

APPENDIX 3

SUMMARY OF INDICATIVE COSTS

For the purposes of assessing the risk profile of this project (Hackney Procurement Risk Analysis Tool) the value of the contract has been estimated on the basis of historical spend and condition data. The total value of the procurement is estimated to be greater than £20M over the life of the contract.

Indicative per annum costs based on existing maintenance contracts and condition data:		
Planned Services - Statutory/ PPM/ Repairs under threshold and included in Fixed Cost	£2.88M p/a	These costs are estimated on the basis of the costs of the current contracts and the number of buildings/ assets under contract. They must be treated as indicative only to provide Members with context for the overall expected value of the contract.
Reactive/ Quoted - Responsive repairs/ Remedial and other Quoted Works (excluding Capital)	£1.77M p/a	
INDICATIVE TOTAL - Planned Services and Reactive/ Quoted per annum	£4.65M p/a	
Capital Delivery	<p>Minor capital works delivery (under £100K) will largely be driven by significant remedial works identified through routine maintenance and a required backlog and long term maintenance plan. There will also be a Major Capital delivery programme (above £100K). Capital works are subject to procurement on a project by project basis and it is expected that the maintenance contractor will competitively bid for a proportion of these works in addition to delivery of Planned Services and Reactive/ Quoted works.</p> <p>Capital works are subject to affordability and for context the 2020/ 21 Capital delivery through the main maintenance contract was circa £800K. Noting the unusual circumstances of 20/21 were not typical.</p>	