

Angus Council Performs

Procurement

In the following pages we provide information on a range of indicators around Procurement in Angus. For each indicator we provide not only data but also a short explanation of our performance.

Numbers can only tell us so much about performance so every year we also publish a range of other things, such as news releases, web-pages and committee reports that might give you a better picture of the services we provide and the level of service that is delivered.

More information on Procurement in Angus can be found in the following:

[Procurement](#) committee reports
[Corporate Procurement Strategy and Policy](#) web-page
[Corporate Improvement Plan Annual Report 2012/2013](#)

Total procurement savings achieved year-on-year, including both cash and non-cash (KPI)

Compared to 2011/12 (£781,000), this year's performance is up by 60%. Savings performance exceeds target this year's target of £450,000 by 177%

The reason for this significant increase is primarily due to achievement of savings by Information Technology Division on national ICT contracts, with high spend this year on delivering the Digital Angus Strategy.

In terms of future improvement, Angus Council continues to balance cash savings with maximising local economic benefit from its procurement spend, within the legal constraints against positive local discrimination which apply. This total savings figure (which is rounded) is made up of £1,142,050.90 cash savings from improved contract terms and £104,632.85 non-cash efficiency savings through the use of e-Purchasing systems over manual

ones. Angus Council's financial management policy for procurement savings has been to keep corporate savings to the amount required, leaving the balance available to services. The corporate budget saving within procurement for 2011/12 was kept to £35,000. All other procurement savings were made available to improve or sustain front-line services.



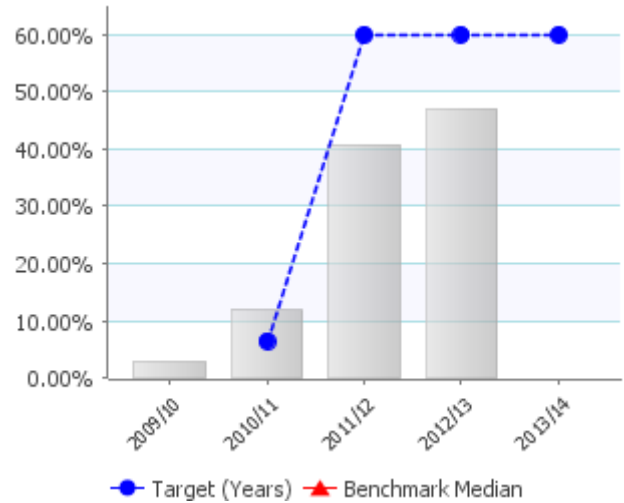
ITEM	YEAR	VALUE	TARGET	BENCHMARK MEDIAN
1	2009/10	£617,000	£280,000	Blank
2	2010/11	£822,000	£405,699	Blank
3	2011/12	£781,000	£450,000	Blank
4	2012/13	£1,247,000	£450,000	Blank
5	2013/14	Blank	£450,000	Blank

% total transactions that are e-transactions (through an e-procurement system) (KPI)

Compared to 2011/12 (40.67%), this year's performance is up by 6.33%. Compared to this year's target of 60%, performance is 13% below target.

The primary reason for this modest improvement is the ongoing work by the Corporate Procurement team to improve use of the corporate e-Procurement system (PECOS). However, performance is still not achieving the target here.

In terms of future improvement. The fact that the target is not being achieved indicates that more work is needed with services to (a) eliminate unnecessary manual purchase orders and (b) increase the e-Procurement contribution from the Council's various departmental purchasing systems, either through technical development of those systems or through better integration with the corporate e-Procurement system (PECOS). Work is planned for 2013/14 to create a whole-Council strategy for the improvement of the Council's overall purchase to pay process. E-Procurement purchasing performance will be a strand of that strategy.



ITEM	YEAR	VALUE	TARGET	BENCHMARK MEDIAN
1	2009/10	2.84%	Blank	Blank
2	2010/11	11.83%	6.50%	Blank
3	2011/12	40.67%	60.00%	Blank
4	2012/13	47.00%	60.00%	Blank
5	2013/14	Blank	60.00%	Blank