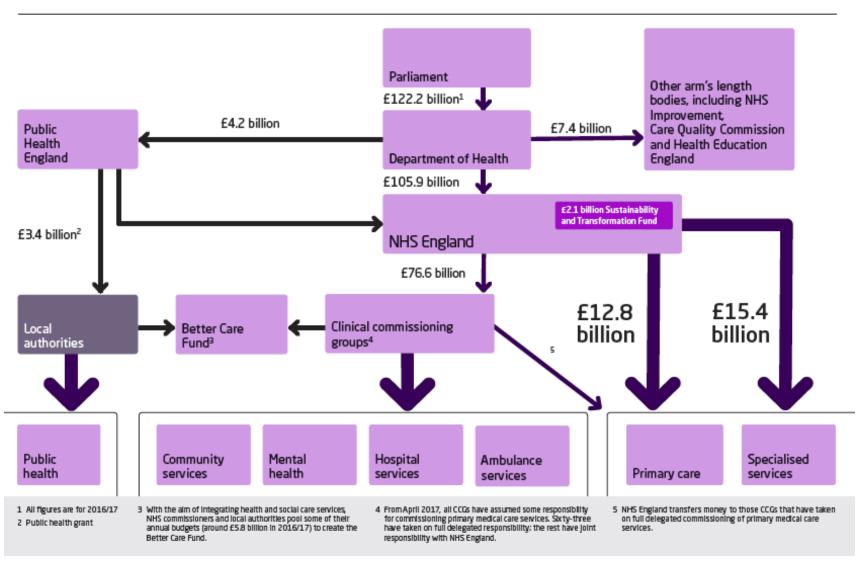


Selling to the Department of Health

24 November 2017

Rachel Berrisford, DH SME Champion and Head of Procurement Policy and Systems

The NHS: How the money flows

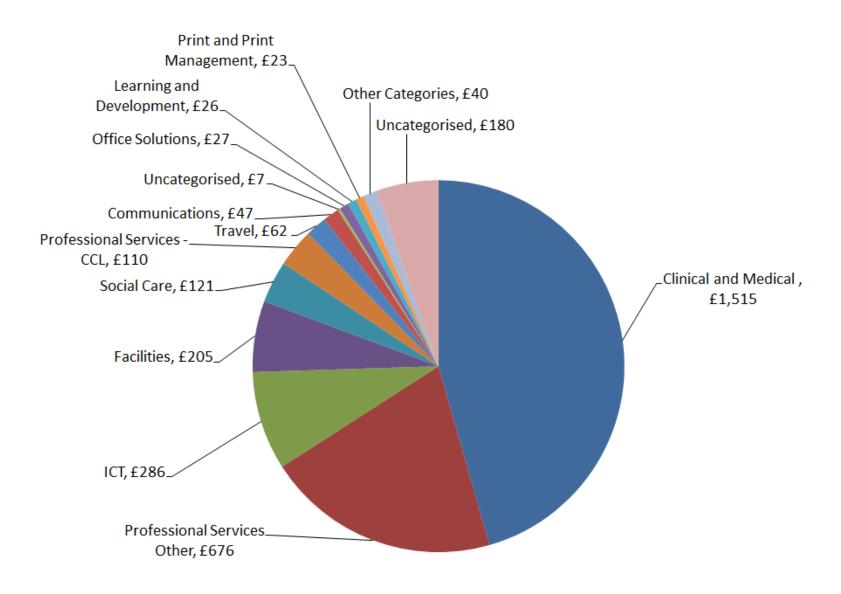


https://www.youtube.com/watch?v=DEARD4I3xtE&feature=youtu.be

The DH Group (Core Department, ALBs, Executive Agencies)

		2016/17
Business Unit		Procurement Spend
DH Group	£	3,324,117,488
Department of Health - Core Department	£	564,509,381
Care Quality Commission	£	50,792,234
Health Education England	£	26,096,573
Health Research Authority	£	3,506,025
Human Fertilisation & Embryology Authority	£	2,023,038
Human Tissue Authority	£	878,535
Medicines and Healthcare Products Regulatory Agency	£	58,553,024
Monitor	£	12,021,249
National Institute for Health and Care Excellence	£	34,691,442
NHS Blood & Transplant	£	128,061,188
NHS Business Services Authority	£	75,975,783
NHS Digital	£	147,948,559
NHS England	£	2,031,803,670
NHS Resolution	£	14,445,205
NHS Trust Development Authority	£	13,157,131
Public Health England	£	159,654,452

What we buy (2016/17 procurement spend in £m)



How we buy – key procurement routes

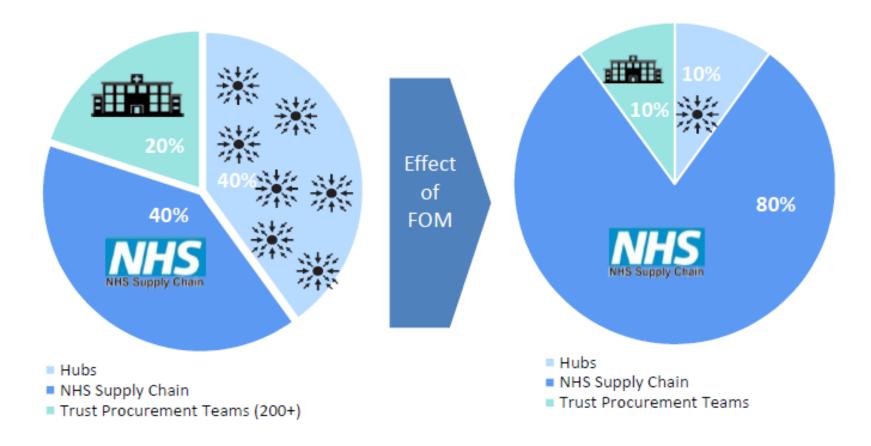
DH Group

- CCS Frameworks
- GCloud
- Health specific frameworks
- Open procurement competitions see Contracts Finder for opportunities
- Restricted or negotiated procurement competitions

NHS Trusts

- Crown Commercial Services (CCS)
- Yorkshire Purchasing Organisation (YPO)
- Eastern Shires Purchasing Organisation (ESPO)
- NHS North of England Commercial Procurement Collaborative (NOE CPC)
- NHS London Procurement Partnership (LPP)
- NHS Commercial Solutions
- East of England NHS Collaborative Procurement Hub
- NHS Supply Chain
- Procurement competitions

The Future Operating Model for Procurement of NHS Consumables and Medical Devices

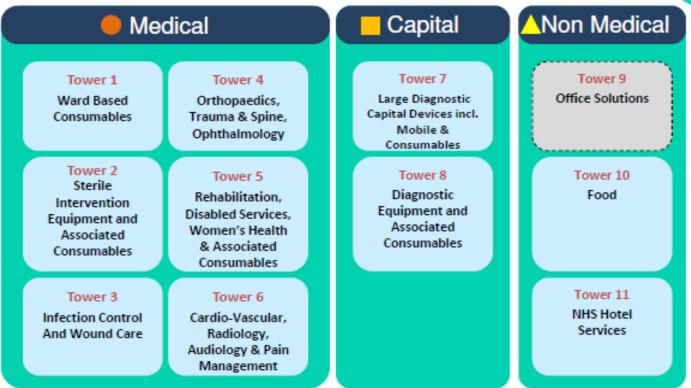


Currently only 40% of the NHS's £5.7bn spend in everyday hospital consumables common goods, high value healthcare consumables and capital equipment goes through NHS Supply Chain. **The FOM will double this is 80**%

THE CATEGORY TOWERS

The Future Operating Model is organised into eleven **Category Towers,** covering medical, capital and non-medical areas of the procurement spend. Office Solutions (Category Tower 9) will be the first of these to go live.





Categories 1 - 6

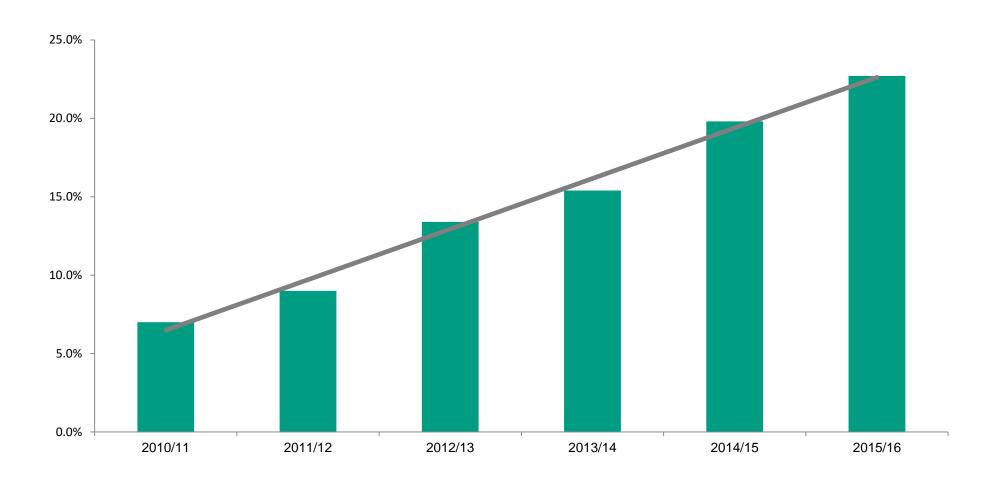
Category	y Tower Six Medical Towers	Awarded To:
Tower 1	Ward Based Consumables	DHL Supply Chain Ltd
Tower 2	Sterile Interventions Equipment and Associated Consumables	Collaborative Procurement Hub (CPP)
Tower 3	Infection Control and Wound Care	DHL Supply Chain Ltd
Tower 4	Orthopaedics, Trauma & Spine, Ophthalmology	Collaborative Procurement Hub (CPP)
Tower 5	Rehabilitation Disable Services, Women's Health & Associated Consumables	Collaborative Procurement Hub (CPP)
Tower 6	Cardio-Vascular, Radiology, Audiology & Pain Management	Health Solutions Team Ltd (HST)

- Notice provided to DHL
- Transition period 6 months has commenced
- New providers launch 6 May 2018

To find out more on FOM visit:

https://www.nhsbsa.nhs.uk/nhs-procurement-and-logistics-services/nhs-future-procurement-and-logistics-plans

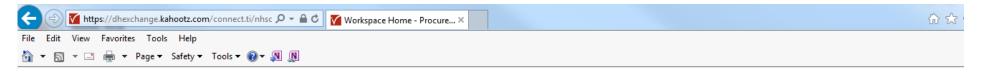
DH Group's SME Spend 2010/11-2015/16



What we're doing to make it easier for SMEs to win business

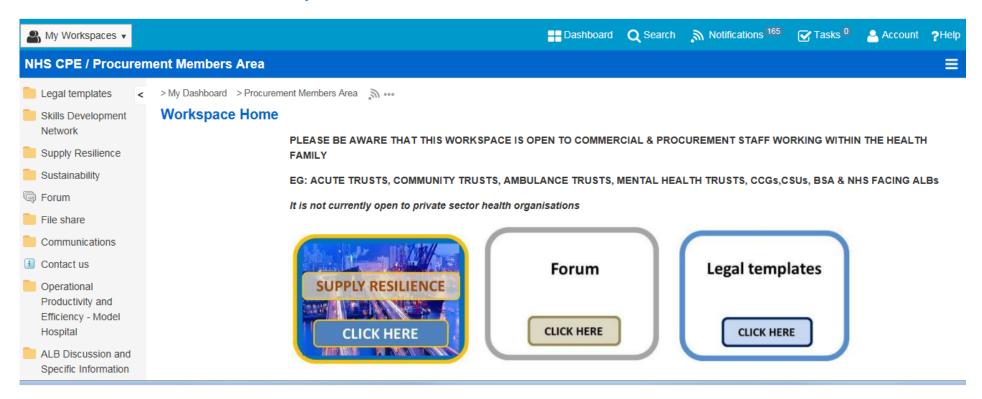
- Building awareness of the SME agenda
- Breaking contracts into smaller lots where possible
- Using OJEU open procedure as standard
- Developing our procurement pipelines
- Encouraging prime contractors to advertise opportunities and engage SMEs
- Performing category reviews to find and remove barriers for SMEs
- Simplifying procurement documents and T&Cs e.g. standard terms and conditions
- Master Indemnity Agreement
- Seeking alternative buying mechanisms e.g. DPS, joining up systems

Case Study: iNovem and Department of Health



NHS Centre for Procurement Efficiency





Case Study: Medinvent and NHS



EPISCISSORS-60 TM

The first scissors ever designed to give an accurate mediolateral episiotomy

TOWARDS SAFER CHILDBIRTH...

Top Tips for Procurement Success

- Attend pre-procurement engagement events
- Respond to every question
- Provide all the information requested
- Assume the evaluation panel know nothing about your organisation
- Answer the questions. It's not a sales pitch!
- Link every response to the specification and to the evaluation criteria
- Make sure the numbers 'add-up'
- Make sure that you meet all the mandatory requirements and minimum criteria
- Self-evaluate against the evaluation criteria
- Check document signed and dated as required
- Time management is key, submit tender well before the deadline