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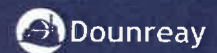
Social Value and Sustainability

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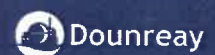
Social Value – Background

- **What is Social Value?**
 - It has been described by the World Economic Forum as “the enduring and systemic change created in communities that leads to improved wellbeing and quality of life for individuals”
 - It is not traditional Corporate Social Responsibility
 - It requires intention decisions to make an impact
 - Three key aspects – economic, social and environmental
- The Public Services (Social Value) Act 2012 was implemented in January 2013. This required public authorities to have regard to economic, social and environmental wellbeing (social value) in connection with contracts
- Procurement Policy Note (PPN) 06/20 requires that social value is explicitly evaluated rather than just ‘considered’

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Socio-Economics and Contracts at Dounreay

- Prior to PPN06/20, Dounreay required that all procurements over £500k included a socio-economic and community benefit question, weighted at no less than 10% of the overall technical evaluation criteria.
- The Supplier would propose socio-economic and community benefits, however this was generally not included within the contract.
- Reserved Procurements – an opportunity for suppliers with a base in Caithness
- Dounreay have an Operating Target on Social Value and Local Supply Chain:
 1. Inclusion of social value sections signposted to the local area socio-economic vision within scope procurements.
 2. Procurements released for potential award to SME's (via LINC or Reserved Procurement)
 3. Procurements released for award to local Dounreay supply chain partners (via Reserved Procurement)

Social Value – Public Procurement Notice 06/20

- PPN06/20 – Taking account of social value in the Award of Central Government Contracts
 - Applies to all procurements covered by the Public Contract Regulations (2015).
 - Social value must be explicitly evaluated in the procurement, with a minimum weighting of 10%
 - Social value requirements must be related and proportional to the contract
 - Social value benefit must be **over and above** the core deliverables of the tender / contract
 - In responses, suppliers to describe what they will deliver and how they will deliver
 - KPIs are to be developed for monitoring suppliers performance against their social value commitments

Social Value – Themes and Outcomes

Theme	Policy Outcome
COVID-19 recovery	Help local communities to manage and recover from the impact of COVID-19
Tackling economic inequality	Create new businesses, new jobs and new skills
	Increase supply chain resilience and capacity
Fighting climate change	Effective stewardship of the environment
Equal opportunity	Reduce the disability employment gap
	Tackle workforce inequality
Wellbeing	Improve health and wellbeing
	Improve community integration

Social Value – Focus North Partnership

Dounreay are signposting suppliers to the Focus North Masterplan and Partnership Strategic Operation Policy which can be used by suppliers to aid in answering a range of social value questions, e.g.

- *Demonstrate collaboration with users and communities in the co-design and delivery of the contract to support strong integrated communities*
- *Create employment and training opportunities particularly for... people in industries with known skills shortages or in high growth sectors*
- *Support educational attainment relevant to the contract, including training schemes that address skills gaps and result in recognised qualifications*

Social Value – in Caithness and Sutherland

Vision:

A sustainable region, providing a healthy, economically stable environment for its growing population. Its network of thriving communities will reflect the rich heritage and varied landscapes.

Goals:

- Develop a fairer, resilient, more balanced economy
- Expand the working population
- Grow and diversify a sustainable economy
- Increase the number of private sector businesses operating locally
- Attract investment



Social Value – in Caithness and Sutherland

Can we adjust the evaluation criteria to relate to a specific geographical location?

- Yes, as long as this is relevant to the subject-matter of the contract, proportionate and does not result in unequal treatment or discrimination

What is the rationale?

- Social value has a lasting impact on individuals, communities and the environment
- UK Government has a huge opportunity and responsibility to maximise benefits effectively and comprehensively through its commercial activity
- The economic sustainability of the local area has an impact on the decommissioning mission of Dounreay

Social Value at Dounreay – Contracts under PPN06/20

- Framework Agreements
 - Provision of Scaffolding Services to Support Minor Projects
 - Safety Case Support and Peer Review Services
 - Contingent Resource
 - Technical and Professional Services Support Framework
- Contracts
 - Provision of Catering Services
 - Provision of Cleaning Service
 - Single Autonomous Robotic Case Studies
 - Provision of a Delivery Centre Model
 - Servicing, Repair and Replacement of Heating, Ventilation and Air Conditioning
 - Servicing of Forklift Trucks and MEWPs at Dounreay

Social Value at Dounreay - Procurements

- Live Procurements
 - Detection, Mapping and Retrieval of Radioactive Particles from Beach Environment (Collaborative Procurement with Sellafield)
 - Laboratory Analysis Services
 - Waste Framework Agreement – Provision of Waste Skips to Support Waste Generation
- Upcoming Procurements
 - Business Cases

Social Value – Key Messages

- Social value benefit must be over and above the core deliverables of the tender / contract
- It must be relevant and proportional to the contract
- It is different to corporate social value or traditional Dounreay socio-economic procurement questions
- Social value questions will have a minimum weighting of 10%

Social Value – Key Messages

Present

- Dounreay are signposting suppliers to the Focus North Masterplan and Partnership Strategic Operation Policy
- Commercial and Socio-Economics team working together on social value

The Future

- Focus on procurement social value question development
- Understanding and defining what the community needs
- Signposting other organisations where more appropriate, e.g. Caithness Voluntary Group
- Adjusting the procurement evaluation criteria to allow for a specific geographical location to be defined within the question