

Finance Committee

Date: 18 December 2024

Item: Forthcoming Key Procurement Activities

This paper will be considered in public

1 Summary

- 1.1 This paper sets out a summary of the major new procurements or contract extensions planned over the next two years and those for which approvals are anticipated to be required from the Committee over the next six months. It also highlights significant forthcoming procurements that require approval at officer level during that period.
- 1.2 A paper is included on Part 2 of the agenda which contains supplementary information that is exempt from publication by virtue of paragraph 3 of Schedule 12A of the Local Government Act 1972 in that it contains information relating to the financial and business affairs of TfL. Any discussion of that exempt information must take place after the press and public have been excluded from the meeting.

2 Recommendation

- 2.1 **The Committee is asked to note the paper and the exempt supplementary information on Part 2 of the agenda.**

3 Background

- 3.1 There is a recognised need to provide this Committee and other decision makers in TfL with a forward look on the pipeline of major procurements and those requiring decisions.
- 3.2 The Procurement and Commercial (P&C) function within TfL continues working to improve its forward planning, including the consolidation of multiple data sources related to contract renewals and new procurements. This ongoing effort is enabling P&C to establish a pipeline of activities for the next two years.
- 3.3 P&C's ability to plan the necessary governance and approval timescales, in conjunction with meetings of relevant Committees where appropriate, is improving and will continue to improve. This will not entirely remove the need for out of cycle approvals to be sought by way of Chair's Action, either because of the conclusion of a procurement which falls naturally in timing between meetings, or because of an urgent requirement.

- 3.4 This paper sets out the approvals anticipated to be required from the Committee over the next six months and highlights significant forthcoming procurements that require approval at officer level during that period.

4 Two Years Look Ahead

- 4.1 The two year look ahead is summarised below, including only those projects with an estimated value of £1m or over. The pipeline for strategy approvals and contract awards covers 291 contracts with an estimated total value of £18bn. This is broken down as follows:

Procurement and Commercial Business Units	No	Estimated Value (£m)
Capital and Technology	80	6,539
Capital Infrastructure	22	4,237
Technology	56	2,291
Capital Systems	2	10
Operations and Professional Services	211	11,579
Fleet	65	454
Facilities Management	14	3,101
Indirects (support goods and services)	17	1,155
Operations Infrastructure	63	2,772
Partnerships	9	113
Rail and Sponsored Services	24	2,533
Track	19	1,581
Total	291	18,118

5 Planned Procurement Approvals Ahead of the Next Meeting

- 5.1 There are no approvals anticipated to be sought by way of Chair's Actions ahead of the next meeting of the Committee on 26 February 2025.

6 Planned Procurement Approvals Within the Next Six Months

- 6.1 There are two business units within the P&C function, and the key forthcoming procurement activities for both are summarised below. Further details of the forthcoming key procurement activities within the next six months are provided within the related paper on Part 2 of the agenda.
- 6.2 In Operations and Professional Services (excluding concessions) we are currently forecasting that three contract awards will require approval from the Committee in the next six months.
- 6.3 In Capital and Technology, most decisions for contracts related to capital expenditure are routed through the Programmes and Investment Committee rather than to this Committee although all Members will receive the paper. We

are currently forecasting that two contract awards will require approval from the Programmes and Investment Committee in the next six months.

List of appendices to this report:

A paper containing exempt supplementary information is included on Part 2 of the agenda.

List of background papers:

None

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