

**Police and Crime Panel Meeting**  
**3 July 2015**  
**Report of the Police and Crime Commissioner**

**POLICE AND CRIME COMMISSIONER'S REPORT ON MAXIMISING EFFICIENCIES THROUGH REGIONAL COLLABORATIVE PROCUREMENT ARRANGEMENTS**

This report provides an overview of the collaborative procurement process which was adopted following the decision to establish the South West Police Procurement Department on 1 April 2014.

**1. Background Information**

- ❖ In July 2011 the Police Authorities of Devon and Cornwall, Dorset, Gloucestershire, and Wiltshire began the process of establishing a regional procurement team to undertake the process of procuring goods, services, or works on their behalf.
- ❖ The South West Police Procurement Department ("SWPPD"), was launched on 1 April 2012 and has staff based in Exeter, Gloucester, Winfrith and Devizes.
- ❖ The SWPPD undertakes all strategic sourcing for the four forces. There is a senior manager based in each of the four force headquarters, and these individuals also undertake a force client relationship role.
- ❖ Each force retains responsibility for transactional purchasing, contract implementation and day to day supplier management. The SWPPD undertakes all strategic contract management and supplier development.
- ❖ During 13/14 a number of joint procurements were undertaken, as 'wave 2' of the sourcing project. The objective of wave 2 was to identify and deliver a series of savings across the four forces in a number of key spend areas.
- ❖ Wave 2, which commenced in May 2012, has progressed well and annual, ongoing savings of £923k have been realised. It is anticipated that wave 2 will be completed by the end of August 2014, as work progresses on the joint waste procurement, and the telecoms cost recovery is finalised.
- ❖ A strategic review of print services has been undertaken. As a result of the review Devon & Cornwall outsourced the provision on 1<sup>st</sup> April 2014 and are anticipating achieving savings in the region of £175k per annum. The redundant in-house printing equipment is also being sold, which will generate a small income.

## 2. SWPPD Savings Delivery

- ❖ The SWPPD is now well established, and providing strategic procurement services, ensuring value for money on the addressable third party spend of approximately £135m per annum across the four forces.
- ❖ During 2013/14 the SWPPD have delivered savings in the region of £470k from specific sourcing activities that have been completed.
- ❖ Further to savings that have been delivered as a result of the direct sourcing activity, other savings have also been achieved by the SWPPD during 2013/14. These savings have been achieved mainly as a result of rigorous contract and supplier management and negotiations with the incumbent provider, and totalled £750k.
- ❖ An example of these savings include £129k for D&C as the result of a negotiated contract extension for support and maintenance of the Integrated Command and Control Solution
- ❖ The total savings achieved in Devon and Cornwall during 13/14 is £1.4m, of which £1.14m is ongoing
- ❖ The cumulative ongoing savings delivered by the SWPPD, for Devon and Cornwall, since its inception in April 2012 is £1.473m

## 3. Devon and Cornwall - ICT Managed Services Contract Replacement Project

- ❖ As a result of the retendering process for the ICT managed services contract a revenue saving of **£1.8m p.a.** is anticipated, against the original Business Case potential savings estimate of £0.7m p.a.