

**REPORT TO: ENVIRONMENTAL SERVICES AND SUSTAINABILITY COMMITTEE
18 APRIL 2005**

REPORT ON: LEASE OF MATERIAL HANDLER

REPORT BY: HEAD OF WASTE MANAGEMENT

REPORT NO: 272-2005

1.0 PURPOSE

1.1 To seek authority to lease a material handler for recycling operations at the Baldovie Waste Recycling and Processing Plant within the Waste Management Department.

2.0 RECOMMENDATIONS

2.1 It is recommended that the committee accept the offer from Hydrex Equipment UK Ltd, amounting to £109,000.

3.0 FINANCIAL IMPLICATIONS

3.1 The annual lease fee for the machine is estimated at £25,000. This will be funded from the Waste Management Department's Revenue Budget.

4.0 DUNDEE 21 IMPLICATIONS

4.1 Health is protected by creating a safe clean pleasant environment.

4.2 Pollution is limited to levels with which the natural systems can cope.

5.0 EQUAL OPPORTUNITIES

5.1 Under Local Government Act 1988, suppliers were required to complete and return a questionnaire to ensure that their business complies fully with the Race Relations Act 1976. All companies listed comply fully with the Act.

6.0 MAIN TEXT

6.1 The Baldovie waste recycling plant continues to increase the amount of material which it processes for recycling and fuel for the DERL Waste to Energy Plant. This assists the City Council to meet its statutory recycling targets and reductions to landfill.

6.2 The site has been developed to increase the waste reception area to allow improved health and safety systems and processing capacity. The additional capacity will require a further material handler to sort and transfer material into the relevant categories.

6.3 Dundee City Council sought tenders for material handlers in earlier this year. A summary of the tenders received are attached to this report. It is recommended that the offer from Hydrex Equipment U.K. Ltd (as per the attached schedule) is accepted.

- 6.4 The tender recommended is not the lowest purchase price, however the company have offered to supply a hire machine free of charge until the new machine is delivered. A similar hire would normally cost around £1,000 per week. The Hydrex machine is also compatible with the existing equipment on-site and would not require additional training for each of the site operators.

7.0 CONSULTATION

- 7.1 The Chief Executive
Depute Chief Executive (Finance)
Depute Chief Executive (Support Services)

8.0 BACKGROUND PAPERS

- 8.1 None

Jim Laing Head of Waste Management

5 April 2005

Dundee City Council – Waste Management Department

Summary of Tenders – One (1) Material Handler (ref WMD/04/25)

Tender No.	Company name & address	Equipment offered	Purchase price	Delivery period	Comments
1.	Hydrex Equipment UK Ltd Serbert Way Bristol	Fuchs MHL 320	£109,000	6-8 weeks	Preferred. Will provide interim machine f.o.c. and will not necessitate any additional training expenses (compatible with existing plant).
2.	Liebherr Great Britain Ltd Whitehill Ind Est West Lothian	Liebherr A316	£105,500	16 weeks	
3.	Finning (UK) Ltd Whistleberry road Hamilton	Caterpillar M318c	£105,385	14 weeks	