

REQUEST FOR DMPC DECISION – PCD 117

Title: Government Secure Zone (GSZ) Automatic Number Plate Recognition (ANPR) and CCTV Camera Systems - Contract Award

Executive Summary:

This paper requests approval to award a contract to Eurovia Infrastructure Ltd for the support and maintenance of the ANPR and CCTV camera system and funding of up to £820,000 over the contract period of two years, plus the option to extend for a further two years.

Recommendation:

The DMPC is asked to

1. Approve the award of a contract to Eurovia Infrastructure Ltd for the support and maintenance of the ANPR and CCTV camera system.
2. Approve funding of £820,000 over the contract period of two years plus two.

Deputy Mayor for Policing And Crime

I confirm I have considered whether or not I have any personal or prejudicial interest in this matter and take the proposed decision in compliance with the Code of Conduct. Any such interests are recorded below.

The above request has my approval.

Signature

Sybil Lunde

Date

9/1/17

PART I - NON-CONFIDENTIAL FACTS AND ADVICE TO THE DMPC

Decision required – supporting report

1. Introduction and background

- 1.1. The contract award is for the provision of support and maintenance of the ANPR and CCTV camera system located within the GSZ together with other MPS owned ANPR cameras located in a number of London boroughs, Heathrow and City airports.
- 1.2. There is currently an ongoing piece of work reviewing pan-London CCTV. The aim is to formulate a strategy for CCTV including the current and future requirements of users and partners. The award of this contract is an immediate solution for the continued support of the existing camera fleet and is not dependent on the pan-London review. This contract could be superseded by alternative support arrangements pending the outcome of the pan-London review.

2. Issues for consideration

- 2.1. This contract provides support for fixed roadside ANPR cameras owned by the MPS as well as ANPR and CCTV cameras within the GSZ. The contract will encompass the current Heathrow system negating the need for a separate support contract. It should be noted that as the current ANPR assets age, the cost to support the systems will increase. A programme of refresh for the GSZ assets is planned to commence during 2016/17.
- 2.2. These are discussed in the Part 2.

3. Financial Comments

- 3.1. The funding of £205,000 per annum can be met from existing resources. Included in the £205,000 is a contingency element to allow for the support and maintenance of additional cameras to be brought into scope during the term of the contract. The actual committed cost to the supplier is during the contract period is £724,329.
- 3.2. A saving of £137,408 has been realised against the full year budget of £1,080,651. The saving will be used to partially offset emerging pressures relating to the current ANPR system.

4. Legal Comments

- 4.1. There are no legal implications arising from this report.

5. Equality Comments

- 5.1. There are no direct equality or diversity implications arising from this report

6. Background/supporting papers

- 6.1. None.

Public access to information

Information in this form is subject to the Freedom of Information Act 2000 (FOIA) and other legislation. Part 1 of this form will be made available on the MOPAC website within 1 working day of approval. Any facts/advice/recommendations that should not be made automatically available on request should not be included in Part 1 but instead on the separate Part 2 form. Deferment is only applicable where release before that date would compromise the implementation of the decision being approved.

Part 1 Deferral:

Is the publication of Part 1 of this approval to be deferred ? NO

Part 2 Confidentiality: Only the facts or advice considered as likely to be exempt from disclosure under the FOIA should be in the separate Part 2 form, together with the legal rationale for non-publication.

Is there a **part 2** form – Yes

If yes, for what reason: EXEMPT under Article 2(2) of the Elected Local Policing Bodies (Specified Information) Order 2011.

ORIGINATING OFFICER DECLARATION:

	<i>Tick to confirm statement (✓)</i>
Head of Unit: The Head of Strategic Finance and Resource Management has reviewed the request and is satisfied it is correct and consistent with the MOPAC's plans and priorities.	✓
Legal Advice: The MPS legal team has been consulted on the proposal.	✓
Financial Advice: The Head of Strategic Finance and Resource Management has been consulted on this proposal.	✓
Equalities Advice: No Equality and Diversity issues identified.	✓

OFFICER APPROVAL**Chief Executive Officer**

I have been consulted about the proposal and confirm that financial, legal and equalities advice has been taken into account in the preparation of this report. I am satisfied that this is an appropriate request to be submitted to the Deputy Mayor for Policing and Crime.

Signature *R. Lawrence*

Date *9/1/17*





Updated Business Justification - Award Part 1

Business Justification Award Paper for Support and Maintenance for Government Security Zone(GSZ) Automatic Number Plate Recognition (ANPR) and CCTV Camera Systems and Authority/MPS Owned Fixed ANPR Camera Systems

Investment Advisory Board

19 December 2016

Freedom of Information Act Publication Scheme

Protective Marking	suitable for MOPAC publication – part 1
Publication Scheme Y/N	
Title	Contract Award for the Support and Maintenance for GSZ Camera System
Version	10.0
Summary	Business Justification Award Paper seeking approval for the award of contract for the support and Maintenance of ANPR and CCTV camera systems within the GSZ and Fixed ANPR cameras owned by the MPS.
(B)OCU or Unit, Directorate	Digital Policing
Author	Nigel Eastaugh



Freedom of Information Act Publication Scheme

Review Date	6 months from publication
Date Issued	03/10/2016

Purpose of this document

To seek approval for the award of a two year contract extendable by a further two years for the Support and Maintenance of the ANPR and CCTV systems located within the Government Security Zone (GSZ) together with ANPR cameras owned by the Authority/MPS.

There is currently a review of pan-London CCTV in collaboration with MOPAC, TfL Local Authorities and other users to formulate a strategy for CCTV including harmonising processes, standards, equipment and potentially support and maintenance. This contract is to provide essential maintenance cover for existing CCTV provision and may be superseded in due course by alternative support arrangements pending the outcome of the Review

Version History

Version	Date	Additions/Modifications	Prepared/Revised by
Draft 1	03/10/2016	First draft revision	Nigel Eastaugh
V.2.0	04/10/2016	Revisions by Procurement Services	Paul Knapp
V.3.0	25/10/2016	Revisions by Finance	David Anderson
V.4.0	26/10/2016	Revisions following consultation	Nigel Eastaugh
v.5.0	27/10/2016	Revisions by Finance	David Anderson
v.6.0	28/10/2016	Revisions by Finance	David Anderson
v.7.0	01/11/2016	Revisions by Finance	David Anderson
v.8.0	3/11/2016	Revisions by Procurement Services	Paul Knapp
v.9.0	4/11/2016	Revisions by Procurement Services	Paul Knapp/Simon Wilson
v.10.0	4/11/2016	Revisions by Procurement Services	Paul Knapp/Simo Wilson

Internal Consultation & Assurance

The following people have been consulted in the production of this Business Justification and their opinions incorporated.

Directorate / Dept.	Name & Job Role	Rank / Grade	Date Assured
Commercial Services	Paul Knapp (Category Manager)	Band B	04/10/2016
DP	Neil Shazell	SPG4	14/10/2016
HR			
Legal (DLS)			
Property			
Finance Business Partners	Dave Anderson	U	25/10/2016
Health & Safety			
DCFD			



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1 Decisions Required

This Business Justification Award paper relates to the award of Contract following a mini-competition conducted against the Authority's own multi-supplier Electronic Security and Control Room System Framework Agreement. This is a '3rd party contract' in that it doesn't currently fall within the remit of a service tower provider. The contract to be awarded is for the provision of Support and Maintenance of the Authority/MPS owned ANPR and CCTV camera systems located within the Government Security Zone (GSZ) together with other Authority/MPS owned fixed ANPR cameras located in a number of London Boroughs and at Heathrow and London City Airports. This paper is not related to the Metropolitan Police Service's ANPR Strategy Paper for future expansion.

There is a current Review of pan-London CCTV in collaboration with MOPAC, TfL Local Authorities and other users. The work is being led by AC Hewitt and aims to formulate a strategy for CCTV including harmonising processes, standards and equipment to meet the current and future requirements of users and partners. It is possible that the Review may recommend the establishment of a collaborative pan-London CCTV Support Framework which could be provided through the replacement to the existing MPS Framework (expiring in Mar 18) or through a separate GLA sponsored procurement. The award of this MPS GSZ/ANPR Camera Support contract is a solution to address the immediate need for the continuation of support of the existing cameras fleet and is not dependent on this Review but could be superseded by a future collaborative Framework where this is of mutual benefit.

MOPAC are requested to approve the following recommendations:

- That a 2-year contract with the option for 2 x one-year extensions be awarded to Eurovia Infrastructure Ltd at a total 2-year cost of £410,000 and a total 4-year cost of £820,000 if the two extension options are taken. The current budgets for this service are sufficient to cover these costs.
- That these figures include a contingency to allow for the support and maintenance of additional cameras to be brought into scope of the contract during its term. The actual committed cost to the supplier at this time will be £362,164.53 (2 years) and £724,329.06 (4 years) respectively.
- That the authority to award the extensions is granted without the need for referral back to these boards unless the value of approved award is exceeded or an appropriate, cost effective, compliant and alternative collaborative framework is in place.

The key issues MOPAC need to take account of are:

- That a saving of £137,408 has been realised against the full 4-years budget of £1,080,651 as identified within the original Business Justification Paper. This saving will be used to partially offset emerging pressures relating to the current MPS ANPR system.

That the contingency element of the award allows SCO35 the flexibility to incorporate additional CCTV and ANPR cameras into the scope of the Contract, negating the need for any further tendering exercise.

2 Strategic Case

The Authority/MPS owns and the MPS relies on a range of sophisticated ANPR and CCTV roadside systems that are installed in a variety of locations around London which require ongoing support for defects and periodic pre-planned maintenance as part of the security of the capital and specifically key strategic locations. The range of sites and complexity of some of the installed systems requires a support capability that is not available within the organisation on a 24/7 basis. This contract provides support for fixed roadside ANPR cameras owned by the MPS as well as ANPR and CCTV cameras within the GSZ. The contract will encompass the current Heathrow system negating the need for a separate support contract. Back Office systems are outside of this contract.

The approval of this proposal is necessary for the MPS to ensure the security of assets and supporting infrastructure, protect the public, its workers and meet the organisation's legal obligations in relation to the Health and Safety Act 1974 and the Management of Health and Safety Regulations 1999 as well as maintaining operational effectiveness in detecting and preventing crime and protecting residents and visitors to London from Terrorist attack.

The current contract expired on the 12th July 2016 and there were no further extension options available. To ensure the continuation of the appropriate 'Mission Critical' service, a temporary solution was competitively tendered via Compete to act as a stop gap solution pending the results of this full tendering exercise and this subsequent award decision.

There have been no specific issues identified throughout the period of the previous contract, however where necessary and appropriate specification changes were reviewed and were included within the documentation for this tender exercise.

Projects for new camera installations are expected to include suitable financial provision for revenue funding within the project Business Case and to include the cost for camera support, this is to allow any new system to be transitioned into support within this contract. This will be a key consideration for the approval of any new project.

It should be noted that as the current ANPR assets age, the cost to support the systems will increase. A programme of refresh for GSZ assets is planned to commence during the 2016/17 financial year.

3 Economic Case

There is a continuing requirement for the provision of 24/7 support to the MPS ANPR and CCTV systems for the GSZ and MPS owned Fixed ANPR systems, including systems at Heathrow and London City Airport and in the London Boroughs of Brent, Greenwich, Merton and Bromley. Cameras in Tower Hamlets, Hackney and Enfield are owned by Local Authorities.

This support contract will rationalise all roadside camera support contracts into one, this will enable the provision of out of warranty repairs and 24/7 support to MPS business functions with one supplier.

The length of any given contract is carefully scoped and goes through several internal assessments as soon as Commercial Services (Procurement) are engaged with. This is ultimately a joint decision with the Business Group and Commercial Service (Procurement) that best fits the needs of the organisation.

There were three Options to be considered;

1. Do nothing

This was ruled out because all systems require support and maintenance to ensure operational effectiveness and meet the organisation's obligation to deliver data to the National system that meets the required standards

2. Renew contracts on a yearly basis

This option was ruled out because it would not produce the economies of scale that would be delivered by tendering and awarding a contract for a longer period. In addition this would cause SCO35, Commercial Services and other internal parties' significant issues and overheads in terms of time and resources deployed to deliver the solution on an annual basis and would also not fit with recognised best practice guidelines.

3. Award a long term contract (up to 4 years)

The option to let a contract for a maximum period of four years (2+1+1) was recommended and approved within the original Business Justification Process. The rational for this option and this contractual term were:

- Contracting for a longer period (4 years in total) will save on internal MPS resource costs/manpower.
- Provides a complete solution for a longer period.
- Any newly appointed contractor - via the over-arching Framework - will require at least 12 months to familiarise themselves with the locations and type of cameras/equipment deployed.
- Prices will be more competitive due to economies of scale (factoring in the longer period).
- The shorter the term - the less likely Bidders will want to bid for the contract.
- The Bidders are less likely to offer as good a price (compared to a longer term contract when the contractor would have greater certainty in terms of a longer term income stream).

This Business Justification recommends that the initial contract be for a period of two years to enable alternative provision pending the outcome of the pan-London CCTV review but that the contract includes the option to extend for up to a further two years to ensure flexibility.

4 Management Case

The awarded contract will be managed by representatives from Commercial Services (Procurement) and by a nominated member of the ANPR Technical Services team, SCO35. The contract will include the pre-agreed terms and conditions of the Electronic Security and Control Room System Framework, with Key performance Indicators agreed, against which the contractor will be assessed. Periodic performance meetings will be held to review performance and highlight where the service has not met with the MPS's needs.

This requirement currently sits outside of the Service Integration and Management (SIAM) Towers model, the contract (once awarded), will be managed internally from a service delivery viewpoint by the MPS ANPR Technical Services Team (SCO35) which is part of the SC&O Business Group, as this contract relates to roadside assets and equipment that are not located in MPS Data Centres.

