

Contract Award for replacement Refuse Collection Vehicles

Date: 28 April 2023

Report of: Deputy CO CEL & Head of Catering & Fleet

Report to: Chief Officer Civic Enterprise Leeds

Will the decision be open for call in? Yes No

Does the report contain confidential or exempt information? Yes No

Brief summary

The supply of three 27 tonne Electric Refuse Collection Vehicles as part of the 2022/23 Vehicle Replacement Programme £3.93 million approved funding.

Three 27 tonne Electric Refuse Collection Vehicles for Communities & Environment – Refuse Collection to replace their old vehicles as part of the approved Vehicle Replacement Programme 2022/23

The Council has used the approved third-party framework provided by The Procurement Partnership Ltd (TPPL) for the procurement of these vehicles.

Recommendations

The Chief Officer Civic Enterprise Leeds is requested to approve the award of a contract for the supply of replacement vehicles under the vehicle replacement programme to Faun Zoeller (UK) Ltd for the value of £1,514,685.00

What is this report about?

- 1 This report seeks approval to award a contract to Faun Zoeller (UK) Ltd, for the supply of Three 27 tonne Electric Refuse Collection Vehicles as part of the 2022/23 Vehicle Replacement Programme to the value of £1,514,685 following a recent tender exercise.
- 2 The new vehicles are required to replace 3 old refuse collection vehicles that were: -
 - A. Burnt out in a fire,
 - B. Accident damage in a roll over incident,
 - C. Full wiring and cab systems chewed by vermin.

The vehicles were already due for replacement on the replacement programme
- 3 The contract was tendered using the Council's approved third-party vehicle framework, The Procurement Partnership Ltd (TPPL).
- 4 The supplier Faun Zoeller (UK) Ltd is the No1 supplier of these vehicles on the TPPL framework. A direct award was sought for Faun Zoeller (UK) Ltd to complete a tender submission to ensure compliance with the specification. The supplier successfully passed the quality evaluation within the appropriate category on TPPL's Supply of Vehicles Framework arrangement, thus ensuring all prior checks, due diligence etc. had already been passed and were in place.
- 5 The tender closed on 24th March 2023. The supplier passed the quality element of the tender. The price and quality scores are detailed in Appendix A Evaluation Matrix

What impact will this proposal have?

- 6 Replacing these vehicles will allow the service to off-hire their current externally hired vehicles.
- 7 The replacement vehicles will be zero-emission electric vehicles. This will enable the services to continue to provide their essential services with greater efficiency, whilst reducing carbon emissions.
- 8 This decision is a consequence of a previous decision D55861 which gave authority to procure for the supply of these vehicles.
- 9 A 'Quality/Price separated' tender evaluation methodology was used for the tender. The quality threshold was set at 50% - which the bidder passed.

How does this proposal impact the three pillars of the Best City Ambition?

Health and Wellbeing Inclusive Growth Zero Carbon

- 10 The replacement vehicles will be a zero emission Electric Vehicles, which will improve local air quality for the benefit of the citizens of Leeds health and wellbeing.
- 11 This vehicle will also provide a positive contribution towards the carbon net zero target.

What consultation and engagement has taken place?

Wards affected:

Have ward members been consulted? Yes No

- 12 Consultation / engagement has taken place between Fleet Services and the end user department on the requirements their new vehicle in line with the Vehicle Replacement Programme.

13 Fleet Services have completed a technical specification for the vehicle/s required and undertaken a tender exercise using the Council's approved third-party Vehicle Framework provider – TPPL

14 Consultation has taken place with colleagues in Procurement and Commercial Service (PACS) and the Civic Enterprise Leeds Weekly Assurance Meetings.

What are the resource implications?

15 The firm price following the tender exercise is a total of £504,895.00 for the outright purchase of each Electric Refuse Collection Vehicle, with a total outlay of £1,514,685.00 for the three vehicles

16 The expenditure for this procurement exercise has previously been approved through the vehicle capital programme.

17 A delegated decision to procure 21 vehicles under the Vehicle Replacement Programme 2022/23 at an estimated cost of £3.93m was approved 29 Nov. 22 (Ref: D55861).

18 The proposed replacement Vehicles will be procured from the approved capital budget of £3.93m available to spend under the 2022/23 Fleet Replacement Programme.

What are the key risks and how are they being managed?

19 No legal risks and no procurement risks as Fleet Services in conjunction with TPPL have undertaken a procurement exercise in compliance with the Council's Contract Procedure Rules.

What are the legal implications?

20 The award of this contract is a direct consequence of a previous key decision ref D55861 which gave approval to tender for those vehicles on the 2022/23 Vehicle Replacement Programme. This decision is therefore a Significant Operational Decision and is not subject to call in.

Options, timescales and measuring success

What other options were considered?

21 The vehicles were already on the vehicle replacement programme.

22 The opportunity to procure a new Electric Vehicle to replace the original vehicle was taken.

How will success be measured?

23 Success will be achieved with the provision of a new Electric Vehicles that will suit this application.

What is the timetable and who will be responsible for implementation?

24 The Head of Catering and Fleet services will be responsible for the implementation.

25 Upon approval of this award of contract, the vehicle will be ordered with the supplier. The current lead times are stated as 9 months.

Appendices

- Appendix A - Evaluation Matrix

Background papers

[Council and democracy \(leeds.gov.uk\)](https://leeds.gov.uk)