

**Report of**    **Head of Fleet Services**

**Report to**    **Director of Environment and Housing**

**Date:**        **25<sup>th</sup> April 2016**

**Subject:**    **Award of Contract for purchase of up to eight new 360 degree wheeled waste compaction machines for Waste Management identified on the 2016/2017 replacement programme**

Are specific electoral Wards affected? If relevant, name(s) of Ward(s):	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Are there implications for equality and diversity and cohesion and integration?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Is the decision eligible for Call-In	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Does the report contain confidential or exempt information? If relevant, Access to Information Procedure Rule number: 10.4 (3)	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No

### Summary of main issues

1. A delegated decision for the purchase of replacement vehicles identified for the financial year 2016/17 was approved on the 9<sup>th</sup> February 2016.
2. Following recent procurement exercises managed by the Council's Fleet and Procurement, Fleet Services are now ready to award a contract for the supply of up to 8 no. 360 degree waste compaction machines.
3. The Fleet Replacement Process ensures that alternative fuel options are considered and vehicle emissions are assessed to ensure that the lowest emission vehicles are identified. Where alternative fuel options have been considered, but suitable options are either not available or feasible due to electric vehicle charging infrastructure limitations, or operational requirements; the lowest emission options will be specified. In order to ensure that the council's low emission strategy is being adhered to, Euro 6 diesel versions where available will be specified as they will be compliant with DEFRA's proposed Clean Air Zone due by 2020. A robust and lengthy trial of a full EV waste compactor has been undertaken on a number of

selected household waste sites with the outcome being that the machine due to its low operating weight and speed was not operationally viable as it required extra resources on site.

4. This is a tender exercise for supplying new 360 degree waste compaction machines for use in Waste Management Household Waste Sites. The evaluation panel have identified the supplier to have been awarded the contract, as set out in the tender documents. The total amount for procuring up to eight 360 degree waste compaction machines is £1,503,600.

## **Recommendations**

To seek approval from the Director of Environment and Housing to award the contract for the purchase of up to 8 no. 360 degree waste compaction machines to Chippendale Plant.

### **1 Purpose of this report**

The Director of Environment and Housing is requested to agree to the award of the contract for the purchase of up to 8 no. 360 degree waste compaction machines to Chippendale Plant.

### **2 Background information**

- 2.1 A delegated decision to purchase various vehicles identified for replacement for the financial year 2016/2017 was approved on the 9<sup>th</sup> February 2016 (D43299).
- 2.2 The redevelopment of Kirkstall Road Household Waste Site due to open in 2016 also requires a purchase of an additional 360 degree waste compaction machine.
- 2.3A framework contract for the purchase of vehicles was established in April 2014. The framework has a series of lots to cover the requirements of a variety of vehicles. All organisations on the framework have been pre-vetted and all subsequent purchases are OJEU (Official Journal of the European Union) compliant.
- 2.4 The specific tender were advertised in March 16<sup>th</sup> 2016 on the Council's electronic tendering portal – [www.yortender.co.uk](http://www.yortender.co.uk), and companies approved for this category responded with a tender. All tenderers had to meet a desired specification to be eligible to have their price submission evaluated. The successful tenderer will then be awarded the contract.
- 2.5 The waste compaction machines are critical for the compaction of waste in open containers used at the various household waste sites across the Leeds district.
- 2.6 Fleet Services have undertaken competitive procurements on behalf of Waste Management and this report specifically relates to the contract award for up to 8 no. 360 degree waste compaction machines

2.7 A full EV waste compaction machine has been on a robust and lengthy- trial at selected household waste sites and the outcome has deemed it is not suitable due to its operational capabilities resulting in extra resources being required.

### **3 Main issues**

3.1 A full tender evaluation exercise was completed in line with the vehicle framework.

3.2 There is only one company is on the framework for the supply of wheeled loaders and a successful bid was received.

3.3 Submissions are evaluated on a price at 60% and quality of 40%

3.4 The quality evaluation consisted of evaluating method and quality statements.

3.5 It is intended to award the contract to the successful tenderer. The intention is that the order will be placed for replacement 360 degree waste compaction machines with the successful tenderer.

3.6 The successful tenderer who will be awarded the contract has been vetted by procurement, e.g. company details, accounts, insurance and references sought and have passed the vetting process, as part of establishing the framework.

## **4 Corporate Considerations**

### **4.1 Consultation and Engagement**

4.1.1 Fleet Services have consulted with service managers within the Directorate on the specifications of all wheeled loading shovels being purchased. The 360 degree waste compaction machines will meet the specification required by the service to operate.

4.1.2 Fleet Services are working in partnership with the Cutting Carbon and Improving Air Quality Breakthrough project in order to ensure that vehicles being purchased support the strategic aims of the Council. Evaluation of the replacement programme is continuously undertaken to ensure that emissions from our fleet are reduced with the objective of improving public health through cutting emissions from our vehicles. Fleet Services have also consulted with senior managers to ensure that vehicles purchased will be compliant with potential government legislation to enforce a Clean Air Zone in Leeds.

4.1.3 A robust and lengthy trial of a full EV waste compactor has been undertaken on a number of selected household waste sites with the outcome being that the machine due to its low operating weight and speed was not operationally viable as it required extra resources on site.

### **4.2 Equality and Diversity / Cohesion and Integration**

4.2.1 An Equality, Diversity, Cohesion and Integration screening report was considered as part of the original delegated decision. This concluded a full Equality Impact Assessment was not required.

### **4.3 Council policies and City Priorities**

4.3.1 The 360 degree waste compaction machines have been procured in accordance with the Council's procurement policies.

4.3.2 This report draws attention to co-ordinated working that demonstrates a contribution towards the following priorities contained in the Best Council Plan:

- Achieve the savings and efficiencies required to continue to deliver frontline services

4.3.3 The report highlights the contribution to the following Council Business Plan priorities:

- Developing Leeds as a Low Carbon city
- A carbon reduction target of 40% by 2020
- Improving the city's Air Quality through reductions in harmful pollution from diesel engines
- Spending Money Wisely – Achieving VFM in respect of its fleet replacement programme
- Ensuring that Leeds City Council's Fleet will be compliant with the introduction of a Clean Air Zone by 2020 in line with Government Legislation.

### **4.4 Resources and value for money**

4.4.1 The expenditure for this procurement exercise is funded through the capital programme.

### **4.5 Legal Implications, Access to Information and Call In**

4.5.1 The contract award is a consequence of a previous delegated decision. As a result, it is classed as an administrative / significant operational decision and is therefore not subject to call in.

### **4.6 Risk Management**

4.6.1 As there is only one company on the vehicle purchase framework for the supply of wheeled excavators there is no risk of challenge.

## **5 Conclusions**

5.1 A competitive procurement exercise has been completed and the costs of the replacements are within the approved budget.

## **6 Recommendations**

To seek approval from the Director of Environment and Housing to award the contract for the purchase of up to 8 no. 360 degree waste compaction machines to Chippendale Plant

## **Background documents<sup>1</sup>**

None

---

<sup>1</sup> The background documents listed in this section are available to download from the Council's website, unless they contain confidential or exempt information. The list of background documents does not include published works.