Report No: 104/2017 PUBLIC REPORT

# **CABINET**

16 May 2017

# **SOCIAL VALUE POLICY**

## **Report of the Director for People**

Strategic Aim: All			
Key Decision: Yes		Forward Plan Reference: FP/010716/01	
Cabinet Member(s) Responsible:		Mr R Clifton, Portfolio Holder for Health and Adult Social Care	
Contact Officer(s):	Karen Kibblewhite, Head of Commissioning Dr Tim O Neill, Director For People		01572 758127 kkibblewhite@rutland.gov.uk 01572 758402 toneill@rutland.gov.uk
Ward Councillors	All		

# That Cabinet: 1. Approves the Social Value Policy as attached to this report.

# 1 PURPOSE OF THE REPORT

1.1 This report introduces the new Social Value Policy for Rutland County Council for Cabinet to approve.

#### 2 BACKGROUND AND MAIN CONSIDERATIONS

- 2.1 The Public Services (Social Value) Act 2012 came into force on 31st January 2013 and requires all local authorities and public bodies to consider how they can secure social, economic and environmental benefits when undertaking procurements relating to contracts and framework agreements for services over the EU threshold.
- 2.2 Rutland County Council does not currently have a policy concerning social value in place to guide staff and ensure a consistent approach. This policy is therefore designed to bring consistency and formalise work which the Council is already undertaking.
- 2.3 The policy sets out the duties under the Act concerning Social Value, offers examples of how it may be applied and gives brief guidance to staff.

#### 3 APPLICATION OF THE POLICY

- 3.1 Social value is already being applied by the Council where legislation requires. Social value is referred to within the Council's Contract Procedure Rules (Section 11) and this section explains that the Act is applicable to procurements relating to services over the EU threshold. Because procurements over the EU thresholds are managed by the Welland Procurement Unit (the Council's shared procurement service), advice on applying social value and ensuring that it is referenced within applicable procurements is supplied by Welland on a case by case basis.
- 3.2 Additionally, social value can be applied to procurements under the EU thresholds, should public bodies wish, however this is not consistently applied within Rutland County Council currently. This Policy suggests that the Council will phase in requirements of Social Value for all procurements undertaken in consultation with local providers.

# 4 CONSULTATION

- 4.1 As an internal corporate policy, Officers who undertake procurements across the three Directorates of the Council have had an opportunity to comment on the draft.
- 4.2 The draft policy has been shared with the Senior Management Team and with the Portfolio Holder for Health and Adult Social Care, whose portfolio contains the majority of procurements to which social value applies under the legislation.
- 4.3 The draft policy was tabled at the People (Adults) Scrutiny meeting in February 2017; comments were received from Panel members and the policy has been amended to reflect the comments received.

#### 5 ALTERNATIVE OPTIONS

5.1 Not to have a policy and to continue as is, considering Social Value on a case by case basis for individual procurements. This has been discounted – to have a policy and guidance in place will allow officers to approach social value with consistency and support monitoring to ensure that the legislative requirements have been met.

#### 6 FINANCIAL IMPLICATIONS

6.1 There are no specific financial implication from the approval and application of the policy. It should however, enable the Council to achieve more from its contracted services by requiring added value from providers and suppliers that is above and beyond the contract cost.

# 7 LEGAL AND GOVERNANCE CONSIDERATIONS

- 7.1 The Public Services (Social Value) Act 2012 requires all local authorities and public bodies to consider how they can secure social, economic and environmental benefits when undertaking procurements relating to contracts and framework agreements for services over the EU threshold.
- 7.2 If RCC does not meet its duty to the Act, there is a reputational risk for RCC. The Cabinet Office undertakes Mystery Shopping of organisations to ensure that they are compliant and to require evidence of such.

## 8 EQUALITY IMPACT ASSESSMENT

8.1 Social Value can be used to support specific sections of the population, giving additional support and opportunities where the Council identifies.

#### 9 COMMUNITY SAFETY IMPLICATIONS

9.1 There are no specific Community Safety implications.

# 10 HEALTH AND WELLBEING IMPLICATIONS

10.1 There are no specific health and wellbeing implications.

# 11 CONCLUSION AND SUMMARY OF REASONS FOR THE RECOMMENDATIONS

11.1 Cabinet are requested to approve the Social Value Policy in order to ensure that all officers have a consistent approach to social value during procurements.

#### 12 BACKGROUND PAPERS

12.1 There are no additional background papers to this report.

#### 13 APPENDICES

13.1 Appendix A – Social Value Policy

A Large Print or Braille Version of this Report is available upon request – Contact 01572 722577.