This is a published notice on the Find a Tender service: <a href="https://www.find-tender.service.gov.uk/Notice/011010-2023">https://www.find-tender.service.gov.uk/Notice/011010-2023</a>

#### Contract

# Interconnector Third Window and MPI Pilot Regulatory Framework

**OFGEM** 

F03: Contract award notice

Notice identifier: 2023/S 000-011010

Procurement identifier (OCID): ocds-h6vhtk-039aaf

Published 17 April 2023, 4:35pm

# **Section I: Contracting authority**

## I.1) Name and addresses

OFGEM

10 South Colonnade, Canary Wharf

London

E14 4PU

#### Contact

Rebecca Green

#### **Email**

procurement2@ofgem.gov.uk

#### **Telephone**

+44 2079017000

#### Country

**United Kingdom** 

#### **NUTS** code

UKI - London

#### Internet address(es)

Main address

http://www.ofgem.gov.uk

Buyer's address

https://www.mytenders.co.uk/search/Search AuthProfile.aspx?ID=AA10021

## I.2) Information about joint procurement

The contract is awarded by a central purchasing body

## I.4) Type of the contracting authority

Body governed by public law

## I.5) Main activity

General public services

# **Section II: Object**

# II.1) Scope of the procurement

#### II.1.1) Title

Interconnector Third Window and MPI Pilot Regulatory Framework

Reference number

2022-127

#### II.1.2) Main CPV code

• 66171000 - Financial consultancy services

#### II.1.3) Type of contract

Services

#### II.1.4) Short description

This procurement is to is to appoint a tenderer to support the Future Interconnection team within the Networks division. Support is required to develop and undertake a cost-benefit analysis (CBA) on new interconnectors and Multi-Purpose Interconnectors (MPIs) that have applied to Ofgem's Third cap and floor application Window and the MPI pilot scheme respectively. The CBA forms part of the Initial Project Assessment (IPA) to inform whether projects are granted a cap and floor regime in principle. The CBA will assess the needs case of proposed projects, taking into account their socioeconomic value, wider network and environmental impacts, and against the existing interconnector landscape. The needs case assessment ensures that projects are in consumers' interests, and along with a wider assessment of deliverability and maturity, the assessment will enable Ofgem to make informed decisions on whether projects should be awarded a cap and floor regulatory regime in principle. The successful tenderer will be expected to deliver modelling based on a predefined methodology developed by Arup and published by Ofgem in 2022, assessing the impacts of proposed interconnector projects, and the interactions between them and the wider energy system. The successful tenderer will then be expected to produce a publishable

## II.1.6) Information about lots

This contract is divided into lots: No

## II.1.7) Total value of the procurement (excluding VAT)

Value excluding VAT: £411,912.26

## II.2) Description

#### II.2.2) Additional CPV code(s)

- 66171000 Financial consultancy services
- 79311400 Economic research services
- 79311410 Economic impact assessment

#### II.2.3) Place of performance

**NUTS** codes

• UK - United Kingdom

#### II.2.4) Description of the procurement

This procurement is to appoint a tenderer to support the Future Interconnection team within the Networks division. Support is required to develop and undertake a cost-benefit analysis (CBA) on new interconnectors and Multi-Purpose Interconnectors (MPIs) that have applied to Ofgem's Third cap and floor application Window and the MPI pilot scheme respectively. The CBA forms part of the Initial Project Assessment (IPA) to inform whether projects are granted a cap and floor regime in principle. The CBA will assess the needs case of proposed projects, taking into account their socioeconomic value, wider network and environmental impacts, and against the existing interconnector landscape. The needs case assessment ensures that projects are in consumers' interests, and along with a wider assessment of deliverability and maturity, the assessment will enable Ofgem to make informed decisions on whether projects should be awarded a cap and floor regulatory regime in principle. The successful tenderer will be expected to deliver modelling based on a pre-defined methodology developed by Arup and published by Ofgem in 2022, assessing the impacts of proposed interconnector projects, and the interactions between them and the wider energy system. The successful tenderer will then be expected to produce a publishable

## II.2.5) Award criteria

Quality criterion - Name: Technical / Weighting: 75

Price - Weighting: 25

## II.2.11) Information about options

Options: No

## II.2.13) Information about European Union Funds

The procurement is related to a project and/or programme financed by European Union funds: No

#### II.2.14) Additional information

Please see attached 2022-127 Media & Social Media Monitoring, Insight and Evaluation ITT for further information.

### Section IV. Procedure

## IV.1) Description

#### IV.1.1) Type of procedure

Open procedure

#### IV.1.8) Information about the Government Procurement Agreement (GPA)

The procurement is covered by the Government Procurement Agreement: Yes

### IV.2) Administrative information

### IV.2.1) Previous publication concerning this procedure

Notice number: <u>2023/S 000-002358</u>

## Section V. Award of contract

#### **Contract No**

2022-127

A contract/lot is awarded: Yes

## V.2) Award of contract

## V.2.1) Date of conclusion of the contract

17 April 2023

## V.2.2) Information about tenders

Number of tenders received: 2

Number of tenders received from SMEs: 0

Number of tenders received from tenderers from other EU Member States: 2

Number of tenders received from tenderers from non-EU Member States: 0

Number of tenders received by electronic means: 2

The contract has been awarded to a group of economic operators: No

#### V.2.3) Name and address of the contractor

Ove Arup & Partners Ltd

8 Fitzroy Street

London

W1T 4BJ

Country

**United Kingdom** 

NUTS code

• UK - United Kingdom

The contractor is an SME

No

## V.2.4) Information on value of contract/lot (excluding VAT)

Total value of the contract/lot: £411,912.26

# **Section VI. Complementary information**

# VI.3) Additional information

Please see attached 2022-127 ITT for further information.

(MT Ref:229198)

# VI.4) Procedures for review

#### VI.4.1) Review body

**Public Procurement Review Service** 

**Cabinet Office** 

London

**Email** 

publicprocurementreview@cabinetoffice.gov.uk

Telephone

+44 3450103503

Country

**United Kingdom** 

Internet address

https://www.gov.uk/government/publications/public-procurement-review-service-scope-and-remit