

<b>GROWTH, ENVIRONMENT AND RESOURCES SCRUTINY COMMITTEE</b>	AGENDA ITEM No. 5
<b>28 JUNE 2017</b>	<b>PUBLIC REPORT</b>

Report of:	Simon Machen, Corporate Director of Growth and Regeneration	
Cabinet Member(s) responsible:	Councillor Peter Hiller, Cabinet Member for Growth, Planning, Housing and Economic Development	
Contact Officer(s):	Andy Tatt, Head of Peterborough Highway Services	Tel. 01733 453469

**SKANSKA ANNUAL REPORT 2016/17**

<b>R E C O M M E N D A T I O N S</b>	
<b>FROM:</b> Simon Machen, Corporate Director of Growth and Regeneration	<b>Deadline date:</b> N/A
<p>It is recommended that the Growth, Environment and Resources Scrutiny Committee:</p> <ol style="list-style-type: none"> <li>1. Review and comment on the report.</li> </ol>	

**1. ORIGIN OF REPORT**

1.1 Following a Scrutiny meeting on the 13th June 2016 it was decided that the overall contract performance of the Peterborough Highway Services contract with Skanska should be scrutinised on an annual basis. The 2016/17 report also contains an update on the implementation of the LED Street Lighting programme.

**2. PURPOSE AND REASON FOR REPORT**

2.1 This is the opportunity for the committee to hear the contractual performance, Key Performance Indicators (KPI's), for the Peterborough Highway Services contract with Skanska.

2.2 This report is for the Growth, Environment and Resources Scrutiny Committee to consider under its Terms of Reference Part 3, Section 4 - Overview and Scrutiny Functions, paragraph No. 2.1 Functions determined by Council - Transport, Highways and Road Traffic and Partnerships and Shared Services.

2.3 The Peterborough Highway Services contract with Skanska contributes to all of the priorities in the Sustainable Community Strategy:

Creating opportunities – tackling inequalities;  
 Creating strong and supportive communities;  
 Creating the UK's environmental capital;  
 Delivering substantial and truly sustainable growth.

### 3. **TIMESCALES**

Is this a Major Policy Item/Statutory Plan?	<b>NO</b>	If yes, date for Cabinet meeting	<b>N/A</b>
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### 4. **BACKGROUND AND KEY ISSUES**

4.1 Peterborough Highway Services is a partnership between Peterborough City Council and Skanska. The contract was awarded on 15th August 2013 and the contract started on 1st October 2013. Peterborough Highway Services is responsible for improving and maintaining Peterborough's highway network including roads, drainage, street lighting and bridges.

4.2 The partnership operates a simple governance structure comprising the Peterborough Highways Strategic Board (PHSB) and the Peterborough Highways Operations Team (PHOT). The purpose of the Strategic Board is to provide strategic direction and monitor the performance of the contract. The Operations Team are responsible for leading and managing all aspects of service delivery and performance, influence and inform strategic direction and direct delivery teams.

4.3 The report contained at appendix A covers the 12 month period from April 2016 to March 2017. Key highlights include:

- The new highways depot and salt barn were successfully launched in 2016. The Swedish Pot Hole Machine (The Dragon) was used successfully By Peterborough Highways Services and will return for a further six weeks in 2017/18.
- In the 2016/17 financial year, circa £26m worth of work will have been delivered through the contract, meaning an efficiency of over £160k will be returned to Peterborough City Council in April 2017.
- In March 2017, Peterborough Highway Services alongside Serco (Peterborough City Council's procurement provider) won a GO Award. The contract was singled out by the judges not only for delivering savings of £1.85m, but also for its strong management of environmental impacts, including successful delivery of a commitment to reduce carbon emissions by 15% over the first three years of the contract.

4.4 In addition to the highlights detailed above the report at appendix A includes an update on the LED Street Lighting programme. The project commenced in October 2016 delivering LED lantern conversions only, column and private cable network replacement will begin in July 2017 with Nene Parkway. The project will deliver the wards sequentially starting with the "can do areas" of North, Park and Central wards. To date, circa 2000 units to date and with new supply chain on board the project is gathering pace.

### 5. **CONSULTATION**

5.1 This report provides an overview of the performance of the Peterborough Highway Services contract with Skanska and as such no consultation is required.

### 6. **ANTICIPATED OUTCOMES OR IMPACT**

6.1 In is anticipated that the comments received from the Growth, Environment and Resources Scrutiny Committee will be fed into the governance process of the Peterborough Highway Services contract with Skanska and acted upon accordingly.

### 7. **REASON FOR THE RECOMMENDATION**

7.1 The Peterborough Highway Services contract with Skanska is due to continue until 30<sup>th</sup> September 2023. As such any comments received from the Growth, Environment and Resources Scrutiny Committee will be fed into the relevant officers with the aim of improving service delivery and value for money whilst directly contributing to achieving the Council's strategic priorities.

## **8. ALTERNATIVE OPTIONS CONSIDERED**

- 8.1 The alternative option is to not present this report to the Growth, Environment and Resources Scrutiny Committee. This was rejected because input from this group, with the aim of improving service delivery and value for money, is welcomed by the Peterborough Highway Services contract.

## **9. IMPLICATIONS**

### **Financial Implications**

- 9.1 This report is intended to provide an overview of the performance of the Peterborough Highway Services contract with Skanska, As such there are no financial implications arising as a direct result of this report.

### **Legal Implications**

- 9.2 This report is intended to provide an overview of the performance of the Peterborough Highway Services contract with Skanska, As such there are no legal implications arising as a direct result of this report.

### **Equalities Implications**

- 9.3 This report is intended to provide an overview of the performance of the Peterborough Highway Services contract with Skanska, As such there are no equalities implications arising as a direct result of this report. .

### **Rural Implications**

- 9.4 This report is intended to provide an overview of the performance of the Peterborough Highway Services contract with Skanska, As such there are no rural implications arising as a direct result of this report.

## **10. BACKGROUND DOCUMENTS**

Used to prepare this report, in accordance with the Local Government (Access to Information) Act 1985

- 10.1 N/A

## **11. APPENDICES**

- 11.1 Appendix A - Peterborough Highway Services annual report.  
Appendix B - PHS 2016-2017 KPI Scorecard.

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