

2 CONTRACT FOR THE TREATMENT OF FOOD WASTE (AN23-2021)

Following the expiration of the existing contract for the treatment of food waste, it was necessary to undertake a procurement exercise to secure a contractor to accept this material from September 2021.

Food waste is collected from householders and transported to the transfer station at Marchbanks. Collection vehicles tip into a specifically designed skip for bulking. The containers once full are hauled using council skip vehicles for onward transfer and treatment.

The Scotland Excel framework Treatment of Organic Waste Services 02-20 is utilised for the treatment for food wastes collected separately. Corporate procurement has advised that a direct award can be made via the framework under Lot 1 – food waste.

It is recommended that Energen Biogas Limited, is awarded the contract as the nearest supplier and treatment facility, located at Glenfarg, Perthshire, to minimise the haulage costs. The contract would endure for a period of two years with a twelve month extension period option.

The cost of food waste treatment based on the forecasted tonnages over this period is £146,367. These costs will be funded from the Neighbourhood Services waste management revenue budget.

Year	Tonnage	Cost
Year 1	2,502 tonnes at a treatment cost of £19.50 per tonne	£48,789
Year 2	2,502 tonnes at a treatment cost of £19.50 per tonne	£48,789
Year 3 (Optional 12 month extension)	2,502 tonnes at a treatment cost of £19.50 per tonne	£48,789