

**Report to:** STAR Joint Committee

**Date:** 15<sup>th</sup> April 2024 **Report for:** Information

**Report from:** Assistant Director STAR

### **Report Title**

### **CONTRACT PROCEDURE RULES (CPRs) Revision**

### **Summary**

This report provides a revision to the current Contract Procedure Rules ("CPRs") to include current legislation for Health Care Services (Provider Selection Regime) Regulations 2023 and proposes the adoption of the revision to the current CPRs by each of the STAR Authorities.

### **Recommendations**

The recommendation of this report is that the STAR Board:

Notes the content of the report

### **Contact person for access to background papers and further information:**

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# **Consultation**

No public consultation required

### 1. **Background**

1.1 The CPRs are standing orders made pursuant to s135 of Local Government Act 1972. Where such standing orders are made, they shall include provision for securing and regulating competition for contracts entered into. They may also

include exemptions to such provisions under certain thresholds specified within the CPRs.

- 1.2 Since the establishment of STAR Procurement, it has been considered essential that all partner authorities to have a single set of CPRs in order to harmonise procurement processes and enable the shared service vehicle to deliver an effective and consistent procurement processes.
- 1.3 The Council's current CPRs have been harmonised and adopted into the Constitution of each of the following STAR Authorities Stockport, Trafford, Tameside and Rochdale and there is a current process being undertaken for St Helens and Knowsley Council to adopt the STAR CPRs.

### 2. CPRs Revision

- 2.1 The new Health Care Services (Provider Selection Regime) (PSR) Regulations 2023 came into force on 1<sup>st</sup> January 2024. To ensure that the CPRs are up to date with current legislation the CPR's need to be revised to include these new Regulations.
- 2.2 The changes are minimal and are limited to the following sections only:
  - Clause 1.1. reference made to PSR legislation.
  - Clause 1.2 Knowsley and St Helens council included.
  - After clause 5.5.5, Table 1 procurement activities: inserted the words:

When procuring Relevant Health Care Services, the procurement processes set out in The Health Care Services (Provider Selection Regime) Regulations 2023 shall take precedence over the table below. The Provider Selection Regime does not place any value limits on the contracts that can be awarded under the direct award processes or the most suitable provider process.

The values specified in the table below are exclusive of VAT and is intended for calculating the value of a contract that falls below the Regulations Threshold. Where the Regulations apply, VAT is to be included when calculating the total value of a Contract.

9.1.3 (c) added in: This section 9.1.3(c) does not apply to Relevant
Health Care Services. Where an award or modification for Relevant
Health Care Services must be made urgently, Section 14 of The Health
Care Services (Provider Selection Regime) Regulations 2023 should be
followed.

- 9.3.1 added in: For Relevant Health Care Services, Section 13 of The Health Care Services (Provider Selection Regime) Regulations 2023 should be followed where a Contract or Framework Agreement is modified during its term.
- Schedule 2 Definitions:
  - o Under the current definition of Regulations, added in "and the Health Care Services (Provider Selection Regime) Regulations 2023"
  - o Added in definition of Relevant Health Care Services "means health care services which fall within one or more of the CPV codes specified in the table in Schedule 1 of the Health Care Services (Provider Selection Regime) Regulations 2023.
- 2.3 All STAR Authority legal teams have been consulted on the update to CPRs.
- 2.4 Each STAR Authority is required to separately progress the proposed revision to the CPRs through their own governance arrangements with a view to securing the adoption of the revised CPRs.
- 2.5 The intention is for each of the STAR Authorities to simultaneously adopt the proposed new CPRs by July 2024. Until each Council has adopted the revised Rules, each STAR Authority and STAR Procurement will continue to operate on the existing CPRs.

# 3. Anticipated Revisions

3.1 As the new Procurement Regulations are due to come into force in October 2024, there is an anticipated further review and required revisions to CPRs to include the new regulations later in the year. A future report to detail the revisions will be brought to Joint Committee.

# 4. Next Steps

- 4.1 Each STAR Authority will progress the updated CPRs through its own governance procedures.
- 4.2 Pending agreement and adoption of the proposed revision the proposed amendment will need to be incorporated into the Constitution of each Council.
- 4.3 STAR Procurement will undertake a programme of updating the Procurement Handbook to provide additional guidance as necessary.

### 5. Recommendations

- 5.1 It is recommended that the STAR Joint Committee:
  - Notes the content of the report.

# **Report Appendices** CPRs April 2024 1.