This is a published notice on the Find a Tender service: <a href="https://www.find-tender.service.gov.uk/Notice/024330-2021">https://www.find-tender.service.gov.uk/Notice/024330-2021</a>

#### Contract

# **Contract for the Provision of Air Charter Services**

Department of Health and Social Care

F20: Modification notice

Notice identifier: 2021/S 000-024330

Procurement identifier (OCID): ocds-h6vhtk-02e679

Published 30 September 2021, 3:17pm

# **Section I: Contracting authority/entity**

## I.1) Name and addresses

Department of Health and Social Care

39 Victoria Street

London

SW1H 0EU

#### Contact

DHSC International Freight Team

#### **Email**

FreightContractNotices@dhsc.gov.uk

#### Country

**United Kingdom** 

#### **NUTS** code

UKI32 - Westminster

## Internet address(es)

Main address

https://www.gov.uk/government/organisations/department-of-health-and-social-care

Buyer's address

https://www.gov.uk/government/organisations/department-of-health-and-social-care

# **Section II: Object**

# II.1) Scope of the procurement

## II.1.1) Title

Contract for the Provision of Air Charter Services

Reference number

C29949

# II.1.2) Main CPV code

• 60423000 - Air-charter services

# II.1.3) Type of contract

Services

# II.2) Description

# II.2.3) Place of performance

**NUTS** codes

• UK - United Kingdom

#### II.2.4) Description of the procurement at the time of conclusion of the contract:

The Department of Health and Social Care (DHSC) is awarding this contract to provide air freight charter activity. Air Freight Charter in this procurement lot refers only to the management of charter bookings. All wraparound services required as part of the end-to-end solution including ground handling, customs services and further freight movement will be delivered by the Lot 2 Supplier. The successful organisation will provide outsourced managed services for international air freight charter. The successful organisation's primary objective is to manage the end to end process of securing and booking air charter to be utilised by DHSC and their suppliers, not including wraparound services. The successful organisation will hand over charter booking to the Authority's selected air freight and ground handling service. Both Lot 1 and 2 providers will work to the Authority's given schedule to optimise import of freight into the UK. The successful organisation will be required to mobilise a fully staffed operation, running on a 24/7/365 basis, working in direct contact with DHSC's freight teams, producers and other third party organisations as required.

# II.2.7) Duration of the contract, framework agreement, dynamic purchasing system or concession

**Duration in months** 

12

## II.2.13) Information about European Union Funds

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

# **Section IV. Procedure**

# IV.2) Administrative information

# IV.2.1) Contract award notice concerning this contract

Notice number: 2020/S 247-615613

# Section V. Award of contract/concession

#### **Contract No**

C29949

#### **Lot No**

1

#### Title

CONTRACT FOR THE PROVISION OF AIR CHARTER SERVICES

# V.2) Award of contract/concession

### V.2.1) Date of conclusion of the contract/concession award decision:

10 April 2021

## V.2.2) Information about tenders

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

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

Kuehne + Nagel Limited

1 Roundwood Avenue, Stockley Park

Uxbridge

**UB111FG** 

Country

**United Kingdom** 

NUTS code

• UK - United Kingdom

National registration number

01722216

Internet address

http://uk.kuehne-nagel.com/en\_gb

The contractor/concessionaire is an SME

No

# V.2.4) Information on value of the contract/lot/concession (at the time of conclusion of the contract; excluding VAT)

Total value of the procurement: £34,000,000

# **Section VI. Complementary information**

# VI.4) Procedures for review

VI.4.1) Review body

**High Court** 

39 Victoria Street

London

SW1H 0EU

Country

**United Kingdom** 

Internet address

https://www.gov.uk/government/organisations/department-of-health-and-social-care

## VI.4.2) Body responsible for mediation procedures

**High Court** 

39 Victoria Street
London
SW1H 0EU
Country
United Kingdom
Internet address
https://www.gov.uk/government/organisations/department-of-health-and-social-care
VI.4.4) Service from which information about the review procedure may be obtained
Department of Health and Social Care
39 Victoria Street
London
SW1H 0EU
Country
United Kingdom
Internet address
https://www.gov.uk/government/organisations/department-of-health-and-social-care

# Section VII: Modifications to the contract/concession

# VII.1) Description of the procurement after the modifications

#### VII.1.1) Main CPV code

60423000 - Air-charter services

#### VII.1.2) Additional CPV code(s)

60423000 - Air-charter services

#### VII.1.3) Place of performance

NUTS code

UK - United Kingdom

#### VII.1.4) Description of the procurement:

The Department of Health and Social Care (DHSC) is awarding this contract to provide air freight charter activity. Air Freight Charter in this procurement lot refers only to the management of charter bookings. All wraparound services required as part of the end-to-end solution including ground handling, customs services and further freight movement will be delivered by the Lot 2 Supplier. The successful organisation will provide outsourced managed services for international air freight charter. The successful organisation's primary objective is to manage the end to end process of securing and booking air charter to be utilised by DHSC and their suppliers, not including wraparound services. The successful organisation will hand over charter booking to the Authority's selected air freight and ground handling service. Both Lot 1 and 2 providers will work to the Authority's given schedule to optimise import of freight into the UK. The successful organisation will be required to mobilise a fully staffed operation, running on a 24/7/365 basis, working in direct contact with DHSC's freight teams, producers and other third party organisations as required.

# VII.1.5) Duration of the contract, framework agreement, dynamic purchasing system or concession

**Duration in months** 

12

# VII.1.6) Information on value of the contract/lot/concession (excluding VAT)

Total value of the contract/lot/concession:

£50,999,999

## VII.1.7) Name and address of the contractor/concessionaire

Kuehne + Nagel Limited

1 Roundwood Avenue, Stockley Park

Uxbridge

**UB111FG** 

Country

**United Kingdom** 

**NUTS** code

• UK - United Kingdom

National registration number

01722216

Internet address

http://uk.kuehne-nagel.com/en\_gb

The contractor/concessionaire is an SME

No

# VII.2) Information about modifications

## VII.2.1) Description of the modifications

Nature and extent of the modifications (with indication of possible earlier changes to the contract):

The Air Charter contract awarded to Kuehne and Nagel has been extended in value under Regulation 72(1)(c) by under 50% of the original contract value. No other modifications have been made to the contract as part of the extension.

#### VII.2.2) Reasons for modification

Need for modification brought about by circumstances which a diligent contracting authority/entity could not foresee.

Description of the circumstances which rendered the modification necessary and explanation of the unforeseen nature of these circumstances:

The original contract value reflected demand figures available at the time. Changes to testing procedures altered the demand for freight usage. For example, the Prime Minister's RoadMap (Feb 2021) resulted in wider use of Lateral Flow Devices to facilitate testing of teachers, pupils and household bubbles for the re-opening of schools, along with workplace testing and visitors to adult social care settings. The Universal offer in April 2021 provided all adults access to twice weekly testing, bringing the eligible population for LFD tests to 50m people and an increased scope for private sector testing, widening the number of companies able to request testing ahead of the re-opening date. Disruption to rail lines internationally lead to an increased reliance on air charter. This modification serves to amend the total value by under 50% of the original contract value. There is no alteration to the overall nature of the contract.

#### VII.2.3) Increase in price

Updated total contract value before the modifications (taking into account possible earlier contract modifications, price adaptions and average inflation)

Value excluding VAT: £34,000,000

Total contract value after the modifications

Value excluding VAT: £50,999,999