

Review of Public Sector Procurement in Construction

The guidance listed below provides a summary of the SFT led outputs in response to the Review of Public Sector Procurement in Construction.




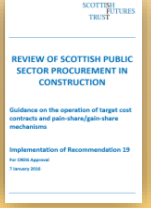

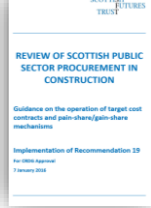


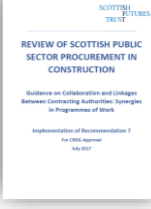


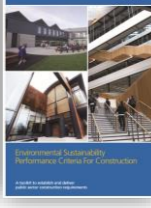
Mar-18

Guidance	What is it?	Why Adopt?	Relevant Policy	Who should adopt?	Link To Guidance	Benefits & Outcomes
 <p>Community Benefit Toolkit for Construction</p>	A new toolkit for developing clearly defined and proportionate community benefits for construction contracts.	An easy to use methodology for developing a project specific community benefit project plan. Includes example benefits, a template project plan, legal drafting, monitoring procedures and approach to tendering.		New requirements for all public bodies in the Procurement Reform Act 2014. SPPN issued 2014.		Deliver enhanced community benefits through infrastructure investment.
 <p>Baseline Skillset for Construction Procurement</p>	Online tool for the self assessment of skills and capability of the Senior Responsible Officer and lead PM for new projects.	The tool provides a quick and consistent skillset assessment with defined competency levels that are aligned to project specific complexity. This tool identifies a skills gap and can support the identification of additional resources and/or investment in a project team.		To be included on construction manual and mandatory for all public bodies within SP Finance Manual.		Identify appropriate skills and resources for project teams to support better outcomes.
 <p>Community Infrastructure Benchmark Database</p>	Online database of validated benchmark information of delivered schools, health centres and offices.	Easy to search project database with validated data for completed projects including construction costs, design information, community benefits, programme data and other useful information. Provides valuable benchmark data and is available to all public sector bodies.		To be included on construction manual and mandatory for all public bodies within SP Finance Manual.		Support the development of better briefs, budgets, help assess VfM and drive efficient sharing of
 <p>Approach to Contract Assurance which avoids cash retention</p>	Guidance on appropriate and proportionate contract assurance requirements, including an alternative to using cash retentions.	Provides a commentary on the available contract assurance tools and a suggested approach to determine a proportionate and appropriate project specific solution. Also contains guidance on implications of an approach which eliminates cash retentions.		To be included on construction manual and mandatory for all public bodies within SP Finance Manual.		Specifying a proportionate level of assurance requirements will reduce costs within contracts.
 <p>Whole Life Appraisal Tool for the Built Environment</p>	Toolkit to compare and report whole life outcomes for new projects.	Simple to use reporting framework allows user to develop an assessment of the whole life outcome for proposed options or a preferred solution. The easy to read dashboard will support decision makers in considering the whole life implication of their investment decision.		To be included on construction manual and construction procurement policy issued for guidance.		Embedding whole life implications within the business case will lead to better whole life outcomes.
 <p>Building Information Modelling</p>	BIM is the process of improving information management and the use of technology in the development of projects.	BIM will improve the whole life outcomes for projects through the development of a digital twin of new projects to reduce design and construction risk, improve design outcomes and also utilising the 3D model to improve efficiencies during operation and maintenance stage.		For projects above £2m, mandatory for public bodies within the SPFM to assess their project for BIM.		Drive efficiencies in design, construction and operational stages of projects. Improve whole life outcomes.
 <p>Selecting Procurement Strategy & Forms of Contract</p>	Guidance on selecting appropriate procurement strategies, forms of contract and allocation of risk in contracts.	Provides a step by step approach to selecting a procurement strategy and form of contract which suits the project characteristics and risk profile for the project.		To be included on Construction manual and mandatory for all public bodies within SP Finance Manual.		Informing better procurement strategies, better risk management and reduce legal costs for employers and

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 <p>Consultant Payments Hub Programme</p>	Guidance on an alternative to the hub payment mechanism to improve cashflow to consultants.	In certain circumstances, consultants have had to wait much longer for payment within Hub process. By adopting this guidance, cashflow for consultants is significantly improved and is a major benefit to SME's.		Issued by Hub Programme Office. SFT and HubCo's are supporting adoption.		Improving frequency of payments to consultants during the design phase of Hub projects.
 <p>Target Cost Contracts & Painshare/Gainshare mechanisms</p>	Guidance on selecting appropriate procurement strategies, forms of contract and allocation of risk in contracts.	Provides a step by step approach to selecting a procurement strategy and form of contract which suits the project characteristics and risk profile for the project. Includes a separate guidance note on the adoption of target cost procurement.		To be included on construction manual and construction procurement policy issued for guidance.		Informing better procurement strategies, risk management and reduce legal costs for employers and industry.
 <p>Collaboration & Linkages Between Contracting Authorities</p>	Guidance on implementing collaboration within project delivery and the associated challenges and benefits.	Provides guidance on the benefits and key considerations to promote collaboration within new projects. This considers collaboration across sectors, geography and where joint occupancy occurs.		To be included on construction manual and construction procurement policy issued for guidance.		Support the implementation of collaborative working within projects and realising the benefits.
 <p>Environmental Sustainability Toolkit</p>	A new toolkit to develop defined environmental sustainability requirements within construction projects.	The toolkit provides a framework to support the development of clear environmental requirements early within construction projects. It also provides a tool for monitoring the delivery of the requirements through the design and construction process.		To be included on construction manual and mandatory for all public bodies within SP Finance Manual.		Supports the delivery of enhanced environmental performance within infrastructure.

Click on icons to access documents.

This summary document outlines guidance and tools developed by SFT in response to the Construction Procurement Review.

This summary does not include for Scottish Government led guidance. A full list of outputs can be found on the Scottish Government website.

If you have any queries relating to the guidance listed above, please contact martin.blencowe@scottishfuturestrust.org.uk or paul.dodd@scottishfuturestrust.org.uk

All outputs relating to the Review of Public Sector Procurement in Construction can be found on the Scottish Government website at the attached link

