

ITEM: 09/074
Doc : 03

Meeting: The Trust Board
Date: 20th May 2009

Title: A Trust wide Procurement Strategy 2009-2012

Executive Summary: The attached document is a revision to the 2008-2011 procurement strategy approved by the Trust Board in January 2008. The revision identifies the progress towards the 2008/9 targets and brings the strategy up to date with new targets for the coming year. It also sets out longer term objectives for the development and delivery of a high performing procurement function.

Key points to note are;

Review of 2008/9

Achieve a cost reduction of £379k (fye) against a target of £360k	✓
Promote pan London and inter trust procurement collaboration	✓
Embed EROS and fully realise e-requisitioning and ordering benefits	✓
Introduce Tactica e-tendering system and procedures	✓
Improve specification writing and contract evaluation procedures	✓
Set realistic goals for sustainable procurement	x
Improve management of existing contracts	-
Establish procurement strategy group	✓

Goals for 2009/10

- An in year cost reduction target of £500k of which £400k is a CIP
 - LPP contribution £100k
 - Bulk store contribution £30k
 - Contracts, re-tenders and bulk purchases £370k
- An increase in stock turnover to x14
- An increase to 40% spend influenced by good procurement activities
- A minimum of 25 contracts/leases renewed through the Tactica system
- Set realistic goals for sustainable procurement

Goals for 2010 to 2012

- Review the benefits of and develop an action plan to deliver e-procurement
- Review procurement resources to assess fitness for purpose and develop an agreed service delivery plan for years 2 and 3 of the strategy

Action: To review and approve the refreshed strategy

Report from: Philip Ient – Director of Estates and Facilities