

Meeting of:	Cabinet
Date of Meeting:	Thursday, 16 March 2023
Relevant Scrutiny Committee:	Environment and Regeneration
Report Title:	Household Waste Recycling Centre Contract Award 2023-26
Purpose of Report:	To advise Cabinet of the tender process for the management of the Household Waste Recycling Centres 2023-26
Report Owner:	Cabinet Member for Neighbourhood and Building Services
Responsible Officer:	Miles Punter – Director of Environment and Housing Services
Elected Member and Officer Consultation:	Committee Reports – Legal Accountant – Matthew Sewell / Claire James Operational Manager Neighbourhood Services Operations – Colin Smith
Policy Framework:	This is a matter for Executive decision by Cabinet
Executive Summary:	

- This Report brings to the attention of Cabinet the proposed contract award to operate the Household Waste Recycling Centres at the Atlantic Trading Estate, Barry and Llandow industrial Estate, Llandow.
- The existing contract extension arrangement for the management of the Household Waste Recycling Centres is due to expire on 31st March, 2023.
- A procurement exercise was undertaken on Sell2Wales on 22nd November, 2022 reference VOG/CSNOV22 inviting companies to submit a tender to manage our Household Waste Recycling Centres.
- Two organisations submitted a tender response.

#### Recommendation

1. That Cabinet notes the details of the tender process with the view of taking a decision on the contract award via the Part II report later on the agenda.

#### **Reason for Recommendation**

**1.** To advise of the current position with this particular contract.

#### 1. Background

- **1.1** The previously tendered contract for the management of the Council's Household Waste Recycling Centres (HWRC's) went live on Sell2Wales in February 2022.
- **1.2** There was an initial award of contract via Sell2Wales, however due to a legal challenge received and advice from the Council's legal department the procurement process was rewound.
- **1.3** The Chief Executive's Emergency Powers were utilised to extend the current contract on the previously agreed rates and terms in November 2022, providing authority to extend the existing agreement with FCC Environment up to 31st March, 2023, while the tendering and evaluation process was progressed.
- **1.4** As per the legal advice received only the 3 original bidders were given the opportunity to submit a tender.
- **1.5** The Neighbourhood Services Team tendered the contract through Sell2Wales VOG/CSNOV22 seeking to appoint the contractor based on 40% Quality 60% Price.

#### 2. Key Issues for Consideration

- 2.1 The rewound tendering process went live on Sell2Wales on 22nd November, 2022 and ended 22/12/2022 it was open for FCC, Suez and Prichards to submit a bid. Tenders from both FCC & Prichards were submitted for evaluation.
- **2.2** As the only viable tender received was from FCC, the Council's current contractor, it will be proposed that FCC be awarded the contract via the Part II report later on this agenda, when the tender price will be disclosed.

# 3. How do proposals evidence the Five Ways of Working and contribute to our Well-being Objectives?

- **3.1** Long term The operation of the Household Waste Recycling Centres works in conjunction to The Recycling and Waste Management Strategy (2022-2032) takes a long-term approach that exceeds the main statutory recycling targets (2024/25) and provides long term aspirations aligned with the Waste Hierarchy, the Council's Corporate Plan and environmental objectives. This is notably the case in terms of the Council's Project Zero Challenge Plan which seeks to ensure the Council's activities are at net zero by 2030 and supports the Welsh Government's target for Wales to be at net zero by 2050.
- **3.2** Involvement This Strategy aims to be an inclusive and a community-based Recycling and Waste Management Strategy. The Service will encourage engagement and regular communication that provides everyone the opportunity to participate in recycling and waste minimisation schemes by encouraging people to do the right thing.
- **3.3** Collaboration We continue to work in collaboration with other local authorities, contractors and specialist service providers to ensure recycling and waste is reused and recycled in the most sustainable way.
- **3.4** Prevention Our aims to reduce the impacts waste has on our environment and aims to reduce waste, increase reuse and minimise our carbon footprint so we can respect, enhance and enjoy our environment.

### 4. Climate and Nature Implications

**4.1** The award of this contract will contribute to the 10-year Recycling and Waste Management Strategy' that formalises this service delivery along with other measures to ensure the Council meets its environmental ambitions and Statutory Recycling targets. This is a key contributing action to the Council's decarbonisation programme, Project Zero.

### 5. Resources and Legal Considerations

#### **Financial**

**5.1** Full details of the financial implications are identified in the Part II report later in the agenda.

#### Employment

**5.2** There are no other resource issues to report.

## Legal (Including Equalities)

**5.3** The procurement of this service was conducted in accordance with the Public Contracts Regulations 2015.

# 6. Background Papers

None.