

## Facilities Management - UK - October 2016

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"Facilities management has grown as a result of the seemingly relentless drive by companies to outsource non-core activities. The trend has been so strong that it has sustained the industry in both strong and weak economic conditions."

– Terry Leggett, Senior B2B Analyst

This report looks at the following areas:

- What effect will increases in the minimum wage have on the facilities management sector?
- How is public sector demand for facilities management likely to be affected by the new government following Brexit?
- How will Brexit affect the sector?
- Will growth in total facilities management contracts grow ahead of single or other multiple service bundles over the next five years?
- What sectors are likely to generate the greatest demand for facilities management services in the next few years?

Facilities management continues to face squeezed margins because the primary motivation for adopting outside contractors is cost reduction. Technological advances are increasingly offering product differentiation against in-house service provision, while the Cloud is revolutionising access to management information.

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## Table of Contents

### Executive Summary

#### The market

Figure 1: Total facilities management market in the UK, 2011-15 actual and 2016-2020 forecast

Figure 2: Total facilities management market measured against total market potential, 2011-15 actual and 2016-2020 forecast

Figure 3: Segmentation of the contracted out services in the UK, by type of contract, 2015

#### Market factors

Figure 4: Global Motivations for outsourcing, 2016

Figure 5: Motivational versus realised objectives for outsourcing, 2014

Figure 6: Barriers to outsourcing in the public sector, 2016

#### Companies

Figure 7: Analysis of the changes in the structure of the combined facilities support activities industry, 2012-16

#### What we think

### Key Issues

How will growth be affected by the Brexit decision?

What about cost pressures?

What are the opportunities to expand sales?

### Introduction

Definitions

Methodology

Abbreviations

Issues in the market

Market positioning

The supplier

The customer

### UK Economy

#### Overview

Figure 8: UK GDP quarterly development, 2003-16

Figure 9: UK GDP in economic downturns and recoveries since 1979

#### Inflation

#### Interest rates

#### House prices

Figure 10: UK House price changes, 2006-2016

#### Consumer spending

#### Manufacturing

Figure 11: UK manufacturing, 2014-16

#### Business investment

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Figure 12: UK GFCF 2003-16

Imports

Exports

## Market Factors

### Outsourcing – a global trend

Figure 13: Global Motivations for outsourcing, 2016

Figure 14: Motivations for outsourcing, 2014

Figure 15: Top three objectives for outsourcing, 2014

Figure 16: Motivational versus realised objectives for outsourcing, 2014

Figure 17: Areas of improvement identified for outsourcing, 2016

### The economic environment

Figure 18: Outsourcing as an enabler of M&A activity, 2016

### The political environment

Figure 19: Expectations of budget changes in the public sector, 2016

Figure 20: Importance of outsourcing to public sector, by type, 2016

Figure 21: Barriers to outsourcing in the public sector, 2016

Figure 22: Propensity to outsource in the public sector, by type of service, 2016

## Market Size

### Chapter summary

#### The market

Figure 23: Potential market for facilities management services in the UK, 2011-15

Figure 24: Actual market for facilities management services in the UK, 2011-15

Figure 25: Comparison of the actual market for facilities management services compared with the potential market in the UK, 2011-15

## Market Segmentation

### Chapter summary

#### Market segmentation

Figure 26: Segmentation of the potential market for facilities management services in the UK, by type of contract, 2011-15

Figure 27: Segmentation of the potential market for facilities management services in the UK, by type of contract, 2015

Figure 28: Segmentation of the market for TFM and contracted out facilities management, by type of service, 2011-15

Figure 29: Adoption techniques of contracted out service users, by mix of contracts, 2015

Figure 30: Types of services included in an FM contract, 2015

## Market Trends

### Chapter summary

#### Market trends

#### Minimum wage increases continue to impact costs

Figure 31: National minimum wage, 2010-2015

Figure 32: National living wage, 2016

#### PFI changes

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Central government contracting model for facilities management

Technology changes

Regional bias of suppliers moves away from London

Figure 33: Regional distribution of companies in the combined facilities support industry, 2009-16

Figure 34: Regional distribution of private business establishments in the UK, 2009 and 2016

## Industry Structure

Chapter summary

Industry development

Figure 35: Analysis of the changes in the structure of the combined facilities support activities industry, 2012-16

Structure by employment

Figure 36: Analysis of the employment structure of the combined facilities support activities industry, 2015 and 2016

Structure by turnover

Figure 37: Analysis of the financial structure of the combined facilities support industry, 2015 and 2016

Company profiles

### Amey

Figure 38: Financial analysis of Amey UK, 2011-15

Figure 39: Turnover analysis of Amey UK, by sector, 2015

Figure 40: Turnover analysis of Amey UK, by region, 2015

Company strategy

### Aramark

Figure 41: Financial analysis of Aramark, 2011-15

Company strategy

### Berendsen

Figure 42: Financial analysis of Berendsen, 2011-15

Figure 43: Turnover analysis of Berendsen, 2015

Company strategy

### Capita

Figure 44: Financial analysis of Capita, 2011-15

Figure 45: Turnover analysis of Capita in the public sector, 2015

Company strategy

### Carillion Services

Figure 46: Financial analysis of Carillion Services, 2011-15

Figure 47: Turnover analysis of Carillion, 2015

Company strategy

### Engie/Cofely Workplace

Figure 48: Financial analysis of Cofely WorkPlace/Balfour Beatty WorkPlace, 2010-14

Company strategy

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## Emcor Group (UK)

Figure 49: Financial analysis of EMCOR Group (UK), 2011-15

Company strategy

## G4S

Figure 50: Financial analysis of G4S, 2011-15

Figure 51: Turnover analysis of G4S, by activity, 2015

Figure 52: Turnover analysis of G4S, by region, 2015

Company strategy

## Integral UK

Figure 53: Financial analysis of Integral UK, 2011-15

Company strategy

## Interserve

Figure 54: Financial analysis of Interserve, 2011-2015

Figure 55: Turnover segmentation of Interserve, 2015

Company strategy

## ISS Facility Services

Figure 56: Financial analysis of ISS Facility Services, 2011-15

Company strategy

## Mitie Group

Figure 57: Financial analysis of Mitie Group, 2012-16

Figure 58: Financial analysis of MITIE Group, revenue by sector, 2016

Figure 59: Financial analysis of MITIE Group, revenue by end use sector, 2016

Company strategy

## OCS Group

Figure 60: Financial analysis of the OCS Group, 2011-15

Company strategy

## Serco Group

Figure 61: Financial analysis of Serco Group, 2011-15

Figure 62: Turnover analysis of Serco Group, 2015

Company strategy

## Skanska Rashleigh Weatherfoil

Figure 63: Financial analysis of Skanska Rashleigh Weatherfoil, 2011-15

Company strategy

## Sodexo

Figure 64: International breakdown of Sodexo turnover, by sector, 2015

Figure 65: Financial analysis of Sodexo, 2011-15

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Company strategy

## Demand Structure

Chapter summary

Construction output

Figure 66: Analysis of construction output in Great Britain, by type, 201115

Repair and maintenance

Figure 67: Segmentation of the R&M activity in Great Britain, 2015

Public housing

Figure 68: Analysis of repair & maintenance output in the public housing sector in Great Britain, 201115

Private housing

Figure 69: Analysis of repair & maintenance output in the private housing sector in Great Britain, 201115

Public non-residential

Figure 70: Analysis of repair & maintenance output in the public non-residential sector in Great Britain, 201115

Private non-residential

Figure 71: Analysis of repair & maintenance output in the private nonresidential sector in Great Britain, 201115

Infrastructure

Figure 72: Analysis of repair & maintenance output on infrastructure in Great Britain, 201115

PFI & PF2

Figure 72: Capital costs of current UK PFI projects, by department, 2012-15

Figure 73: Estimated nominal payments under current PFI contracts, 19932050

Distribution of workplaces

Figure 74: Number of UK PAYE/VAT-registered business establishments by industry by public and private sectors, 2013-15

## Forecast

Chapter summary

Potential market size

Figure 75: Forecast actual market for facilities management services in the UK, 201620

Market segmentation

Figure 76: Forecast segmentation of the potential market for facilities management services, by type of contract, 2016-20

Figure 77: Forecast segmentation of the market for TFM and contracted out facilities management, by type of service, 2016-120

Industry

Figure 78: Length of outsourced facilities service contracts

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