

Nottingham City Council Delegated Decision



Nottingham
City Council

Reference Number:	4249
Author:	Alvin Henry
Department:	Resident Services
Contact:	Alvin Henry (Job Title: Waste Ops Manager, Email: alvin.henry@nottinghamcity.gov.uk, Phone: 07961480590)
Subject:	Procurement of Plastic Domestic Wheeled Bins and Trade Bins
Total Value:	£450,000 total of 2 years (Type: Revenue)
Decision Being Taken:	(1) To authorise a procurement exercise for the purchase of plastic wheeled bins and Trade waste bins through the Eastern Shires Purchasing Organisation (ESPO) framework a compliant procurement process until 31 March 2023.(2) To delegate the authority to award any procurement within the framework to the preferred supplier to the Head of Waste in Neighbourhood Services March 2023
Reasons for the Decision(s)	<p>The total direct cost of replacing and refurbishing bins for 2020/21 was £0.225m for both domestic and commercial services. To ensure both services are able to collect waste in appropriate receptacles, continue to operate safely, effectively and provide assurance of product and service quality, it</p> <p>is proposed that a framework contract be used to procure replacement and new bins. This option provides value for money, is compliant with financial regulations and offers the quality assurance of contract performance monitoring through a large purchasing consortium. In 2020/21 there was an income contribution (MTFP) of £0.050m and this has increased to £0.070m for 2021/22 in light of the price increase charged to customers ordering new or replacement receptacles.</p>
Other Options Considered:	<p>Do nothing/Continue as is - This is not considered a viable option as it does not represent best value for the Authority and would not be compliant with financial regulations and provide little guidance to officers Explore</p> <p>if other Councils would like to unite and hold procurement competitions within the framework - This is something officers are in discussion with but they can only influence others and cannot provide any assurance others will want to unite? Procure through the ESPO (Eastern Shires Purchasing Organisation) framework - This option provides value for money, is compliant with financial regulations and offers the quality assurance of contract performance monitoring through a</p> <p>large purchasing consortium</p>

Background Papers:

None

Published Works:

None

Affected Wards:

Citywide

**Colleague / Councillor
Interests:**

None

Consultations:

Those not consulted are not directly affected by the decision.

**Crime and Disorder
Implications:**

This decision solely relates to the method of procurement for new and replacement wheeled bins and does not include any proposals which would affect the collection system for domestic and commercial waste. For this reason there are no implications for the Council's contribution to reducing crime and improving the quality of life for its communities other than a reduction in unit cost.

Equality:

EIA not required. Reasons: This decision does not relate to any new or changing policies, services or functions. The financial implications of the decision will have no direct impact on the services provided by the City Council. A full EIA for the replacement of domestic bins was last reviewed in February 2021.

**Social Value
Considerations:**

The procurement of wheeled bins is not considered to have significant social value implications other than the environmental impact of the production and delivery of the products. ESPO have partnered with the Social Value Portal to help drive change within the Public sector by building social value into a framework solution for the benefit of our customers and communities they serve. Through working with the Social Value Portal out suppliers and customers they aim to help public bodies across the UK realise the benefits social value can bring to their communities and to make the process of incorporating and measuring social value more accessible within the public sector.

Decision Type:

Portfolio Holder

Subject to Call In:

Yes

Call In Expiry date:

22/06/2021

Advice Sought:

Legal, Finance, Procurement

Legal Advice:

The proposals in this report raise no legal issues.

The Council has a statutory duty to provide domestic waste services in the City and the receptacles that are subject to this DDM will support the Council in delivering this duty. The Council has the right to charge for replacement bins from residents which will provide some recoverable income.

Using the ESPO framework will offer a procurement compliant, efficient and cost effective method of procuring the goods required to support the service areas duties.

Advice provided by Dionne Claire Screamon (Solicitor) on 04/06/2021.

Finance Advice:

The procurement of waste bins for use in both Domestic and Trade Waste service areas through the ESPO raises no concerns and this procurement process will ensure that the Waste Management Service is able to achieve value for money. The approval value for this DDM is appropriate and in line with the expenditure in the 2020/21 financial year.

The value of bin purchases in the Domestic Waste service in 2020/21 was £0.128m and the service has a sufficient budget allocation for this. As part of the budget process for 2021/22 the service submitted a budget saving of £0.035m linked to charging for new and replacement bins. If there is a delay to this procurement then there may be a risk that the service is not able to deliver this saving.

The Trade Waste service spent c. £0.096m on bins in the 2020/21 financial year. The service has a budgeted net surplus of £1.028m and the cost of procuring new bins is included in the services' budget. If there is a delay to this procurement then there may be a risk that the service will be able to win new business which would impact the ability achieve this budgeted surplus and would adversely affect the services' recovery from the Covid-19 pandemic.

Advice provided by Matthew Connell (Commercial Business Partner) on 07/06/2021.

Procurement Advice:

Procurement will assist in this exercise to secure the most commercially viable and appropriate solution for the Council. Advice provided by Holly Fisher (Lead Procurement Officer (Products)) on 27/05/2021.

Signatures

Sally Longford (PH for Energy, Environment and Waste Services)
 SIGNED and Dated: 14/06/2021
 Dave Halstead (Strategic Director of Neighbourhood Services)
 SIGNED and Dated: 14/06/2021