

## NORTH LANARKSHIRE COUNCIL REPORT

To: ENVIRONMENTAL SERVICES COMMITTEE		Subject: OUTCOME OF TENDER PROCESS FOR THE REMOVAL OF LANDFILL LEACHATE AT AUCHINLEA, DALMACOULTER, HOPEPARK & TARGET (BROWNSBURN) LANDFILL SITES
From: HEAD OF REGULATORY SERVICES AND WASTE SOLUTIONS		
Date: 31 JANUARY 2017	Ref: AMP/AMK/KT	

### 1. Purpose of the Report

- 1.1. The purpose of this report is to seek Committee approval to award the contract for leachate removal and associated works at Auchinlea, Dalmacoulter, Hopepark and Target (Brownsburn) Landfill sites to Scottish Water Horizons Ltd.

### 2. Background

- 2.1. North Lanarkshire Council are responsible for four closed landfill sites, namely Auchinlea, Dalmacoulter, Target (Brownsburn) and Hopepark. All sites are in their "closed phase stage", and in order to ensure compliance with the respective Waste Management Licenses and Pollution, Prevention and Control Permit, (PPC), issued by the Scottish Environment Protection Agency (SEPA) the Council requires to effectively control and remove leachate from the sites.
- 2.2. The current leachate removal contract is delivered by Scottish Water Horizons Ltd on behalf of the Council.

### 3. Tender Considerations

- 3.1. A Route 3 (Single Stage) Open Procedure procurement process for landfill leachate removal was published on Public Contracts Scotland and OJEU on 29 September 2016 with a return date of 12 noon on the 1 November 2016.
- 3.2. Seven tenders were returned by the due date and time. Prior to these bids being formally evaluated, initial checks showed all 7 of the tender submissions were compliant.
- 3.3. A tender evaluation panel was established, consisting of three managers and a support assistant within Waste Solutions, with all managers fully engaged at all points in the evaluation process. Based on the criteria and scoring methodology set out in the procurement documents, a full evaluation of the offers received was completed by members of the evaluation panel, Appendix 1 summarises the outcome of the procurement exercise. Further detail of the procurement process is provided in Appendix 2.
- 3.4. The period of the Contract Award is from 01 March 2017 until 28 February 2019 with the option of two (2) one year additional extensions up to 28 February 2021. The tender evaluation award outcome was published as being the "Most Economically Advantageous Tender" (MEAT) to the Council, which would be determined using a price/quality ratio of 70/30.

3.5 After completing the evaluation in accordance with the criteria and weightings published in the procurement documents, the most economically advantageous tender from the Council's point of view was submitted by Scottish Water Horizons Ltd.

#### **4. Financial and Corporate Considerations**

4.1. Leachate removal and disposal is crucial to the successful management of our landfill sites and is deemed essential by the enforcement authorities and is in line with best practice with regards to all environmental and health and safety legislation. The expenditure of this contract award will be funded from Council's earmarked reserves.

4.2. The above figures are the evaluated submitted by each bidder, for the entire length of the contract, i.e. 2 years plus potentially two, 1 year extensions. The annual cost to the Council from the successful bidder, Messrs Scottish Water Horizons, is expected to be approximately £160k per annum.

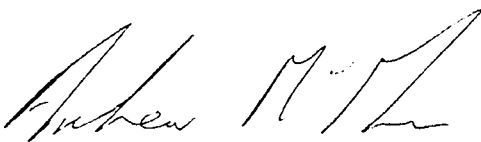
4.3. The predicted budget was estimated around £200,000 per year, this included day to day core services of leachate removal and around 10% factored into the costs for any contingencies that may arise. Savings from this procurement is highlighted to be in the region of around £20,000 per annum or as much as £80,000 over the term of the contract.

4.4. The social benefits from this contract outweigh any financial savings that may arise. Scottish Water Horizons are an accredited employer of the living wage and fully support North Lanarkshire's Working with a number of initiatives in local communities promoting training and coaching, also employing people from the North Lanarkshire area. They are passionate on graduate training and modern apprentices encouraging young employability skills.

4.5. There are no human resource implications as a result of these decisions/proposals.

#### **5. Recommendations**

5.1. The Committee are asked to note the contents of this report, and approve the outcome of the tender process to award the Landfill Leachate Removal contract, to Messrs Scottish Water Horizons Ltd.



**Andrew McPherson**  
**Head of Regulatory Services and Waste Solutions**

Local Government Access to Information Act: for further information about this report please contact Kerry Tierney, Waste Procurement and Training Officer, Telephone No. 01698 504080.

## Appendix 1 – Procurement Outcome

Bidder Name	Minimum Scores Achieved	Weighted Price Score	Weighted Quality Score	Final total score	Rank
Scottish Water Horizons Ltd*	Yes	70	26.25	96.25	1
Gogar Services Ltd	Yes	67.44	20.25	87.69	2
Clearwater DC 2001 Ltd	Yes	64.4	18.55	82.95	3
JM Murdoch & Sons Ltd	Yes	54.95	15.20	70.15	4
Billy Bowie Special Projects	Yes	49.63	17.10	66.73	5
Barnhill State/Scot Heating	Yes	31.98	17.65	49.63	6
Acre Industrial & Cleaning Services	Yes	25.18	19.90	45.08	7

\* indicates the company that is recommended to be awarded the contract.

## Appendix 2 – Summary of Tendering and Tender Evaluation Process

<b>Contract</b>	Landfill Leachate Removal
<b>Period adopted by NLC</b>	01 March 2017 until 28 February 2019 with the option of two (2) one year additional extensions up to 28 February 2021.
<b>Estimated total Contract value</b>	£320,000 (excluding optional extensions)
<b>Governing UK Regulation</b>	Public Contracts (Scotland) Regulations 2015
<b>Procurement Procedure</b>	Open
<b>Interest List – number of organisations that downloaded procurement documents</b>	23
<b>Number of tenders received</b>	7
<b>Number of non compliant tenders</b>	0
<b>Number of compliant tenders</b>	7
<b>Number of recommended suppliers</b>	1
<b>Basis of contract award</b>	Most Economically Advantageous Price:70% Quality:30%
<b>Evaluation team</b>	Internal – Procurement and technical representatives