

Bunkered Fuel



Subject: Procurement Report

Date: 31st March 2022

Reference: HWFRS/25

1. Background

Hereford and Worcester Fire & Rescue Service (HWFRS) Fleet Strategy 2016-2021 identifies a replacement programme for all Service vehicles this links to the Service's core strategy of "providing and maintaining the right fleet, tools and equipment to ensure our staff can do their jobs effectively".

See **Appendix 1** Fleet Strategy 2016-2021 for full strategy.

[Publications | Hereford & Worcester Fire and Rescue Service \(hwfire.org.uk\)](http://hwfire.org.uk)

To be able to support the fleet strategy and replacement programme HWFRS require fuel to be available to support essential road vehicles (Fire Engines) and essential pieces of equipment should their be a fuel shortage or if exchange rates heavily influence supply due to price increase, this is achieved through in-house bunkered fuel, based at 6 six of our sites.

HWFRS current fuel suppliers for this contract is as follows:

Lot No	Site Name	Product Required	Supplier
107	Worcester Fire Station	Diesel	WFL (UK) Ltd t/a Halls Fuels
107	Wyre Forest Emergency Services Hub	Diesel	WFL (UK) Ltd t/a Halls Fuels
107	Bromsgrove Fire Station	Diesel	WFL (UK) Ltd t/a Halls Fuels
107	Droitwich Fire Station	Diesel	WFL (UK) Ltd t/a Halls Fuels
107	Evesham Fire Station	Diesel	WFL (UK) Ltd t/a Halls Fuels
107	Malvern Fire Station	Diesel	WFL (UK) Ltd t/a Halls Fuels
107	Worcester Fire Station	BioDiesel (Heating Oil)	Certas Energy UK Ltd
107	Evesham Fire Station	BioDiesel (Heating Oil)	Certas Energy UK Ltd
112	Hereford Fire Station	Diesel	TBC following auction July 2022

These suppliers were awarded contracts based on our bulk liquid fuels requirements against our sites following a further competition which was carried out by Crown Commercial Service (CCS) Framework RM6177- National Fuels Framework 2 (Bunkered Fuel), these arrangements will cease on 31st March 2024.

This document aims to provide a clear and transparent rationale for how the appropriate re-procuring of bunkered fuel across HWFRS is selected. The Service has assessed the appropriate procurement routes, the appropriate available suppliers and the relevant costs.

2. Service Review

Due to our current arrangement ceasing in March 2021, the Service were required to review a copy of our current call-off contract in order for us to take part within the new bulk further CCS managed aggregated further competition. These requirements include the following: -

- Organisation Name and Site Details
- Product Required
- Pricing Options; Daily, Weekly.
- Estimated Annual Consumption, Tank Storage, Normal Load Size
- Delivery/Vehicle restrictions, Vehicle Access, Delivery Hours
- Authority Contacts/Invoice Requirements
- Lot Option

See **Appendix 2**- Call Off Contract.

3. Procurement

This was undertaken as a further competition through RM6177 National Fuels 2 Framework Lot 107 Liquid Fuels- England Midland; run by Crown Commercial services.

Lot 107 – Liquid Fuel- England Midlands

1. Certas Energy UK Ltd
2. Crown Oil Ltd
3. Harvest Energy Ltd
4. New Era Fuels Ltd
5. Nicholls (Fuel Oils) Limited
6. Rix Petroleum
7. Standard Fuels Oils Ltd
8. Watsons Fuels
9. Web Oil Limited
10. Your NRG Ltd

All ten suppliers will be invited to bid, a single contract will then be awarded to the winning supplier for that Lot, to drive economies of scale and to reduce contract management / administration, burden.

The framework RM6177 runs from 1st April 2022 until 31st March 2024

4. Recommended Decision

Following the further competition it is recommended that Watson Fuel is appointed for the Supply and Delivery of bunkered fuel, which will commence 01/04/2022 and cease 31/03/2024.

Fuel is to be ordered as and when required from the new framework capturing the fixed price per litre, plus the additional charges.



5. Benefits to the Authority

- Regional or national supply
- Weekly pricing
- Discount on early payment options
- Contract management ensuring service levels and KPIs are met
- Comprehensive management information
- Availability of additional service such as supplier managed inventory and replenishment.

The Authority also made non cashable savings due to using the National Framework and not having to run a full tender process.

6. Full Audit trail (including Specification/Scoring matrix)

http://sharepoint1/sites/Procurement/Contracts/Fleet/HWFRS_25%20Bunkered%20Fuel/Forms/AllItems.aspx?RootFolder=%2Fsites%2FProcurement%2FContracts%2FFleet%2FHWFRS%5F25%20Bunkered%20Fuel%2FWFL%20UK%20Hall%20Fuel&FolderCTID=0x012000D9E884C46CE5CE418563186FF7042AA6&View={2C391AF1-4E61-4248-AEC3-39CAB833E401}

Appendix 1- Fleet Strategy	 Fleet Strategy 2016 final.docx
Appendix 2- Call Off Contract	 Procurement Report Bunkered Fu