

Report to CABINET

Supply of Plastic Waste Containers (NC-05-20)

Portfolio Holder: Cllr Barbara Brownridge, Cabinet Member for Neighborhoods & Culture

Officer Contact: Helen Lockwood, Deputy Chief Exec – People & Place

Report Author: Mark Husdan – Op's Manager (Waste & Fleet)
Ext. 2144

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Reason for Decision

The waste management service requires authorization to award a 4-year contract for the ongoing supply of plastic waste containers.

Executive Summary

A tendering exercise has been carried out for the ongoing supply of plastic waste containers over the next 4 years. The Council has an obligation to supply recycling and general rubbish containers to residents. The containers are used to support new recycling activity, to replace old/damaged containers, to support its trade waste collection service and to support project work based on improving waste management performance.

Recommendations

To award the contract to the winning bidder (detailed within the report in the restricted part of the agenda).

Supply of Plastic Waste Containers (NC-05-20)

1 Background

- 1.1 Oldham Council has a statutory obligation to collect waste from all domestic and commercial properties in Oldham.
- 1.2 In order to fulfil this statutory duty, households must have suitable waste and recycling containers to store waste in between collections.
- 1.3 Oldham Council currently delivers an average of 16,000 waste and recycling containers annually to households across the borough.
- 1.4 Oldham Council requires waste and recycling containers to satisfy demand from:
 - Residents who wish to start recycling for the first time
 - New commercial waste contracts
 - Residents who wish to swap their existing containers for a bigger/smaller size.
 - Containers for newly built properties
 - People whose existing bins are old and/or damaged and need replacing
 - People whose bins have gone missing
- 1.5 There is also a need for domestic bins to be removed from households and other places. For example, as part of being exchanged for a bigger or smaller bin, where a house has accumulated too many bins or where bins have been filled up and dumped in a public place
- 1.6 In addition to its domestic waste collections, the Council also operate a commercial waste service for customers. Our commercial customers also need bins delivering, removing, repairing or exchanging (for example, when beginning, changing or ending a contract with us to collect their waste).
- 1.7 There has been an increase for waste containers for domestic and commercial bins – through new houses being built, increasing turnover of tenants in rented properties and service efforts to expand commercial waste business/contracts.
- 1.8 In addition to this, the Council is continually involved in community project work, communications and service promotion activities to encourage residents to recycle wherever possible.

2 Current Position

- 2.1 The current contract is due to expire on 14th August 2020 and given this background, a procurement exercise has been carried out to manufacture Oldham Council's ongoing supply of plastic bins for the next 4 years.
 - 2.2 The value of the contract is detailed in the report in the restricted part of the agenda.
 - 2.3 An open OJEU procurement route was followed in accordance with Oldham Council's Contract Procedure Rules and EU Regulations. The OJEU Contract Notice (Reference Number 2020/S 075-178965) was published on 16th April 2020 using the CPV code 34928480. The Invitation to Tender (ITT) was published on the Chest e-procurement portal on 16th April 2020 with a closing date of 18th May 2020.
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- 2.4 4 bids were received; however, from an initial evaluation a submission was automatically disqualified for not providing and pricing all the products required.

	Technical Capacity	Price	Total
Bidder 1	32.90	38.81	71.71
Bidder 2	29.70	40.52	70.22
Bidder 3	39.90	45	84.90

- 2.5 The bids were evaluated by Mark Husdan (Operations Manager), Craig Dale (Head of Operations Services), Emily Molden (Senior Category Manager) and Emma Wall (Category Manager).

- 2.6 In accordance with the Council's Contract Procedure Rules, the evaluation of the tender sought to identify the submission offering the most economically advantageous bid, based on a combination of price, quality of service and social value.

- 2.7 The tender was weighed as follows

Section	Weighting
Technical Capacity	50%
Social Value	5%
Pricing	45%

- 2.8 The outcome of the evaluation process was that one bidder submitted the most economically advantageous tender in terms of quality and price. This information is in the report in the restricted part of the agenda.

3 Options/Alternatives

- 3.1 Option 1) To award the contract to the bidder, who submitted the most economically advantageous tender; offering high quality goods at a competitive price.
- 3.2 Option 2) To not award the contract. This option would leave the Council with no formal contract in place, prompting a new procurement exercise. This will increase the timescales in implementing a formal contract leaving the Council open to risk.

4 Preferred Option

- 4.1 Option 1) To award the contract to the winning bidder, who submitted the most economically advantageous tender; offering high quality goods at a competitive price.

5 Consultation

- 5.1 N/A

6 Financial Implications

- 6.1 The demand for new and replacement refuse bins from the residents of Oldham along with its trade waste customers amounts to 16,000 new units per annum. This proposal recommends entering into a new four-year contract for the supply of plastic refuse bins commencing in Mid-August 2020 in order to satisfy that need.
- 6.2 The value of the contract is detailed in the report in the restricted part of the agenda.
- 6.3 The Council charges domestic customers for grey bins (non-recyclable) and this generates income to the Waste Management Service.
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6.4 There is adequate resource within the base revenue budget for the Waste Management service to meet the cost of the contract net of the forecast income generated from charging domestic customers for non-recyclable bins.

7 Legal Services Comments

7.1 The Council has followed its own Contract Procedure Rules and used an open tender to select the most economically advantageous tender. (Elizabeth Cunningham Doyle)

8. Co-operative Agenda

8.1 The purchase of these plastic bins supports Oldham's cooperative agenda and specifically our values around working with our residents and businesses to keep our streets clean, as well as 'everyone doing their bit'. The Council providing these bins will potentially mean a reduction in fly tipping which support our Team Oldham Plan. Sarah Whittle – Ext 3480

9 Human Resources Comments

9.1 None

10 Risk Assessments

10.1 n/a

11 IT Implications

11.1 n/a

12 Property Implications

12.1 None

13 Procurement Implications

13.1 The Commercial Procurement Unit supports the recommendation outlined in the report. The procurement process has been carried out in line with both EU regulations and the Council's Contract Procedure Rules. Value for money has been achieved through this process; balancing quality and cost. (Emily Molden)

14 Environmental and Health & Safety Implications

14.1 Householders must have access to suitably sized recycling and waste bins to ensure they can recycle as much of their waste as possible and to dispose of all waste correctly, preventing it from escaping and littering the local neighbourhood' (Justine Addy).

15 Equality, community cohesion and crime implications

15.1 None

16 Equality Impact Assessment Completed?

16.1 No – not required.

17 **Key Decision**

17.1 Yes

18 **Key Decision Reference**

18.1 NC-05-20

19 **Background Papers**

19.1 The following is a list of background papers on which this report is based in accordance with the requirements of Section 100(1) of the Local Government Act 1972. It does not include documents which would disclose exempt or confidential information as defined by the Act :

File Ref : DN474461

Name of File :Supply of Waste Containers

Records held on the Chest e-procurement portal (www.the-chest.org.uk).

Officer Name : Emily Molden

Contact No : 0161 770 1643

20 **Appendices**

20.1 N/A