This is a published notice on the Find a Tender service: <a href="https://www.find-tender.service.gov.uk/Notice/038298-2025">https://www.find-tender.service.gov.uk/Notice/038298-2025</a>

Tender

# **Leeds City Centre Heat Network**

Leeds City Council

UK4: Tender notice - Procurement Act 2023 - view information about notice types

Notice identifier: 2025/S 000-038298

Procurement identifier (OCID): ocds-h6vhtk-055b47

Published 8 July 2025, 3:00pm

### Scope

#### Reference

99236

## **Description**

Leeds City Council ("LCC") is seeking via this Procurement to appoint a Development & Funding Partner to develop the Leeds City Centre Heat Network ("the Network") under a Development Agreement ("DA"). The Network will be a large-scale, low carbon heat network serving the Leeds AZP Area ("the Project"). The Development & Funding Partner will enter into the DA with LCC to undertake development activities during the Development Period. The DA is based on the template "Golden Share Development Agreement" developed by DESNZ for the Advanced Zoning Programme ("AZP") and regulates the design and development of the Network up until the point at which the Project is approved, not approved or is deemed to be unviable at the Approvals Gateway. If the Project successfully meets the Mandatory Requirements ("MRs") set out in the DA, the Development & Funding Partner has met its relevant obligations under the DA and LCC elects to approve the Project, LCC and the Development & Funding Partner will be required to enter into a Joint Venture

Partnership via a Shareholders' Agreement ("SHA"). The SHA is based on the template "Golden Share Shareholders' Agreement" developed by DESNZ for the Advanced Zoning Programme and will govern the management of the Special Purpose Vehicle ("SPV") and impose obligations on delivery and operation of the Network. The Development & Funding Partner will be responsible for further development activities, funding and delivering the Project under the SHA, as the Development & Funding Partner. LCC will hold a Golden Share under the SHA. LCC (in its own right and via its wholly owned subsidiary) is the owner and operator of the Leeds PIPES heat network ("Leeds PIPES"). LCC may elect to offer to transfer Leeds PIPES to the SPV on a cash or equity basis after execution of the SHA and in accordance with the terms of the SHA. The following known risk has been identified as part of this procurement: 1. Future introduction of the Heat Network Zoning regulations and the appointment of the Zone Coordinator. The indicative procurement dates for this opportunity are: 29/07/2025 - Deadline for clarification guestions submitted (Enguiry Deadline) 22/08/2025 - Deadline for receipt of PSQ Response (Tender Submission Deadline) 17/10/2025 - Deadline for receipt of Interim Tender Responses 19/12/2025 - Deadline for receipt of Final Tender Responses 13/03/2025 - Assessment summaries & Contract Award Notice issued 03/04/2025 - Contract signature (Contract Start Date)

### Total value (estimated)

- £3,405,000,000 excluding VAT
- £4,086,000,000 including VAT

Above the relevant threshold

### **Contract dates (estimated)**

- 1 March 2026 to 29 February 2076
- 50 years

## Main procurement category

Works

#### **CPV** classifications

- 45211360 Urban development construction work
- 45232140 District-heating mains construction work
- 45232141 Heating works
- 71314000 Energy and related services

# **Submission**

# **Enquiry deadline**

29 July 2025, 12:00pm

## **Submission type**

**Tenders** 

#### **Tender submission deadline**

17 October 2025, 12:00pm

# Submission address and any special instructions

https://uk.eu-supply.com/app/rfg/rwlentrance s.asp?PID=93824&B=

# Tenders may be submitted electronically

Yes

# Languages that may be used for submission

English

# Award decision date (estimated)

13 February 2026

# **Award criteria**

Name	Description	Type	Weighting
Technical	Technical quality questions	Quality	75%
Commercial	Commercial	Price	15%
Social Value	Social Value Question and Targets	Quality	10%

# Other information

#### Conflicts assessment prepared/revised

Yes

#### **Procedure**

### **Procedure type**

Competitive flexible procedure

#### Special regime

Concession

## Competitive flexible procedure description

This Competitive Flexible Procedure will be conducted in five (5) stages. a. Stage 1: Conditions of Participation - issuing this Tender notice and a Procurement Specific Questionnaire, which includes the Conditions of Participation, b. Stage 2: Interim Tender Response Phase - suppliers who have been successfully shortlisted at Stage 1 will be invited to submit an Interim Tender Response. This will be limited to a legal response on the Contract Documents. c. Stage 3: Dialogue Meetings - Following receipt of the Interim Tender Responses, dialogue meeting(s) will be held with each Supplier to discuss their responses in Stage 2. d. Stage 4: Invitation to Submit a Final Tender Response - Stage 4 will commence with LCC providing any documents which have been updated following Stage 3, and inviting suppliers to respond to the Technical, Commercial and Social Value guestions. e. Stage 5: Preferred Supplier Stage - LCC will provide an assessment summary to all Suppliers that submitted Final Tender Responses. LCC will clarify commitments with the Supplier who LCC considers has the Most Advantageous Tender in order to finalise the Contractual Documentation. During this stage LCC will not negotiate substantive terms post final tender evaluation and award, only using this stage to clarify and confirm commitments made in the tender negotiation. This will ensure a confirmed understanding of how the contract will

operate and reducing the risk of issues arising once the contract has been entered into. The conditions of participation used in Stage 1 will include: • Financial Capacity • Insurance • Data Protection • Legal Capacity • Technical Ability (relevant experience and case study examples) • Health and Safety • Requirement under section 73 of the Act • Tackling Modern Slavery in Supply Chains

# **Contracting authority**

# **Leeds City Council**

Public Procurement Organisation Number: PJYG-6658-PPMY

Civic Hall, 3rd Floor West,

Leeds

LS11UR

**United Kingdom** 

Contact name: Derek Prest

Email: <a href="mailto:derek.prest@leeds.gov.uk">derek.prest@leeds.gov.uk</a>

Website: <a href="https://www.leeds.gov.uk/">https://www.leeds.gov.uk/</a>

Region: UKE42 - Leeds

Organisation type: Public authority - sub-central government

# Other organisations

These organisations are carrying out the procurement, or part of it, on behalf of the contracting authorities.

#### **Ove Arup and Partners Ltd**

Summary of their role in this procurement: Procurement support and advice

Public Procurement Organisation Number: PZJN-8211-DBBV

8 Fitzroy Street

London

W1T 4BJ

**United Kingdom** 

Email: uk.procurement@arup.com

Region: UKI31 - Camden and City of London

#### **Addleshaw Goddard LLP**

Summary of their role in this procurement: Legal support to the project

• Public Procurement Organisation Number: PRWH-7564-XRYD

Milton Gate

London

EC1Y 4AG

**United Kingdom** 

Email: <a href="mailto:bdtenders@addleshawqoddard.com">bdtenders@addleshawqoddard.com</a>

Region: UKI31 - Camden and City of London

#### Hermetica Black Ltd

Summary of their role in this procurement: Technical advisor

• Public Procurement Organisation Number: PNLC-8839-QVPH

118 Commercial Street

London

E16NF

**United Kingdom** 

Email: accounts@hermeticablack.com

Region: UKI42 - Tower Hamlets

#### **Asteros Advisors Ltd**

Summary of their role in this procurement: Commercial

• Public Procurement Organisation Number: PPZV-1662-HMLH

Unit 10 7 Wenlock Road

London

N17SL

**United Kingdom** 

Email: <a href="mailto:enquiries@asteros.co.uk">enquiries@asteros.co.uk</a>

Region: UKI41 - Hackney and Newham

# **Contact organisation**

Contact <u>Leeds City Council</u> for any enquiries.