Policy and Procedure on Engaging Externally Contracted Service Providers

1. Purpose of this Policy

The purpose of this Policy is to set down clear guidelines for the appropriate engagement of externally contracted services to include the occasions on which such contractors should and should not be engaged and the processes by which the engagements will be approved, monitored and reported.

2. General Principles

The following are the general principles that underpin this policy and procedure:

2.1 Initial approval to proceed

- A robust business case should be prepared by the hiring lead in advance of any actions being taken to advance the sourcing of externally contracted services.
- Each business case is to be approved by the relevant Approving Officer (as defined in 4.1) whose approval signifies satisfaction with the proposal (see Approval Form).
- The Approving Officer remains accountable for the budget for the duration of the term of the engagement.
- The principle of independent approval to be followed and deviations from this are not permitted.

2.2 Recruitment

An external service provider being considered for selection and engagement should be a preferred supplier to Trinity, as appointed by Procurement.

Recruitment processes to identify suitable candidates should follow similar principles as those currently employed by Human Resources for the recruitment of Trinity employees and such processes should ensure:

- transparency
- fairness
- an openness to competition
- conflicts of interest are avoided (e.g. externals not selecting own colleagues, externals not evaluating tenders their firms are involved in, etc.)
- the assessment of applications and selection/interview process is transparent.

2.3 Purchase Orders and Invoices

The principle of independent approval to be followed at all times, no one individual should be raising and approving their own requisition and approving their own costs. A requisition for externally
contracted services should be raised by a Trinity employee; an external service provider should not raise requisitions for services from their own provider.

2.4 Reporting & Monitoring

The total costs of all externally contracted services are to be captured and regularly reported at a senior level at the Executive Officer Group

Regular monitoring is required and should:
- challenge the ongoing need
- assure that deliverables in business case being met.

Every individual contracted under this policy should have a line manager who is a Trinity employee.

The principle of seniority applies i.e. people managing or approving anything to do with externally contracted services should be at a more senior level and capable of mounting a challenge with the authority to do so.

2.5 General

1. At all times, the differentiation between the personnel providing externally contracted services and Trinity staff should be observed.

2. Compliance with Department of Finance ‘Guidelines for the engagement of consultants and other external support by the Civil Service’ (Dec 2006) to be ensured for the initial tender process to establish the framework.

3. The relevant HR Partner should monitor the composition of selection committees, providing clarity on the roles of each member and avoiding duality of roles.

4. Consideration to be given to and plans made for the transfer of skills to Trinity employees to avoid lengthy engagement periods. The HR Partner, with the local line manager, to monitor identified gaps in skills and plan to minimise these.

3. Scope of Policy and Definition of Externally Contracted Services

3.1 This Policy covers in the first instance third parties contractors (usually companies or partnerships) who are paid a daily, weekly or monthly rate for their work and whose work consists for the main part in providing “labour only” services such as staff resources. Typically, such staff resources will be employed by the third party contractor but will be working in Trinity, providing services to Trinity and reporting to a Trinity employee. Often, such staff resources will be providing services exclusively to Trinity for the duration of the engagement, but in certain cases they may via their employer also be providing services to other clients of the employer. As mentioned above, the staff resource will typically not be employed by Trinity but may be fulfilling the work of a Trinity post on a temporary basis and might appear by name in Trinity web sites, on Trinity email lists, telephone directories etc. during their temporary engagement. While the contract may be with the company or firm, it may be based on a named, individual person providing the service to Trinity. This Policy applies to all relevant third party contractors regardless of the funding source e.g. State grant, EU funding, philanthropy/donation or commercial income.
3.2 This Policy does not cover External Contractors who provide services under a separately tendered project such as legal services, audit services etc. Usually, in such cases the staff of those contractors are not paid for by Trinity on a daily, weekly or monthly rate for their work as their work usually forms part of a fixed price contract for the delivery of a project or defined assignment such as building design, an annual financial audit or a piece of legal, financial or investment advice or report. For the most part, such assignments are delivered from the offices of the External Contractor not from the offices of Trinity although they may occupy offices in Trinity as the need arises during the assignment. Generally, such External Contractors will not be exclusively providing services to Trinity and will not be fulfilling the work of a Trinity post on a temporary basis or appearing by name in Trinity web sites, on Trinity email lists, telephone directories etc. during their assignment. In addition, there are a small number of independent, verification roles where it is accepted that a Trinity contract of employment would be unlikely to be appropriate e.g. Independent Board monitor on large capital projects.

4. Considerations before engaging Externally Contracted Services

4.1 Externally Contracted Services as defined in 3.1 above should only be engaged on the basis of a written business case approved in writing or by email in advance by one of the following six Approving Officers: Dean of Arts, Humanities and Social Sciences; Dean of Engineering, Mathematics and Science; Dean of Health Sciences; Chief Operating Officer; Treasurer/Chief Financial Officer; Vice Provost/Chief Academic Officer. The written business case will be recommended to the Approving Officer by a senior Trinity staff member and budget holder typically at the level of Head of School, Head of Research Institute or Head of Unit. The business case cannot be recommended by an External Contractor.

Procedure
In order to avoid any unnecessary deployment of resources, the business case should be approved by the Approving Officer at an early stage in the process and prior to the later approval of the individual firm and contractor. Such approval shall be confirmed by email and attached to the Approval Form.

4.2 The following points must be included in the business case:

Pre-approval of the Business Case:
   a. Justification for using Externally Contracted Services including whether the contract is to temporarily fill a current or future Trinity post of employment.
   b. A detailed risk assessment of the merits of pursuing engagement of contracted services.
   c. Explanation of why other alternatives are not recommended such as internal or external recruitment to a Trinity post of employment, internal secondment or transfer, creation of a new Trinity post. Consideration should also be given to the use of a formal contracting arrangement for the duration of the assignment as opposed to engagement on a daily, weekly or monthly rate, which can often be a more expensive option.
   d. Explanation of any specialist skills/capabilities or experience and the reason they cannot be provided by the alternative means in c. above. Details of role, responsibilities and deliverables and any reporting arrangements i.e. to whom will the person report and who will report to the person. Details of skills transfer to Trinity employees where appropriate.
   e. Duration of the proposed contract and reason for that duration. Contract would not be expected to exceed six months during which time alternative provision could be explored and put in place.
f. Confirmation that the post or service involved has not previously been provided by an external supplier.
g. Total maximum cost of the contract inclusive of VAT, justification for that cost, value for money and source of funding. HR can provide advice on comparable Trinity employment contract costs for similar work.
h. Explanation of what will occur at the end of that contract duration.
i. The contract will not be extended or the approved cost of it altered without a further written business case and approval from the Approving Officer in 4.1 above.
j. The initial approval cannot be for a contract in excess of six months and any second approval cannot be for a contract in excess of a further six months.

After approval of the Business Case:
If the business case has been approved by the Approving Officer, the following points should be confirmed to the Approving Officer:

k. A demonstration of independence, fairness and transparency in the selection/interview process is required.
l. Clarification that no conflicts of interest exist either in the engagement process or in the ongoing role once the contractors are engaged.
m. Confirmation by email from the Procurement Office that all necessary procurement requirements have been met and that any relevant Procurement Frameworks have been complied with and are appropriate.

5. Formal Engagement

The external supplier, which will usually be a supplier approved under a Trinity Procurement framework agreement, must be engaged under a written contract using standard Trinity terms and conditions. If necessary or if there is a deviation from the standard Trinity terms and conditions, legal advice should be obtained in advance. This can be provided by the College Solicitor or by an external solicitor by agreement with the College Solicitor. The costs of that legal advice must be included in the business case and borne by the budget of the School, unit or office involved. In any case where there is a conflict between the Trinity terms and conditions and the terms of business of the External Contractor, the written contract must specify that the Trinity terms and conditions will prevail.

6. Post Contract Evaluation

Once the contract is completed or if it is proposed to extend the contract, an evaluation of the contract must be conducted to include performance, delivery and fulfilment of operational and financial targets as set out in the business case and presented to the Approving Officer.

7. Ongoing Monitoring

7.1 Each month each of the six Approving Officers in 4.1 above will receive from the relevant HR Partner a listing of all arrangements in place which are within the scope of this Policy. The listing will report on each arrangement including the following details: name of contractor and individual involved; cost per day, week, month; number of days worked; cost incurred during previous month; start and finish date of arrangement; expected total cost and cumulative costs incurred to date, confirmation that costs incurred are within the approved amounts. The reports should include all relevant arrangements,
including those which were in existence prior to the adoption of this Policy. Those pre-existing arrangements should be made subject to the Policy as soon as possible after its adoption.

7.2 Each month the Approving Officer in 4.1 will assess the report in 7.1, confirm that the arrangements are in compliance with this Policy and forward it for information to the Secretary to the College. The Secretary to the College will conduct a sample to verify that the steps outlined in the Policy had been correctly taken.

7.3 Every six months, the Secretary to the College would submit a summary report to the Executive Officer Group, chaired by the Provost and may report more frequently if required.

8. **Procedure to raise Purchase Orders**

To ensure that the internal control in relation to the engagement of individual contractors is strong there is a requirement to have a standard process across the University in relation to the raising and approving of Purchase Orders (PO).

1. Individual contractors required to submit a monthly timesheet to their local manager who must be an employee of Trinity, not an individual contractor.
2. Manager signs the timesheet and sends to the local PO requester to set up the PO with the timesheet attached.
3. Specific categories in iProcurement will be used so that POs for the framework suppliers can only be charged to the specific categories e.g. consultancy fees, agency fees – recruitment.
4. One PO for the total cost of the engagement, as approved by the Approving Officer and as specified in the business case and inclusive of VAT, should be raised and routed to the appropriate authority level. Oracle will route the PO automatically to Procurement. Once received by Procurement each PO will be reviewed to ensure no deviation from original specified costs.
5. Externals cannot raise PO or approve their own invoice for receipting.
6. Invoices are supported by adequate information to enable validating the charge before receipting against the PO and the approver is in a position and has the knowledge to challenge the information.
7. Rates should not be changed throughout the term. However, if for some reason it becomes necessary this should trigger a re-assessment by the Approving Officer who approved the initial business case. Manager instructs the PO requestor to “Goods Receipt” (GR) the PO with the relevant number of days worked. The GR must include the following information in addition to the name of the Framework provider:
   - Individual Contractor Name
   - Project
   - Nature of work
   - Billing Month
   - Number of days worked
   - Rate per day, per week

8. Once approved by the budget holder, the PO along with the signed timesheet will be automatically issued to the framework provider.
9. The framework provider will submit an invoice to FSD. The invoice will be paid once the 3-way match is completed (PO/GR/Invoice).
9. **Review of this Policy**

This policy will be reviewed by the Secretary to the College no later than one year after adoption in order to ensure that its operation fulfils the original purpose and general principles.
Title: Externally Contracted Services Approval Form

Instructions: - To be completed in conjunction with the requirements of the Policy and Procedure on Engaging Externally Contracted Service Providers (link); - All sections must be completed; - Completed form, and relevant attachments, and to be submitted via email to relevant Faculty Dean / Chief Officer for approval.

Section 1: Summary information

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<td>1.1 Assignment / Task name</td>
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<td>1.2 Reference (if any) and budget code</td>
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<td>1.3 Contractor Company</td>
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<td>1.4 Job title for the Externally Contracted Services role</td>
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<td>1.5 Duration of the contract (should not exceed 6 months)</td>
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<td>1.6 Justification for duration</td>
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<td>1.7 Start date of contract</td>
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<td>1.8 Initial or second contract (for this role)</td>
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Section 2: Background Information

2.1 Provide business case and justification for using Externally Contracted Services:

2.2 Explain why other alternatives are not recommended:
(Such as internal or external recruitment to a Trinity post of employment, internal transfer, creation of a new Trinity post, etc.)
2.3 Detail any specialist skills/capabilities or experience required for the post, and explain why they cannot be provided by the alternative means in 2.2:

2.4 Provide summary of:
   - Role;
   - Responsibilities;
   - Deliverables;
   - Reporting arrangements (both to whom will the person report and who will report to the person);
   - Skills transfer to Trinity employees (where appropriate).

2.5 Provide the following cost details:
   - Total cost of the contract inclusive of VAT for the period of engagement;
   - Justification for that cost;
   - Value for money;
   - Source of funding;
   - Specify the equivalent TCD grade and salary level.
2.6 Explain what will occur at the end of the contract duration with the consideration of transfer of skills:

Section 3: Attached documentation
- Email from the Approving Officer confirming approval of the business case
- Proposals from the external suppliers
- Procurement Office confirmation that all necessary procurement requirements have been met and that any relevant Procurement Frameworks have been complied with (email is sufficient)
- Details of job descriptions, CV/skills assessments, candidate interviews carried out with contractors or individual candidates

Section 4: Compliance
I confirm that:

Yes | Not applicable
---|---
The contract will not be extended or the approved cost altered without a further written business case and approval from the Approving Officer (see Policy and Procedure on Engaging Externally Contracted Service Providers (clause 4.1)).
The post or service involved has not previously been provided by an external contractor.
If this form is requesting initial approval, that the contract does not exceed six months.
If this form is requesting second approval, that the contract does not exceed a further six months.
No conflicts of interest exist either in the engagement process or in the ongoing role once the contractors are engaged.

Submitted by:
Print name __________________________ Signed: __________________________ Date: ________________

Agreed by: (Head of School / Unit / Research Institute)
Print name __________________________ Signed: __________________________ Date: ________________
Approving Officer
By signing below I confirm the following:

- I have reviewed the business case and I am satisfied that the recruitment of an external resource is necessary and justified for the term and cost specified.

- I have received CVs of the personnel proposed by each of the framework partners or tendering bodies, who have been given an equal opportunity to bid.

- I have reviewed all the CVs and I am satisfied that the proposed person is capable of meeting the requirements and is the best choice.

- I am satisfied that the proposed basis for contracting the resource (rate or contract, the amounts etc.) is the most cost effective one.

- I have satisfied myself that the resource employed will be appropriately managed and will report to a more senior College employee and that a satisfactory basis for validating costs invoiced is in place.

Approved by: (Faculty Dean, Chief Operating Officer, Treasurer/CFO or Vice Provost/CAO)

Print name: ___________________________  Signed: ___________________________  Date: ___________________________