

Agenda

Meeting: Shareholder Committee

**Venue: The Beech Room, County Hall,
Northallerton DL7 8AD**

Date: Tuesday 28 May 2019 at 12:30pm

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Business

1. **Minutes of the meeting held on 23 April 2019** **(Pages 5 to 11)**
2. **Declarations of Interest**
3. **Exclusion of the public from the meeting during consideration of each of the items of business listed in Column 1 of the following table on the grounds that they each involve the likely disclosure of exempt information as defined in paragraph 3 of Part 1 of Schedule 12A to the Local Government Act 1972 as amended by the Local Government (Access to information) (Variation) Order 2006:-**

Item number on the agenda	Paragraph/Appendix Number
5 – Appendices A & B	Appendix 3

Enquiries relating to this agenda please contact Melanie Carr Tel: 01609 533849, or e-mail: Melanie.Carr1@northyorks.gov.uk
Website: www.northyorks.gov.uk

4. Public Questions or Statements.

Members of the public may ask questions or make statements at this meeting if they have given notice to Stephen Loach of Democratic and Scrutiny Services and supplied the text (*contact details below*) by midday on Tuesday 16 April 2019, three working days before the day of the meeting. Each speaker should limit themselves to 3 minutes on any item. Members of the public who have given notice will be invited to speak:-

- at this point in the meeting if their questions/statements relate to matters which are not otherwise on the Agenda (subject to an overall time limit of 30 minutes);
- when the relevant Agenda item is being considered if they wish to speak on a matter which is on the Agenda for this meeting.

If you are exercising your right to speak at this meeting, but do not wish to be recorded, please inform the Chairman who will instruct anyone who may be taking a recording to cease while you speak.

5. Review & Decision on Brierley Group Business Plans 2019/20 - Report of Director of Strategic Resources

(Pages 12 to 20)

Purpose of Report: To present the 2019/20 Business Plans for the following companies

- a) Veritau
- b) NYNES
- c) NYnet Ltd

Recommendation: That the Shareholder Committee accept the updates and Business Plans provided.

6. Work Programme 2019/20

(Pages 21 to 22)

Purpose of report: To consider and develop the Work Programme for the Shareholder Committee.

Recommendation: That the Shareholder Committee

7. Other business which the Chair agrees should be considered as a matter of urgency because of special circumstances

Barry Khan
Assistant Chief Executive
(Legal and Democratic Services)
County Hall, Northallerton
Date: 17 May 2019

Notes:

Emergency Procedures for Meetings

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Accident or Illness

First Aid treatment can be obtained by telephoning Extension 7575.

Shareholder Committee

Membership

County Councillors (3)		
	<i>Councillors Names</i>	<i>Political Party</i>
1	LES, Carl	Conservative
2	DADD, Gareth	Conservative
3	MACKENZIE, Don	Conservative

North Yorkshire County Council

Shareholder Committee

Minutes of the meeting held on 23 April 2019 commencing at 12.30 p.m. at County Hall, Northallerton.

Present:-

Members:-

County Councillors Carl Les (Chairman), Gareth Dadd and Don Mackenzie

Officers:-

David Bowe (Managing Director – Brierley Homes), Ron Walton (Managing Director - Align Property Partners Limited), Sandy Boyle (Managing Director - Yorwaste), Barry Khan (Managing Director - First North Law), Richard Flinton (Chief Executive), Michael Leah (Assistant Director, Strategic Resources) and Steve Loach (Democratic Services)

In attendance:

County Councillor Andrew Lee

Copies of all documents considered are in the Minute Book

17. Minutes

Resolved -

That the Minutes of the meeting held on 4 September 2018, having been printed and circulated, be taken as read and confirmed and signed by the Chairman as a correct record.

18. Declarations of Interest

There were no declarations of interest.

19. Exclusion of the Public and Press

Resolved -

That the public and press be excluded from the meeting during consideration of Minute No 20, Review and Decision on Brierley Group Business Plans 2019/20 - Appendices A to D, on the grounds that these involved the likely disclosure of exempt information as defined in paragraph 3 of Part 1 of Schedule 12A to the Local Government Act 1972, as amended by the Local Government (Access to Information)(Variation) Order 2006.

20. Public Questions or Statements

There were no questions or statements from the public.

Appendices A – D in respect of the following were considered in private and the public have no right of access. Minute No. 21 provides details of the public aspect of the reports and a public summary of the business conducted in private.

21. Review and decision on Brierley Group Business Plans 2019/20

Considered -

The report of the Assistant Director, Strategic Resources providing an introductory summary and business plan for 2019/20, for the following companies:-

- (a) Align Property Partners.
- (b) First North Law.
- (c) Yorwaste.
- (d) Brierley Homes.

The business plans for the companies were attached as private appendices to the report and articulated the aspirations of the companies to continue to increase their financial turnover, net margin and geographical reach, whilst considering their prime purpose to return margin to its shareholder North Yorkshire County Council.

The representatives of each of the companies presented details as follows:-

Align Property Partners

- ◆ Formed in November 2016 via the TUPE of 35 technical staff from Mouchel.
- ◆ Multi-disciplinary building design company delivering architectural, building surveying, engineering and quantity surveying services to North Yorkshire County Council and private companies in the near location.
- ◆ Aspiration to continue to increase financial turnover, net margin and geographical reach whilst considering prime purpose to return margin to shareholder North Yorkshire County Council.
- ◆ During 2018 opened a new office in Penrith to service its framework partner, Cumbria County Council.
- ◆ Further office being opened in Selby in April 2019 to service the nearby conurbations.
- ◆ Since its inception the financial performance of the business has been good with a net profit provided every year of the company's existence.
- ◆ Key areas of focus for the next three years:-
 - Ensuring high levels of health and safety and environmental performance.
 - Increased turnover from £2.7m in 2017/18 to £485.7m in 2019/22 with a corresponding increase in net profit.
 - Expand range of design services offered to clients.

- Increase geographical spread to areas adjacent to Yorkshire.
- Reduce internal cost to shareholder (NYCC) compared to previous NYCC service delivery company (Jacobs).
- Increase shareholder value.
- Change design platform from AutoCAD to Building Information Modelling (BIM).
- Lower company's average hourly cost to subsequently improve efficiency.

Following the initial presentation Members discussed the report and a number of issues and points were raised as follows:-

- ◆ It was asked whether Align Property Partners was in a position to be able to adopt the highways design/engineering contract when that was up for renewal. In response it was stated that this would be dependent upon the timing of the contract renewal, however, consideration would be given as to whether this contract could be accommodated as part of the business plan, going forward. It was considered that taking on this work would serve to enhance the reputation of the company and assist its position going forward.
- ◆ Members welcomed the positive performance of Align Property Partners Limited and the good performance indicated in the details provided.

First North Law

- ◆ Created following approval by Executive in November 2016.
- ◆ Intended to generate income for the Council by providing high quality, cost effective legal advice to the public and private sector.
- ◆ Solicitors Regulatory Authority approval received to operate as a distinct solicitors firm and provide legal advice to anybody within the UK, under the appropriate regulatory control.
- ◆ The firm has access to barristers, solicitors, legal executives and paralegal support.
- ◆ Initially concentrated on providing legal advice to the education sector and has secured a number of new clients in 2018.
- ◆ The company allows knowledge built up in relation to the education sector to be sold to other schools outside the area at a competitive rate.
- ◆ A subscription service for schools to buy in to has been developed allowing them access to a certain level of legal advice within that subscription cost, with an option to purchase further legal advice.
- ◆ The company's unique selling point was that it could provide access to a team of professional, pragmatic lawyers covering a full range of legal issues that could face an educational establishment, quickly at an extremely competitive price.

- ◆ The ethos of the company was to make long term relationships with schools and multi academy trusts by encouraging a model that does not seek to charge clients for every minute of time spent on legal work.
- ◆ A number of schools in the locality have bought into the service as well as clients from further afield with customers across York, Teesside, Wakefield, Lancashire and beyond.
- ◆ The company continues to look to expand its market reach to other areas outside of Yorkshire.
- ◆ The company has undertaken legal work in property, procurement, planning, state aid and construction sector and is looking to market these areas in future as potential growth areas.
- ◆ The company will look to concentrate on additional legal areas to market its services and provide training to new clients.

At the conclusion of the initial report Members discussed the issues raised and welcomed the positive and steady growth shown by the company.

Yorwaste

- ◆ Two year transition period at the end of March 2019 from a business focused on landfill operations to one focused on transfer and recycling operation with a commercial collection business.
- ◆ During that time - acquired and integrated Todd Waste Management, closed the Harewood Whin landfill and the ramp-up of Allerton Waste Recovery Park, representing a fundamental change to the Yorwaste business model.
- ◆ Significant changes to the wider waste management industry resulting in higher quality thresholds for recyclable material being demanded from the supply chain and heavily influenced via recent Government Waste Strategy.
- ◆ Regional waste markets were a “race for waste” as competitors sought to increase volumes, resulting in flat-to-declining average real commercial rates.
- ◆ Achievements of 2018/19:
 - Set a target of achieving ISO 45001 supported by the rollout of behavioural-based health and safety.
 - Streamlined and refocused management team to increase accountability and improve decision making.
 - Increased management training for senior and middle management and implemented management succession planning.
 - Invested in information systems support real time tracking of vehicles and route optimisation.
 - Upgraded the Harewood Whin based materials recycling facility to improve recovery rates and meet modern quality thresholds.
 - Standardised employment terms and conditions to reduce administration overheads, promote operational flexibility and fairness and simplify staff rostering.

- ◆ Significant progress has been made, however, the company has been negatively impacted by market pressure on recyclable quality and commercial collections, costs arising from the transition to supplying the EWRP and the need to modernise plant and equipment to improve operational delivery and reliability.
- ◆ Details of the business plan for 2019/20 were outlined with a view to consolidating, optimising and preparing for the future.
- ◆ SJB Recycling - significant changes to the business model as it no longer benefits from free disposal. In the next few months the majority of SJB contracts were up for renewal and these were being tendered at a significant increased price which, if successful, would restore profitability.

Following the initial presentation, Members discussed the report and the following issues and points were raised:-

- ◆ It was asked whether the waste business had changed significantly due to the development of a number of energy from waste plants in the region. In response it was stated that there was a national move away from landfill and the area reflected that position Yorwaste was in a good position in terms of that, particularly with the Allerton Park plant having been developed. The development of additional energy from waste plants was positive and the impact that this was having on the market. It was emphasised that additional energy from waste plants ensured that transport costs, for waste, could be lowered and would assist the business. In relation to this it was noted that the gate prices were unlikely to vary significantly from current values and that the process was carefully managed by Yorwaste.
- ◆ A Member asked about health and safety issues, noting that the report specifically referred to those. In response it was noted that there had been a number of incidents in the previous year, however, the matter had been subsequently addressed through the use of external consultants and the company had been incident free over the last few months, as a result.
- ◆ In terms of the Government Waste Strategy identifying a number of options that were currently subject to further consultation it was expected that opportunities for Yorwaste would arise from the development of these. It was hoped that Yorwaste would be in a position to be able to respond to the challenges developed through the consultation.

Brierley Homes

- ◆ Established in October 2016 and received Executive approval in March 2018 to operate as a housing company and implement new schemes.
- ◆ The commercial focus was to build private houses for sale on the open market. Where local planning policy required it would contribute affordable homes as part of the scheme.
- ◆ Seeking to establish itself as a small to medium size house builder in the North Yorkshire region that is well regarded by both customers and delivery partners.
- ◆ A number of surplus County Council owned assets identified in 2018 are now being actively promoted for housing by Brierley Homes.
- ◆ UK housing market remains relatively benign, however, customer demand for new homes remains robust.

- ◆ Housing market in which Brierley Homes operates is robust.
- ◆ Brierley Homes registered with the UK Government's "help to buy" scheme and is already supporting sales at the first scheme, Thorpe Willoughby.
- ◆ Business is now growing in line with previous forecasts.
- ◆ Thorpe Willoughby close to construction completion, marketing has been launched and homes receiving positive feedback from prospective purchasers in terms of design and quality. Sales reservations currently exceed in business plan trading assumptions.
- ◆ Grant of planning forecast for spring 2019 at second scheme in Marton-cum-Grafton. Tendering for construction underway and evidence of interest from prospective purchasers.
- ◆ Currently budget forecasts for Brierley Homes to make a net operating loss during 2019/20 and 2020/21 as capital commitments are made to purchase land and enter into construction contracts.
- ◆ Key objectives of the 2019/20 business plan:
 - A contractor framework established to ensure competitive delivery of homes.
 - House sales at Holly Grove, Thorpe Willoughby commenced.
 - Planning consent achieved for a further 100 homes on surplus land assets owned by NYCC.
 - External sites identified and purchased in the market.
 - Further recruitment undertaken to support the business growth.

Following the initial presentation Members discussed the report and the following issues and points were raised:-

- ◆ Details of the sales of houses at Thorpe Willoughby were discussed in terms of meeting the initial contribution provided by the County Council to establish the business.
- ◆ The business model of being a small community site developer was seen as an attraction to buyers and was welcomed by Members.
- ◆ It was noted that the Marton-cum-Grafton site would be around 20 dwellings and details of the legal issues that were being currently considered with a view to signing off shortly, were outlined. It was noted that the Marton-cum-Grafton site was expected to raise more capital than the Thorpe Willoughby site.

Members discussed the general issues in relation to the Brierley Group business plans the separation of costs for the financial years 2018/19 and 2019/20. It was noted that for 2018/19 the Group was very near to meeting the set targets.

Resolved -

That the Committee accepts the updates and business plans provided.

The meeting returned to open session.

22. Work Programme

Members considered the Work Programme for the Committee for 2018/19.

It was noted that the next meeting on 28 May 2019 would continue with the company updates and 2019/20 business plans for the following companies:-

- ◆ Veritau.
- ◆ NYES.
- ◆ NYnet.

Following that meetings would be utilised to set a Work Programme for 2019/20 and 2020/21.

The meeting concluded at 1.25 pm

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North Yorkshire County Council

Shareholder Committee

28 May 2019

Review and decision on Brierley Group Business Plans

Appendices A & B of this report contain information of the type defined in paragraph 3 of Part 1 of Schedule 12A Local Government Act 1972 as amended by the Local Government (Access to information) (Variation) Order 2006.

Report of the Assistant Director Strategic Resources

1.0 Purpose of the Report

1.1 For the Shareholder Committee's consideration, this report presents an annual update and summary business plan for 2019/20, for the following companies:

- a) Veritau
- b) NYES
- c) NYnet Ltd

1.2 The confidential Business Plans attached at Appendices A & B articulate the aspirations of Veritau and NYnet Ltd, to continue to increase their financial turnover, net margin and geographical reach, whilst always considering their prime purpose to return margin to its shareholder North Yorkshire County Council.

2.0 Recommendation

2.1 It is recommended that the Shareholder Committee accept the updates and Business Plans Provided

Michael Leah
Assistant Director – Strategic Resources
County Hall
Northallerton
8 May 2019

VERITAU LIMITED

Annual Update & Business Plan – Executive Summary

1.0 Introduction

- 1.1 Veritau Limited was established in January 2009, and is jointly owned by North Yorkshire County Council (NYCC) and the City of York Council (CYC). The company has a subsidiary, Veritau North Yorkshire Limited (VNY), which was established in February 2012. VNY is jointly owned with four North Yorkshire district councils. Both companies were established as Teckal companies. The two companies operate as a single business and together form the Veritau group.
- 1.2 Veritau provides services to its member councils and other customers in four related areas – internal audit, counter fraud, information governance and risk management. The group’s clients include national park authorities, council owned companies, housing associations, town councils, academy schools and multi academy trusts.

2.0 2018/19 Performance

- 2.1 2018/19 was a successful year for the company and the wider group. The group achieved an operating profit of approximately £90k compared to a budgeted profit of £52k. The group met the majority of the performance targets set by our member councils. Customer satisfaction also remained high across all service areas.

3.0 2018/19 Business Developments

- 3.1 The focus last year was the development and roll-out of a full Data Protection Officer service for schools and other public bodies. The offer proved attractive to schools across Northern England. Working closely with NYES we signed up approximately 500 schools, councils and other organisations. To support the delivery of the service we had to recruit additional specialist staff and invest in new technologies.
- 3.2 We also completed ad-hoc audit assignments for a number of councils, completed a number of risk management projects, provided data protection support to the Harrogate and Rural District CCG, and delivered GDPR training to the West Yorkshire Community Pharmacies.
- 3.3 Our bid to participate in the NFI business rates pilot organised by the Cabinet Office was successful. Competition to participate was very strong and only 7 groups were chosen nationally. In addition to our member councils we were joined in the bid by Harrogate Borough Council, Leeds City Council, Doncaster MBC, Kirklees MDC, and Barnsley MBC.

3.4 Other achievements have included:

- Submitting a successful tender to provide internal audit services to the Peak District National Park Authority for a further 3 years.
- North Yorkshire Fire and Rescue Service extending its contract for internal audit and Data Protection Officer services for a further 12 months.
- Doncaster Children's Services Trust extending its contract for internal audit services for a further 12 months.
- Being shortlisted in two categories for the annual Institute of Revenues, Rating and Valuation (IRRV) counter fraud awards.
- Being shortlisted for Information Governance team of the year by the Information and Records Management Society (IRMS).
- Retaining our IIP accreditation (Veritau has been IIP accredited since 2011).
- Receiving a positive report from SWAP following the Public Sector Internal Audit Standards (PSIAS) external assessment of our audit working practices. It is a mandatory requirement for an external assessment to be undertaken once every 5 years, in order to demonstrate that the service conforms to relevant professional standards.
- Implementing our new financial system, Xero.
- Launching a new updated website.
- Introducing a new defined contribution pension scheme to offer increased choice to our employees. The scheme will run in parallel to the existing Local Government Pension Scheme.

4.0 2019/20 Business Plan

4.1 A copy of the 2019/20 Business Plan is attached at Appendix A. The priorities for the group are:

- Internal Audit – to strengthen the IT audit offering and to incorporate any new members who wish to join Veritau
- Information Governance – to implement the new Workpro Customer Management System and to retain the existing DPO client base
- Counter Fraud – to promote fraud services to housing associations and academy schools
- Risk Management – to be seen as the provider of first choice for existing member councils and other clients

North Yorkshire Education Services

Annual Update and Business Plan Executive Summary

Introduction

North Yorkshire Education Services (NYES) continues to build on its strong local presence through growth out of county whilst retaining existing business with North Yorkshire. It is a challenging environment as schools come under increasing budget pressure. The trend is that they become more discerning in their purchasing habits and also look for economies of scale through multi academy trusts.

The NYES model is to provide a range of services to the education market and offer improved value through increased buying power and access to the highest quality professional expertise. These services are integrated with North Yorkshire County Council (NYCC) – rather than a standalone company – offering additional benefits through integrated working.

2018/19 Performance

The 2018/19 target for NYES was £600k. This was over-achieved with an outturn position at £320.6k net profit is ahead of both budget (nil) and Q3 forecast (-£291.8k). The £600k was an agreed contribution to the County Council's MTFS target.

The results have been driven by reduced support recharges and overhead costs (£460k) and the income generated being above the expected level (£175k). To achieve this level of performance, £438k was invested in the central NYES team during the financial year. This investment supported key areas of the business including sales, marketing and product development.

2018/19 Business Development

A dedicated sales team within NYES have focused their efforts on out of area growth during 2018/19. In particular they have had success in Redcar and Cleveland (Cleaning Service), Cumbria (Payroll), Wakefield (School Improvement Service), Doncaster (Health & Safety and Clerking Service) and other areas in the North East.

During that period the team generated significantly more leads than previously with an improved conversion rate of 38%, i.e. taking a lead through to a sale. In summary this led to 109 new contracts across a range of areas and services including a number of new customers.

2019/20 Key Issues

Financial target and MTFS contribution

After a successful 2018/19 and a financial contribution to NYCC, the target for 2019/20 is £1,200k against an overall Brierley Group target of £1,600k. Through the business planning and budget setting process, a plan has been developed which aims to deliver this target, and

exceed it in future years. However it remains a challenging prospect and significant work is currently taking place to finalise a Business Plan that has the appropriate checks and balances in place to ensure that any proposed returns on investment are achieved.

Business Planning & Vision

The Business Plan will set out the vision for North Yorkshire Education Services (NYES) for the period through to 2024-25 so that it establishes itself as a UK-wide supplier in the education market and generates a sustainable, high value income stream to support NYCC to maintain frontline services for its communities.

The Plan will detail the opportunities for growth and business development during this time. It will also outline the investment required during this period to achieve this growth. .

NYES is well placed to grow as a well-established organisation providing a unique range of traded services in the education sector. It has a good reputation, and much on which to build, given its commitment to supporting the sector to achieve its goals. But, it must change substantially over the medium term to successfully navigate and take advantage of the fragmenting nature of this market. And any investment requested must be proportionate the level of anticipated return.

While the Business Plan is being prepared, the organisation is taking action to transform its business model in a number of service areas and consolidating its relationship with a range of other organisations operating within the Brierley Group (Veritau, Align Property Services, NYNet and First North Law), particularly where they also provide key business support services to schools.

Retention

The market conditions for the education sector continue to be challenging. Whilst the Business Plan seeks to grow NYES out of county, it is important to reflect on the nature of the business. As schools come under increasing budgetary pressure, their spending habits change. It is understandable that NYES customers now seek to generate further value for money through improved purchasing. This is a particular pressure for more transactional services where cost is a primary factor in decision making. For these types of services, NYES has experienced retention issues where annual loss of contract rates are up to 9%.

Retention falls into 3 main themes:

1. Affordability – The highest level of notices from customers come from those services which are high cost.
2. Academy Conversions - The ‘academisation’ of schools previously within the NYES customer base has to date resulted in over one third of all the notices received. The Academy agenda is still progressing, and schools are converting more regularly now; this is a worrying trend.
3. Established Multi Academy Trusts – Over the last couple of years, we have had a rise in MATs forming in or around North Yorkshire. When these are in their infancy the individual schools tend to continue to purchase the majority of their services through NYES; however as multi academy trusts mature they start to review all their

services meaning there has been a trend to move away from NYES for larger contracts on behalf of all the schools in the MAT. The loss of service contracts is a frequent characteristic of large Academy or MAT conversions who take services in house, or re-procure a cheaper option.

Business Development

For 2019/20, the focus of the sales team is on those areas where we have already experienced success, for example Cumbria, Doncaster and the North East. The market is challenging, as school budgets contract, competition increases (demand reduces whilst supply is stable). However, despite this, the team already this year have won 8 contracts for Clerking Service, Education Psychology, Catering and Health & Safety.

The baseline target conversion rate for 2019/20 is 25%. Whilst this is less than 2018/19, it is important to note that a significant stretch target has been put in place for the team. This doubles the amount secured last year and needs to be achieved in a challenging environment.

Developing the NYES Proposition

The NYES team continues to seek customer feedback and review against the performance of the portfolio. This is a major strand of work for 2019/20 which covers two main areas:

1. Developing 'need' products and services – Where opportunities are identified, it is important that NYES capitalise on them. This includes working in partnership to deliver innovative solutions to solve the education sector's issues.
2. Improving the existing offer – A programme of continuous improvement of services to ensure NYES continues to deliver value for money to schools.

Governance

The Business Plan and transformation processes will be overseen by robust governance arrangements. NYES reports to this member Shareholder Committee, with strategic and tactical oversight being provided regularly by a Strategic Board. The Strategic Board is chaired by the NYCC Chief Executive.

Summary

Market conditions are challenging, however despite that, NYES achieved its financial objectives for 2018/19. As we look ahead, there is room for cautious optimism around what can be achieved. Through a number of work areas, there is the potential not only for NYES to provide a fantastic set of services to the education sector but also a significant level of return to the County Council in 2019/20 and beyond.



NYnet Ltd Overview (Public document)

15 May 2019

NYnet Limited, 80 Highstreet, Starbeck, Harrogate. HG2 7LW
Registered in England & Wales No. 06069791. VAT No. GB 123 4070 56.
NYnet is a UK limited company controlled by North Yorkshire County Council

Telephone: +44 (0)1423 598210
Website: www.nynet.co.uk
Email: enquiries@nynet.co.uk



Project Part-Financed
by the European Union
European Regional
Development Fund



NYnet Overview

NYnet is a limited company owned by North Yorkshire County Council. It is Teckal compliant, which creates a 'pre-procured' status, enabling public sector customers the ability to directly award contracts without incurring the costs of a procurement process.

NYnet build, manage and supports its own infrastructure and fully manage its Wide Area Network (WAN) which currently connects around 750 public sector sites. NYnet's existing customer base of 40 plus customers includes 4 CCGs, 2 NHS Hospital Trusts, North Yorkshire County Council, Borough and District Councils, NYCC Schools, Fire and Rescue and Parks Authorities.

NYnet were one of the first organisations to become HSCN accredited and migrated over 190 HSCN sites from N3 to HSCN in 6 months. This represents a significant proportion of the migrations achieved nationally, and as such NYnet have been included within an NHS Digital case study for best practice in this area.

NYnet's approach is unlike many other providers who expect the customer to simply order the equivalent circuit without fully appreciating the requirements of the site. NYnet, being 'by the public sector, for the public sector', believe that the customers should only purchase a solution that reflects their actual traffic needs. We conduct detailed site level analysis which enables us to recommend a solution that is sized appropriate to the customers need, reflecting both short and likely mid-term changes. We also guarantee that a suitable upgrade path is available, thereby ensuring that the solution represents value for money.

We encourage sharing connectivity at sites where ever it is possible thereby introducing significant economies of scale. NYnet will liaise, coordinate, migrate and support any shared sites.

NYnet provides a best value commercial approach. If customer can purchase the same solution, operational service from an alternative provider on the same terms but at a lower price, NYnet will either match that price or the customer is entitled to cancel all or part of the solution, operational services provided by NYnet at no cost to the customer. In the event NYnet can match the best value price offered by the alternative provider, this price will be applied across the customer's estate.

NYnet is an operational company with a relatively small and geographically contained customer base of circa 750 sites. NYnet wishes to develop its customer base both within the region, particularly to the health and education sector (academies), and potentially beyond the county border into those adjoining areas of similar semi-rural geography and demographic as North Yorkshire.

Confidential Appendix B includes the SWOT analysis for NYnet and the 2019/20 business plan.

Shareholder Committee Work Programme

Meeting Date	Items of Business
23 April 2019	1. Company Updates & 2019/20 Business Plans for the following companies: <ul style="list-style-type: none"> • Align Property Partners • First North Law • Yorwaste • Brierley Homes 2. Work Programme 2018/19
28 May 2019	1. Company Updates & 2019/20 Business Plans for the following companies: <ul style="list-style-type: none"> • Veritau • NYES • NYnet 2. Work Programme 2019/20
10 September 2019	1. Work Programme 2019/20
21 January 2020	1. Draft Work Programme 2020/21

To be considered at a future meeting: Brierley Group 2018/19 Outturn Reports