

# Nottingham City Council Delegated Decision



**Nottingham**  
**City Council**

Reference Number:	4162
Author:	Glyn Daykin
Department:	Chief Executive's
Contact:	Glyn Daykin (Job Title: Senior Accountant - Treasury Management, Email: glyn.daykin@nottinghamcity.gov.uk, Phone: 63724)
Subject:	Treasury Management advisory services contract extension for 12 months followed by a full tender
Total Value:	£125,000.00 (Type: Revenue)
Decision Being Taken:	<p>1) To approve a 1 year extension to the current Treasury Management advisory contract from 1 April 2021 to 31 March 2022. The estimated cost of the 1 year extension would be £19,500 plus vat..</p> <p>2) To approve undertaking a full tendering exercise and to give delegated authority to the Director of Strategic Finance to award the contract and enter into all necessary legal documentation with the successful organisation to be the provider of Treasury Management advisory services to Nottingham City Council from 1 April 2022 to 31 March 2024 with 2 annual options to extend (until 31 March 2026).</p>
Reasons for the Decision(s)	<p>The current contract for Treasury Management advisory services expires on the 31 March 2021. The 1 year extension would allow the council to delay entering a tendering process at the same time as dealing with Covid 19 and the associated budgetary pressures, the additional work around supporting local businesses and the work around the go-live of the new Oracle system all which are a significant drain on finance resources.</p> <p>The decision value is an estimate for the total value for the initial 1 year extension of the existing contract and then following a tender process a new 2 year contract term with 2 further optional annual contract extensions. This is estimated to cost around £20k-£25k per annum.</p>

**Other Options Considered:** Option to enter a full tender process now was rejected on the basis that sufficient resources were not available due to other major projects/priority work. The existing service has been satisfactory and highly effective in recent years and it is expected that in 12 months time sufficient resources will be available to enable a full tender process to ensure the new contract fully meets service's needs and provides value for money to the council.

The do nothing option to proceed without the support of professional advisors was rejected on the basis that Treasury Management activities have very material financial implications due to their high value of transactions and so the nature of the professional support and required financial/economic data is highly specialised.

**Background Papers:** None

**Published Works:** None

**Affected Wards:** Citywide

**Colleague / Councillor Interests:**

**Consultations:** Date: 09/03/2021  
Other: Theresa Channell (Deputy S151)  
Proceed

Those not consulted are not directly affected by the decision.

**Crime and Disorder Implications:** None

**Equality:** EIA not required. Reasons: Not required because this is not a new or changing policy, service or function.

**Social Value Considerations:** N/A below EU threshold

**Decision Type:** Portfolio Holder

**Subject to Call In:** Yes

**Call In Expiry date:** 29/03/2021

**Advice Sought:** Legal, Finance, Procurement

**Legal Advice:** This report seeks authority to award a new contract for the provision of treasury management services. Provided the contract is awarded in accordance with the Public Contracts Regulations 2015 and the City Council's Financial Regulations this report does not raise any significant legal issues. Advice provided by Andrew James (Team Leader Contracts and Commercial) on 26/10/2020. Advice provided by Andrew James (Team Leader Contracts and Commercial) on 14/12/2020.

**Finance Advice:** This report seeks to extend the existing contract by one year for £19,500 which is within the existing budget provision for this expenditure. The new contract procurement from 1 April 2022 will also be covered within the existing budget provision. Advice is provided by Sue Risdall on 09/03/2021

**Procurement Advice:** The proposal is to request an extension to the existing Treasury Management contract for the reasons as outlined by the report author. There are no significant procurement concerns for this request. In addition, the Procurement Team will work with Finance to procure a new TM contract from April 2022. Advice provided by Mabs Karim (Procurement Officer) on 06/01/2021 and updated by Louise Dobson (Procurement Officer) 19/3/2021

**Signatures**

Sam Webster (PH Finance, Growth and City Centre)
SIGNED and Dated: 22/03/2021
Clive Heaphy (Chief Finance Officer)
SIGNED and Dated: 21/03/2021