

ABERDEEN CITY COUNCIL

COMMITTEE	Capital Programme
DATE	12 September 2019
EXEMPT	No
CONFIDENTIAL	No
REPORT TITLE	Fleet Replacement Programme
REPORT NUMBER	OPE/19/268
DIRECTOR	Rob Polkinghorne
CHIEF OFFICER	Mark Reilly
REPORT AUTHOR	William Whyte
TERMS OF REFERENCE	1.2.

1. PURPOSE OF REPORT

The report provides members with an update on the progress of the Fleet Replacement Programme for 2018/19.

2. RECOMMENDATION(S)

That the Committee: -

- 2.1 Note the update on the progress of the Fleet Replacement Programme.
- 2.2 Note the continuation of the previously approved Fleet Replacement Programme for 2019/20.

3. BACKGROUND

3.1 Fleet Replacement Programme 2016/17 & 2018/19

- 3.1.1 Following approval of report OPE/18/002 at the Capital Programme Committee on 12 September 2018 the following vehicles and plant were ordered for year 2018 /19.

Vehicles Ordered	Numbers
2018/19	
Large Vans	97
Derby Bodies	9
Small Tippers	41
Drop Sides	20
Small Vans	32
Mini Bus	1
Large LGV Tippers	5
Food Waste Collection	2
Large Box Van	1
Total Ordered	208
Vehicles Delivered to-date	172
Small Plant Purchased	320
2018/19 Budget Spend	£1,468,495.31

3.2 Fleet Replacement Programme 2019/20

The list below is the expected fleet and plant replacements for year 2019/20.

Vehicles to Replace	Numbers
Small Tippers	20
Drop Sides	14
Panel Vans	16
Derby Body	2
Pickups	5
Small Vans	12
Cars	2
Large LGV Types	33
Welfare Mini Buses	11
Total Vehicles	115
Projected Spend	£5,500,000.00
Plant to Replace	
Compact Sweepers	7
Small Plant	60
Total Plant	67
Projected Spend	£700,000.00

4. FINANCIAL IMPLICATIONS

- 4.1 The current budget profile for the Fleet Replacement Programme for financial years 2019/20 to 2023/24 totals £24.910 million. This is a rolling programme and will be assessed annually as part of the Council's budget setting process. The 5 Year budget profile for the Fleet Replacement programme was approved by Council in March 2019. Review of current replacement requirements indicates that this budget will be sufficient.

5. LEGAL IMPLICATIONS

- 5.1 It is a requirement of the Council's Operator's Licence that vans and light goods vehicles which have exceeded their planned replacement date be considered for replacement. If these vehicles continue to be operated, then this could result in the revocation of the Council's Operator's Licence. The Operator's Licence is a statutory requirement for the Council's fleet.

6. MANAGEMENT OF RISK

	Risk	Low (L), Medium (M), High (H)	Mitigation
Financial	Impact on the revenue budget for temporary hire of other vehicles and ongoing maintenance.	(M)	Continued investment in the Fleet Replacement Programme will reduce the need to hire other vehicles and will reduce ongoing maintenance costs required for older vehicles.
Legal	Revocation of Operator's Licence.	(M)	Continued investment in the Fleet Replacement Programme reduces the risk of failure to comply with the requirements of the Operator's Licence.
Employee	No significant risk.	(L)	n/a
Customer	All services.	(L)	Non-replacement of vehicles and plant could impact on the ability of services to carry out their public duties.
Environment	No significant risk.	(L)	The Fleet Replacement Programme will reduce emissions from older inefficient vehicles. Where possible other alternative fuels will be considered such as electric or hydrogen fuel sources.
Technology	No significant risk.	(L)	n/a
Reputational	Reputational damage from loss of Operator's Licence.	(M)	The Fleet Replacement Programme will enable the Council to continue to meet

			the requirements of Operator's Licence.
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7. OUTCOMES

Local Outcome Improvement Plan Themes	
	Impact of Report
Prosperous Economy	Investments in vehicles and equipment asset management will ensure fit for purpose Council services, which benefit the wider economy of Aberdeen.
Prosperous People	Investment in vehicles and equipment will enhance staff experiences, with improvements in productive time for services.
Prosperous Place	The Council is committed to reducing carbon emissions both within its operations and across the city as part of Powering Aberdeen. Reducing emissions from transport remains a challenge as it involves the need for behaviour change either in relation to changing method of transport or moving to the use of new and unfamiliar vehicle technology such as electric or hydrogen vehicles.
Enabling Technology	Implementation of Telematics would result in a reduction in spend on fuel, tyres, wear and tear and increase utilisation of fleet vehicles. These fleet management benefits are long term and should lead to a reduction of the required number of fleet vehicles.

Design Principles of Target Operating Model	
	Impact of Report
Customer Service Design	Will reduce vehicle downtime enabling services to deliver continuously
Organisational Design	No impact.
Governance	No impact.
Workforce	No impact.
Process Design	Will enable services to deliver their objectives with newer and thus more reliable vehicles and plant.
Technology	Newer vehicles will be equipped with modern technology to enable better management through digitisation.
Partnerships and Alliances	No impact.

8. IMPACT ASSESSMENTS

Assessment	Outcome
Equality & Human Rights Impact Assessment	Full EHRIA not required.
Data Protection Impact Assessment	Not required.
Duty of Due Regard / Fairer Scotland Duty	Not applicable.

9. BACKGROUND PAPERS

OPE/18/002 Fleet Replacement Programme

10. APPENDICES (if applicable)

None

11. REPORT AUTHOR CONTACT DETAILS

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