

To: Finance, Resources and Customer Services Policy Board

On: 6 June 2018

Report by: Chief Executive and the Director of Environment and Communities

Heading: Supply and Delivery of up to 80,000 x 240 Litre HDPE Bins

1. Summary

- 1.1 The purpose of this report is to seek the approval of the Finance, Resources and Customer Services Policy Board to enter into a Contract for the Supply and Delivery of up to 80,000 x 240 Litre HDPE Bins.
- 1.2 This procurement exercise was conducted as a mini-competition under Lot 1 of the Scotland Excel Framework Contract for Recycle & Refuse Containers (01-17) and in accordance with the Council Standing Orders Contracts for an above EU Threshold Supplies contract.
- 1.3 A Contract Strategy was prepared by the Corporate Procurement Unit for Supply and Delivery of Bins and approved by the Director of Environment & Communities and Corporate Procurement Manager in December 2017.

2. Recommendations

- 2.1 It is recommended that the Finance, Resources and Customer Services Policy Board authorise the Head of Corporate Governance to award a (call off) Contract made under the Scotland Excel Framework Contract for Recycle & Refuse Containers (01-17) Lot 1 to One51 ES Plastics (UK) Ltd T/A MGB Plastics for the Supply and Delivery of 80,000 x 240 Litre HDPE Bins.
- 2.2 It is recommended that the Finance, Resources and Customer Services Policy Board authorise the contract value of up to £966,000 excluding VAT.
- 2.3 The contract will commence on 18 June 2018 with the delivery of wheeled bins to households being required over a 2 3 week period running from late October to early November 2018. The actual starting date will be confirmed in the Council's Letter of Acceptance.

3. Background

- 3.1 On the 8th November 2017 the Infrastructure, Land and Environment Policy Board approved a proposal to introduce a kerbside refuse collection service delivery model which will result in Comingled Dry Recyclates (blue bin) being separated into two separate bins: one for paper & card and another for plastics, cans and glass.
- 3.2 The proposed service delivery changes will be rolled out from late October to early November 2018 and the implementation will be supported by a comprehensive education, awareness and communications strategy to engage with householders and support behavioural change.
- 3.3 The Council has identified that supplies for this new service delivery change could be purchased via the current Scotland Excel Framework Contact for Recycle & Refuse Containers (Ref: 01-17), (the "Framework"). The Framework has a lot specific to 2 Wheeled Bins (Lot 1) and a mini competition for up to 80,000 x 240 Litre HDPE Bins was conducted under this Framework.
- 3.4 Lot 1 was awarded to Six (6) Suppliers and the Council invited all six (6) Suppliers to submit a tender via the Public Contracts Scotland on 22nd January 2018. Three (3) Suppliers submitted a tender by the tender closing date at 12 noon on 30th January 2018. Two (2) Suppliers declined and one (1) did not reply.
- 3.5 The submissions were evaluated in a two stage process.

Stage One: Compliance to Specification and adherence to delivery lead

times (Pass/Fail)

Stage Two: Framework Award Criteria 20% quality / 80% price

3.6 All three (3) Suppliers who submitted (tenders/bids/quotes- whatever is consistent with the procedure under the framework) passed stage one of the evaluation – compliance to specification and adherence to delivery lead times and progressed to stage two where the respective Quality Score from the Framework was combined with competitive commercial submissions (Price Score) to determine which Supplier provides best value for the Council. Please refer to the table below for the evaluation results:

Tenderers	Quality Score (20%)	Price Score (80%)	Total Score
One51 ES Plastics (UK) Ltd T/A MGB Plastics	13.5%	80.00%	93.50%
Craemer UK Limited	10.55%	76.67%	87.22%
SSI Schaefer Ltd	10.75%	62.98%	73.73%

- 3.7 It is recommended that this call off contract is awarded to One51 ES Plastics (UK) Ltd T/A MGB Plastics up to the value of £966,000.00. The offer from One51 ES Plastics (UK) Ltd T/A MGB Plastics is the most economically advantageous tender received.
- 3.8 The mini competition was carried out in accordance with the (competitive ordering process/ mini-competition or however it is defined in the framework) under the Framework and the Council's Standing Orders Relating to Contracts.
- 3.9 Community Benefits were sought as part of this Contract. The community benefits submitted by One51 ES Plastics (UK) Ltd T/A MGB Plastics are detailed below;

Outcomes/Activity	No of People/ Activity
Apprenticeship	2

Implications of the Report

1. Financial

The purchase of the bins will be funded from previously agreed capital resources.

2. HR & Organisational Development

No TUPE implications have arisen or are anticipated.

3. Community Planning

Creating a sustainable Renfrewshire for all to enjoy - the work proposed will support the delivery of this outcome.

4. Legal

This procurement exercise was conducted as a mini-competition under Lot 1 of the Scotland Excel Framework Contract for Recycle & Refuse Containers (01-17) and in accordance with the Council Standing Orders Contracts for an above EU Threshold Supply contract.

5. **Property/Assets**

None

6. Information Technology

No Information Technology implications have arisen or are anticipated

7. Equality & Human Rights

(a) The Recommendations contained within this report have been assessed in relation to their impact on equalities and human rights. No negative impacts on equality groups or potential for infringement of individuals' human rights have been identified arising from the recommendations contained in the report because for example it is for noting only. If required following implementation, the actual impact of the recommendations and the mitigating actions will be reviewed and monitored, and the results of the assessment will be published on the Council's website.

8. **Health & Safety**

One51 ES Plastics (UK) Ltd T/A MGB Plastics Health and Safety submission was evaluated by the Council's Corporate Health and Safety and meet the minimum requirements regarding health and safety.

9. **Procurement**

The procurement procedures outlined within this report shall ensure that the Council meets its statutory requirements in respect of procurement procedures, efficiency and modern Government.

10. **Risk**

One51 ES Plastics (UK) Ltd T/A MGB Plastics insurances have been assessed and evaluated to confirm they meet the minimum requirements regarding insurable risk.

11. Privacy Impact

No Privacy Impact Assessment requirements were identified within this procurement.

12. Cosla Policy Position

No Cosla Policy Position implications have arisen or are anticipated

List of Background Papers

Waste Management Strategy Progress Update & Refresh – Improving Recycling in Renfrewshire, presented to Infrastructure, Land & Environment Policy Board on 8 November 2017.

Author: Lauren Lochhead, Procurement Assistant, 0141 618 6194

Endorsed Graeme Beattie, Strategic Commercial Category Manager,

Tel: 0141 618 4710