

**NORTH LANARKSHIRE COUNCIL  
REPORT**

To: ENVIRONMENTAL SERVICES COMMITTEE		Subject: PROPOSAL TO USE SCOTLAND EXCEL FRAMEWORK FOR THE TREATMENT OF RESIDUAL WASTE AND OTHER WASTE STREAMS
From: HEAD OF ENVIRONMENT AND ESTATES		
Date: 21 APRIL 2015	Ref: KW/HM/AMK	

**1 Purpose of the Report**

1.1 The purpose of this report is to seek approval for the proposal to enter into contracts using the Scotland Excel Framework: Treatment of Recyclable & Residual Waste 14 -13.

**2 Background**

2.1 Scotland Excel is the procurement consortium established to ensure best value contracts across a wide range of goods and services for local authorities and associated bodies. In 2012 Scotland Excel entered into the waste and recycling categories which resulted in the framework for the Treatment of Recyclable and Residual Waste 14-13. Waste Management Services have previously procured individual waste stream contracts through a tendering process or a quick quote process on Public Contracts Scotland. The waste streams we propose to utilise from the Treatment of Recyclable & Residual Waste Framework can be identified as residual waste, scrap metal, cardboard, mixed wood and textiles. The current arrangements for these waste streams are due for renewal and the opportunity has arisen for North Lanarkshire Council to take advantage of a new contract framework arranged under the auspices of Scotland Excel.

2.2 Waste Management Services propose to create annual tonnage based contracts for residual waste and other appropriate recycling streams. Waste Management Services have identified the most economically advantageous submissions that meet North Lanarkshire Council's requirements, from the 23 lots identified in the framework. These lots are listed below:

- (1) Lot 1 – Treatment and Disposal of Residual Waste
- (2) Lot 11 – Treatment of Cardboard
- (3) Lot 21 – Treatment of Mixed Scrap Metal
- (4) Lot 22 – Treatment of Shredded & Non-Shredded Wood
- (5) Lot 23 – Treatment of Textiles

2.3 Waste Management Services propose to directly call off from the framework, as previous contracts and current market conditions indicates there is no further scope to negotiate and obtain a reduction in price by creating a mini-competition. The price submitted in each of the lots covers the elements of landfilling, treatment, recycling or diversion, appropriate for each waste type.

2.4 In order to meet Waste Management Services seven day working pattern, the framework permits the selection of appropriate licensed outlets for individual waste streams thus providing the flexibility to dispose of waste at weekends to those suitably licensed facilities, with no additional operational charges being incurred.

### 3 Proposal

- 3.1 The tables below detail the tonnage per lot and indicative annual costs/income. Waste Management Services would commence these contracts May 2015 and all lots shall conclude at the end of the framework in May 2017. Should an optional 1 year extension period be taken up by Scotland Excel, again subject to committee approval, this extension could be applied and all the lots would therefore conclude in May 2018.

LOT 1 Framework Bids (Residual Waste)	Annual Projected Tonnage	Mid Range Annual Costs
Dow Waste Management Ltd	8000 - 10000	£909,000
FCC Environment	10000 - 15000	£1,156,000
Levenseat Ltd	5000 - 6000	£522,000
Patersons of Greenoakhill Ltd	35000 - 40000	£3,572,000

LOT 11 Framework Bids (Cardboard)	Annual Projected Tonnage	Annual Projected Income *
Viridor Waste Management	800	£37,400

LOT 21 Framework Bids (Scrap Metal)	Annual Projected Tonnage	Annual Projected Income *
Daltons Demolitions	1200	£88,200

LOT 22 Framework Bids (Shredded & Non Shredded Wood)	Annual Projected Tonnage	Annual Projected Costs
Viridor Waste Management	4500	£11,250
Timberpak Ltd	1500	£7,125

LOT 23 Framework Bids (Textiles)	Annual Projected Tonnage	Annual Projected Income *
Nathans Wastesavers Ltd	240	£72,600
Salvation Army	120	£19,800

**\*Note:** the income per tonne is determined by appropriate commodity price indexes and is subject to variations on a periodic basis.

### 4 Financial and Corporate Considerations

- 4.1 The financial impact of the prices outlined above can be met from existing revenue budgets held by Environment and Estates.
- 4.2 It is not anticipated there will be any negative human resource implications as a result of the proposal.

### 5. Recommendations

- 5.1 The Committee are asked to note the contents of this report, and to approve the proposal for Waste Management Services to award contracts through direct call-off from the Scotland Excel's Treatment of Recyclable and Residual Waste Framework Ref 14-13,

5.2 The Committee are asked to note that the Scotland Excel terms and conditions will apply in respect of any awards under the framework agreement.



**KENNETH WILSON**

**HEAD OF ENVIRONMENT & ESTATES**

Local Government Access to Information Act: for further information on this report, please contact: Kenneth Wilson, Head of Environment and Estates, telephone 01236 632655