

# Procurement and Opportunities for the Supply Chain

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# Introduction

- Under the previous PBO, procurement for LLWR was performed by Sellafield.
- Under the new PBO (UKNWM), LLWR has developed and continues to develop a self-sufficient procurement capability.

## Introduction (cont'd)

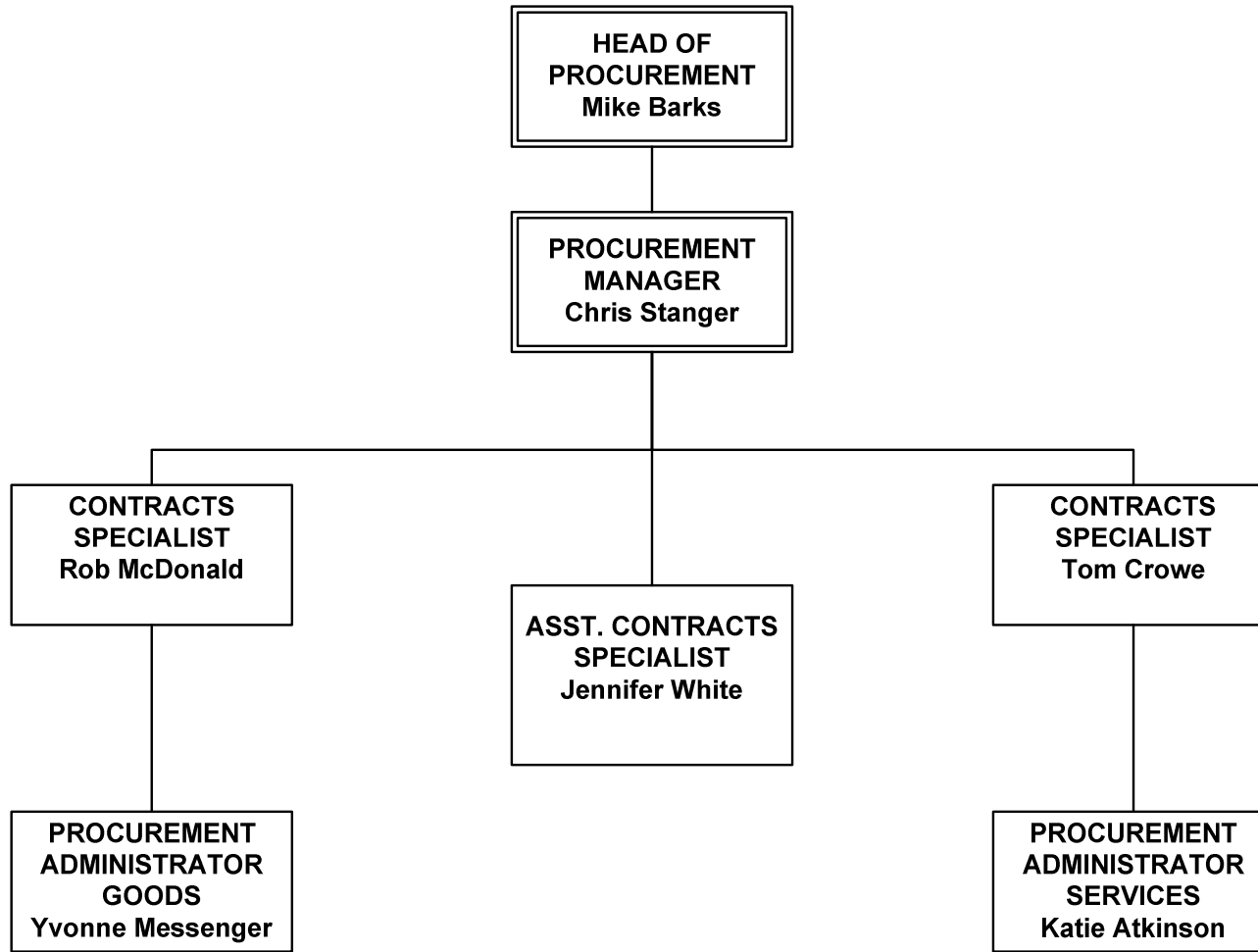
- This has been achieved by:-
  - Recruitment and training of a new procurement team
  - Introduction of Parent Body expertise to provide leadership
  - Adapting Sellafield procurement processes / systems and procedures to suit LLWR plus identifying and incorporating proven parent and international best practice procurement procedures
  - Transfer copies of framework contracts from Sellafield via the Nuclear Transfer Scheme for use by LLWR

# Where are we?

LLW Repository Ltd  
Blengdale Court  
Greengarth Business Park  
Holmrook  
Cumbria  
CA19 1UL

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# Who are we?



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## LLWR Procurement - Policy

- The new PBO has brought private sector ownership to LLWR however LLWR remains publicly funded.
- Consequently, the M & O contract between the NDA and LLWR requires compliance with Public Sector Procurement Rules and European Directives (OJEU).

# LLWR Procurement - Strategy

- Transparent procurement – OJEU where applicable.
- Use of competition as preferred method of determining best value for money.
- Use of best value source selection criteria.
- Use fixed price where scope / risk are reasonably definable.
- Use incentivised contracts where appropriate.
- Aggregation of contracts into the largest reasonable lots.
- Replace contracts transferred under the Nuclear Transfer Scheme where appropriate.
- Use of OGCbs frameworks where appropriate.
- Use of Service Level Agreements with Sellafield where appropriate.
- Use of Collaborative Procurement arrangements with other NDA Site License Companies where appropriate.
- The use of “Reach Back” agreements with PBO consortium member companies.

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## LLWR Procurement - Practice

- The Complete Tender Management (CTM) web-based system will be used to advertise significant requirements including OJEU notices.
- Incentivisation will be used to provide stimulus for key performance criteria for any given procurement, balance by “pain share” if the criteria are not met.
- Relevant prime contract terms & conditions will be flowed down to sub-contracts consistent with the requirements of the NDA.

# Supply Chain Development

- Establishment of good and consistent communications with suppliers and sub-contractors.
- Identification and engagement of suppliers that can work in partnership with LLWR.
- Continued development of a qualified supplier base.
- Encourage local suppliers to bid for work.
- LLWR commitment to a fair and reasonable financial return to suppliers for the delivery of goods and services to the required standard.

## Supply Chain Selection

- All purchase requirements that exceed the appropriate thresholds will be subject to EU Procurement Rules and will be advertised through OJEU via CTM.
- New requirements that fall below the thresholds will also be subject to competition and generally advertised via CTM.
- Competition will be used to obtain best value for money.
- A structured tendering process will be used to ensure fairness and give each tenderer an equal opportunity in line with the published selection criteria.

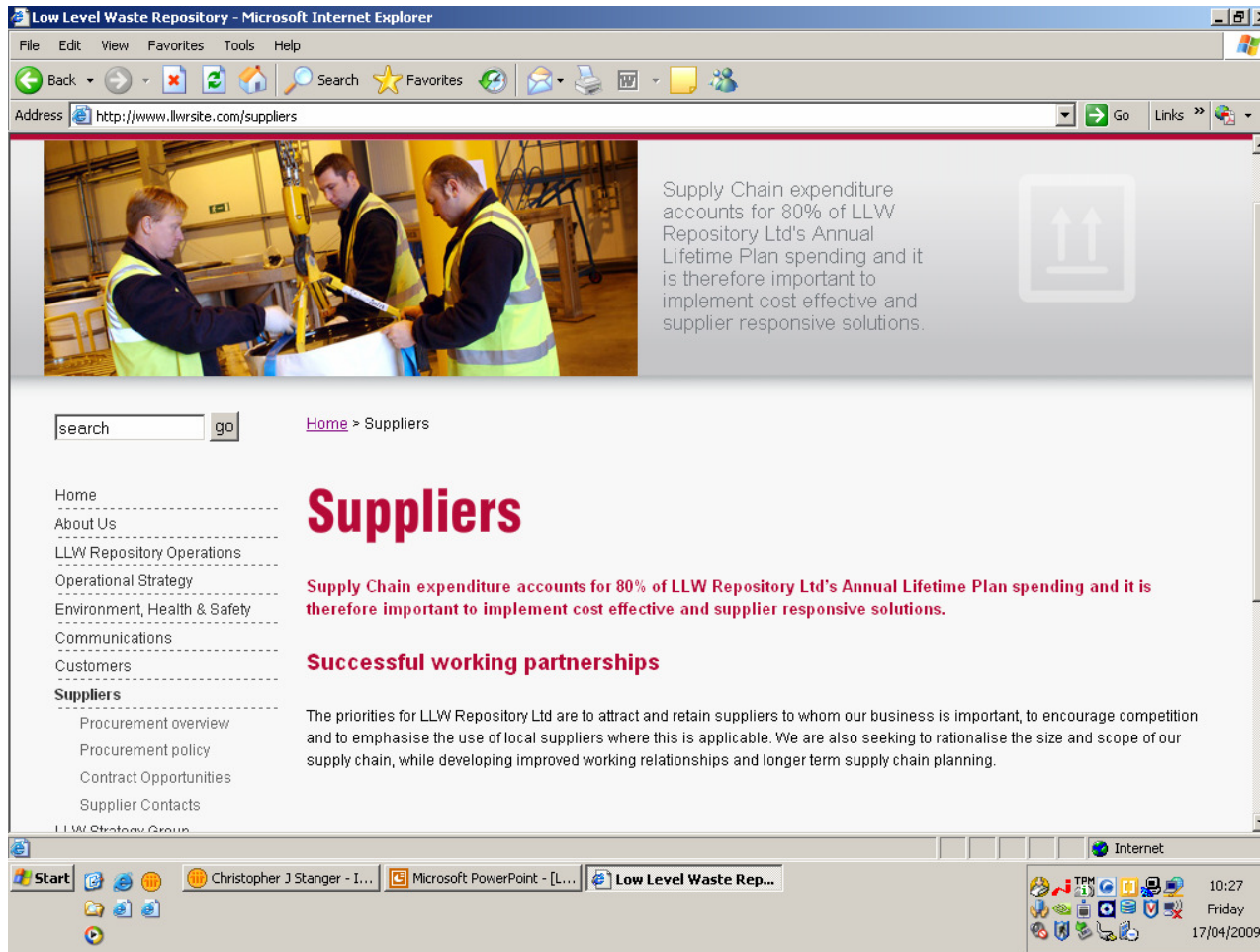
## Opportunities

- The following frameworks are due to expire and may need replacing:-
  - Decommissioning
  - MDDH
  - Analytical
  - Environmental Services
- Contracts covering the following goods / services are due to expire and will most likely require renewing:-
  - Health Physics Monitoring
  - Environmental Monitoring
  - Supply of Containers

## Opportunities (cont'd)

- The following new projects are being investigated:-
  - Metals Recycling
  - Incineration
  - VLLW
  - Demolition of PCM facilities
  - Waste tracking system

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