corporate Plan & Strategies



OUR STRONG COMMUNITY

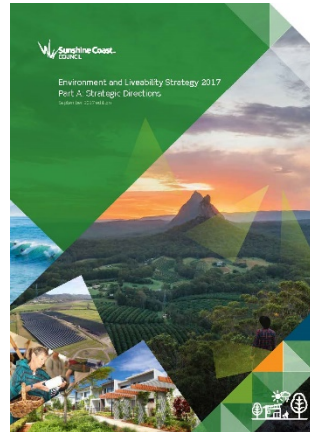


Social Benefit Procurement Guideline



First Nations Procurement Guideline

OUR ENVIRONMENT AND LIVEABILITY



Future:

Environment & Sustainability Procurement Guideline

OUR RESILIENT ECONOMY



Local Preference in Procurement Guideline

Innovation & Market-Led Engagement Guideline

Social Benefit in Procurement Guideline

Background

The Social Benefit in Procurement Guideline:

- was developed to support *Sunshine Coast Community Strategy 2019-2041*
- Social Benefit Suppliers (SBS) have social missions centred on benefitting a group of people who are considered disadvantaged in the local community
- Facilitated by:
 - Directing procurement processes at SBS's
 - Encouraging commercial organisations who sub-contract to SBS's

Current Examples

Resource Recovery Centre Operations (ITT1822) – Endeavour Foundation

First Nations Procurement Guideline

Background

- Developed to support Council's Innovate **Reconciliation Action Plan (RAP) 2021-2022**
- Directly addresses the RAP commitment to identifying opportunities for First Nation owned businesses to supply council with goods and services
- Facilitated by:
 - Directing procurement processes at First Nation businesses
 - Encouraging principal contractors to sub-contract to First Nation businesses
 - Drive employment of First Nation People
 - Support business development opportunities

2021/22 Statistics

2020/21 YTD is \$402,745

- This is across 30 Suppliers.

2019/20 - \$204,789

2018/19 - \$522,963

- Approximately \$250,000 for Contract for Converge Heritage and Community.
- Approximately \$147,000 was engagements, predominately by the SCAEP Team.

2017/18 - \$705,868

- Approximately \$545,000 predominately by the SCAEP Team.

Local Preference in Procurement Guideline

Background

The Local Preference in Procurement Guideline:

- will continue to drive engagement with local contractors
- was updated for the 2020/21 year to increase the local preference evaluation criterion percentage weighting to 20%

2020/21 Statistics

- End of May 2021, Council has a procurement spend of **\$324** million
- **\$241 million** or **75%** with Local Suppliers

2019/20 Statistics

- End of May 2020, Council had a procurement spend of \$344 million
- \$240 million or 70% with Local Suppliers

Innovation & Market-Led Engagement Guideline

Background

- Will create a pathway for specialised engagements of contractors:
 - providing innovative solutions that can be tested/trialled
 - Market Led Proposals (similar to State Government Framework)
- Contains appropriate checks and balances to ensure compliance with legislation and community expectations

2021/22 Significant Contracts

Sunshine Coast City Hall – Fit Out

Microsoft Enterprise Licences

Pavement Marking Services

Lifeguard Services

Kawana Waters Regional Aquatic Centre

Nambour Landfill Expansion

Proposed developments/improvements for 2021/22

- Ongoing market assessments of highly active industries, such as construction
- Evolving procurement and delivery strategies to meet those markets
- Furthering Council capability to assess procurement spend by categories
- Development of an Environment & Sustainability in Procurement Guideline
- Implementation of 'How To' Guidelines for each type of procurement activity
- Implementation of Nex Gen procurement ecosystem from Local Buy - this is a suite of integrated solutions that provide sourcing, governance and analytics capabilities

Thank you.



See council's website for further details
www.sunshinecoast.qld.gov.au