

# CYNGOR SIR CEREDIGION COUNTY COUNCIL

**Report to:** Cabinet

**Date of meeting:** 20 February 2024

**Title:** Procurement of Residual Waste Treatment Contract

**Purpose of the report:** To provide the outcome of the procurement exercise

**For:** Decision

**Cabinet Portfolio and Cabinet Member:**

**Councillor Keith Henson, Cabinet Member for Highways and Environmental Services and Carbon Management**

**Introduction**

In 2019 Ceredigion County Council entered into a contract for the disposal of its residual (black bag) waste and bulky waste for a period of up to 5 years.

That contract is expiring on 31 March 2024, and as a result it was necessary to undertake a further procurement exercise, which would focus only on the disposal of residual (black bag) waste.

**Procurement Exercise:**

The contract is for the treatment of the county's residual waste for a 3-year period, with an option to extend for up to 2 years. The contract aims to divert as much of this waste from landfill as possible, with a minimum requirement of 90% landfill diversion.

The contract includes for the haulage of the contract waste from the county's current Waste Transfer Stations, and potential future Waste Transfer Station, to the proposed treatment facility(ies).

The procurement exercise commenced on the 6 November 2023 with a closing date of 7 December 2023. We received a request from one Company on the 16 November for an extension to the submission date. After consideration and a potential bidder to increase competition, we extended the closing date to the 14 December 2023. The open procurement process was used and the contract was advertised through UKFTS (UK Find a Tender Service).

The tender period was 37 days.

There were 3 steps to the tender process, a set of pass/fail qualification questions, 5 Technical (Quality) questions which were scored, and the commercial bid.

The Technical questions and scores were as follows:

<b>Question</b>	<b>Technical Question</b>	<b>Score (Min/Max)</b>
Q1	Services Method Statement	0/120
Q2	Material Recovery and End Destinations	0/100
Q3	Reliability and Maintenance	0/40
Q4	Contingency Arrangements	0/30
Q5	Community Benefits	0/10

24 organisations expressed an interest in the contract. At the closing date of 14 December, three tenders were received. All of these proceeded through the qualification stage to the technical envelope evaluation stage.

A minimum score threshold applied to each technical question and only those tenders meeting these minimum standards in each question progressed to the commercial envelope stage.

One tenderer was excluded at the technical stage of the process, resulting in only two commercial envelopes being opened.

The criteria by which the Most Economically Advantageous Tender was determined were as follows:

Quality 30%; Price 70%.

The results of the procurement exercise are contained in Appendix A (EXEMPT).

As a result of the procurement exercise and the outcome of the financial analysis of the estimated costs, it results in a position that is £300k better than the financial estimates that were included in the Budget report to Cabinet on 23/01/24. Therefore, the draft 24/25 Budget and resulting draft Council Tax position will be adjusted to take account of this.

**Wellbeing of Future Generations:**

**Has an Integrated Impact Assessment been completed? If, not, please state why.**

Not considered necessary due there not being any change in service provision

**Summary of Integrated Impact Assessment:**

**Long term:** N/A  
**Collaboration:** N/A  
**Involvement:** N/A  
**Prevention:** N/A  
**Integration:** N/A

**Recommendation(s):**

**It is recommended that Cabinet agrees to award the contract to the Most Economically Advantageous Tender, subject to 10-day statutory standstill period.**

**Reasons for decision:**

To ensure the continued disposal of the county's residual waste in accordance with the Council's statutory obligations.

**Overview and Scrutiny:**

Thriving Communities

**Policy Framework:**

Waste Management Strategy

**Corporate Well-being Objectives:**

Creating sustainable, green and well-connected communities

**Finance and Procurement implications:**

See Appendix A (EXEMPT)

**Legal Implications:**

N/A

**Staffing implications:**

N/A

**Property / asset implications:**

N/A

**Risk(s):**

N/A

**Statutory Powers:**

Environmental Protection Act 1990

**Background Papers:**

N/A

**Appendices:**

Appendix A- Results of Procurement Exercise (EXEMPT)

Appendix B- Tender Evaluation Result Energy From Waste (EXEMPT)

**Corporate Lead Officer:**

Rhodri Llwyd, Corporate Lead Officer: Highways and Environmental Services

**Reporting Officer:**

Rhodri Llwyd, Corporate Lead Officer: Highways and Environmental Services

**Date:**

28 January 2024