



Glasgow City Council

Contracts and Property Committee

Report by Director of Legal and Administration

Contact: Maureen Fitzpatrick Ext: 76406

Item 2

28th November 2024

The Collection and Treatment of Commingled Food and Garden Waste

Tender Reference:- GCC005807CPU

Purpose of Report:

To submit details of the tenders received for the collection and treatment of commingled food and garden waste and recommend acceptance of the most economically advantageous tender as detailed in this report.

Recommendations:

The Contracts and Property Committee is requested to approve the award of a contract for the collection and treatment of commingled food and garden waste to the supplier listed below.

Ryedale Organics Limited
Companies House Number - 04380931

Ward No(s):

Citywide: ✓

Local member(s) advised: Yes ☐ No ☐ consulted: Yes ☐ No ☐

1 Background and Tender

- 1.1 Glasgow City Council's ("the council's") annual budget for the collection and treatment of commingled food and garden waste is £2,115,000.
- 1.2 Neighbourhoods, Regeneration and Sustainability (NRS) provides a waste management and recycling collection service to households and commercial businesses throughout the city, with the collected materials taken to one of Glasgow City Council's waste transfer stations for reception, bulking and onward transport to the relevant processing outlet for that material stream.
- 1.3 This contract is for the Collection, Reception, Recycling and Treatment of Commingled Food and Garden Waste, and the contract will contribute towards the council's commitment to increasing the level of recycling in the city and driving waste products away from landfill and energy recovery.
- 1.4 Under this contract, the supplier will be required to:
 - Collect commingled food and garden waste from up to 4 x waste transfer stations within Glasgow.
 - Provide a delivery option to receive commingled food and garden waste materials delivered by the council.
 - Process and treat commingled food and garden waste to maximise recycling, and diversion of waste from energy recovery and landfill.
- 1.5 A commodity team consisting of stakeholders from Neighbourhoods, Regeneration and Sustainability (NRS) and the Corporate Procurement Unit (CPU) was formed to develop the sourcing strategy and deliver a new contract.
- 1.6 It was agreed that open tender process would be the most appropriate method to deliver this contract. The opportunity was advertised via UK Find a Tender Service and Public Contracts Scotland.
- 1.7 The duration of the contract is for a 36-month period, commencing 16 December 2024 to 15 December 2027, with an option to extend for a further period of up to 12 months.
- 1.8 The contract will be utilised by NRS.

2 Evaluation

- 2.1 10 suppliers accessed the tender and 3 suppliers submitted a bid. Out of the 3, 1 supplier failed the SPD evaluation. Of the 7 suppliers that failed to respond, 2 suppliers cited the service requirement are not aligned with their core business, 3 suppliers cited capacity or capability issues, and 1 supplier informed that they will supporting another supplier to submit a bid. 1 supplier did not provide any reason.
- 2.2 The award evaluation was based on the following criteria and weightings: -

Price	Quality	Quality Sub Criteria
40%	60%	Recycling Rate – 20%
		Sustainable Transport – 20%
		Business Continuity Plan – 10%
		Account Management – 5%
		Fair Work First – 5%

- 2.3 The evaluation of award scoring and estimated award value of the supplier which has been recommended for award is shown in the table below: -

Supplier	Total Evaluation Score	Estimated Contract Value (per annum)
Ryedale Organics Limited	98.00%	£1,560,000

- 2.4 The contract value is based on an assumed tonnage of commingled food and garden waste to be processed and treated at the fixed rates per tonne provided in the tender submission. Based on benchmark against current rates this award will result in an estimated annual saving of £555,000 (26%). This saving can primarily be attributed to a change in the commercial model that allowed for tiered pricing depending on the level of contamination in the waste stream.
- 2.5 A summary of the unsuccessful tender evaluation results can be found at Appendix A.

3 Contract implementation and Supplier Management

- 3.1 NRS's Waste Management & Recycling team will liaise with the awarded supplier and conduct a contract mobilisation meeting to begin the services.
- 3.2 The outcome of our Contract Management Assessment Tool (CMAT) has deemed this contract to be categorised as a medium. The supplier will be monitored in line with our contract and supplier management process which includes tracking the suppliers performance against the key performance indicators and working collaboratively to identify opportunities of improvement and innovation.
- 3.3 The agreed community benefits outcomes will be monitored via Cenefits which is a web based monitoring tool. We will also capture sustainable commitments within the CPU Sustainable Register.

4 Policy and Resource Implications

Resource Implications:

Financial: The contract spend will be met by the NRS revenue budget.

As detailed in section 2.4 this award will result in an estimated saving of £555,000 per annum.

Legal: The report raises no new legal issues.

The Director of Legal and Administration will be responsible for concluding the contract.

Personnel: No direct personnel implications.

Procurement: Open tender as detailed in section 1.6.

Council Strategic Plan: This supports Grand Challenge 4, and Mission 11 – Create safe, clean, and thriving neighbourhoods.

Equality and Socio-Economic Impacts:

Does the proposal support the Council's Equality Outcomes 2021-25 Yes - the Sustainable Procurement Duty requires that before a contracting authority buys anything, it must think about how it can improve the social, environmental and economic wellbeing of the area in which it operates, with a particular focus on reducing inequality.

What are the potential equality impacts as a result of this report? An EQIA was not required for this contract as there is no impact.

Please highlight if the policy/proposal will help address socio economic disadvantage. Fair Work First was included as part of the award criteria with a weighting of 5%.

The supplier recommended for award, Ryedale Organics Limited, has confirmed the following Fair Work First policies within its tender submission:

- All employees are paid above the real living wage.

- Supplier has appropriate channels for effective workers voice by involvement with trade associations and encouraging staff to join.
- Investments in workforce development and provide opportunities for apprenticeships and work experience placements.
- No inappropriate use of zero hour contracts.

Community Benefit was included as part of the tender process. The supplier recommended for award, Ryedale Organics Limited, has confirmed the following outcomes:

- 1x New Employee - Full Time Job (non - Priority Group)
- 8x Work Experience Placement- School
- 4x Business Mentoring
- 3x Community Engagement- Financial Support (minimum £1k)

Climate Impacts:

Does the proposal support any Climate Plan actions? Please specify:

Yes - action 18 is supported via this contract.

What are the potential climate impacts as a result of this proposal?

Reducing the carbon impact of managing waste, as more material is diverted from residual waste treatment and landfill.

Will the proposal contribute to Glasgow's net zero carbon target?

Yes as above. The key mitigations are as follows, reducing the carbon impact of managing waste as additional materials are collected for recycling, contributing to improving recycling performance.

Privacy and Data Protection impacts:

No data protection impacts identified.

5 Recommendations

The Contracts and Property Committee is requested to approve the award of a contract for the collection and treatment of commingled food and garden waste to the supplier listed below.

Ryedale Organics Limited
Companies House Number - 04380931

Appendix A

Supplier	Rank	Total Evaluation Score
Enva Scotland Limited Companies House No.: SC057052)	2	92.77