This is a published notice on the Find a Tender service: https://www.find-tender.service.gov.uk/Notice/017921-2022

Contract

LISBURN AND CASTLEREAGH CITY COUNCIL FOR THE RECYCLING AND RECOVERY OF RESIDUAL AND BULKY WASTE FROM COUNCIL HOUSEHOLD RECYCLING CENTRES

Lisburn and Castlereagh City Council

F20: Modification notice

Notice identifier: 2022/S 000-017921

Procurement identifier (OCID): ocds-h6vhtk-02a482

Published 30 June 2022, 3:56pm

Section I: Contracting authority/entity

I.1) Name and addresses

Lisburn and Castlereagh City Council

Island Civic Centre Lagan Valley Island The Island

Lisburn

BT27 4RL

Email

kathryn.cahill@lisburncastlereagh.gov.uk

Country

United Kingdom

NUTS code

UK - United Kingdom

Internet address(es)

Main address

https://etendersni.gov.uk/epps

Buyer's address

https://etendersni.gov.uk/epps

Section II: Object

II.1) Scope of the procurement

II.1.1) Title

LISBURN AND CASTLEREAGH CITY COUNCIL FOR THE RECYCLING AND RECOVERY OF RESIDUAL AND BULKY WASTE FROM COUNCIL HOUSEHOLD RECYCLING CENTRES

II.1.2) Main CPV code

90514000 - Refuse recycling services

II.1.3) Type of contract

Services

II.2) Description

II.2.3) Place of performance

NUTS codes

• UKN0E - Lisburn and Castlereagh

II.2.4) Description of the procurement at the time of conclusion of the contract:

Provision for the Recycling and Recovery of Residual and Bulky Waste from Council Household Recycling Centres in the Lisburn and Castlereagh City area. The tender is for one year with the option to extend for a further 2 years.

II.2.7) Duration of the contract, framework agreement, dynamic purchasing system or concession

Duration in months

36

II.2.13) Information about European Union Funds

The procurement is related to a project and/or programme financed by European Union funds: No

Section IV. Procedure

IV.2) Administrative information

IV.2.1) Contract award notice concerning this contract

Notice number: 2021/S 000-007441

Section V. Award of contract/concession

Contract No

1

V.2) Award of contract/concession

V.2.1) Date of conclusion of the contract/concession award decision:

9 April 2021

V.2.2) Information about tenders

The contract/concession has been awarded to a group of economic operators: No

V.2.3) Name and address of the contractor/concessionaire

Irish Waste

Belfast

Email

info@irishwaste.com

Country

United Kingdom

NUTS code

• UKN06 - Belfast

Internet address

www.irishwaste.net/

The contractor/concessionaire is an SME

Yes

V.2.4) Information on value of the contract/lot/concession (at the time of conclusion of the contract;excluding VAT)

Total value of the procurement: £2,490,000

Section VI. Complementary information

VI.4) Procedures for review

VI.4.1) Review body

NI Ombudsman

Belfast

Country

United Kingdom

Section VII: Modifications to the contract/concession

VII.1) Description of the procurement after the modifications

VII.1.1) Main CPV code

• 90511000 - Refuse collection services

VII.1.3) Place of performance

NUTS code

• UKN0E - Lisburn and Castlereagh

VII.1.4) Description of the procurement:

Provision for the Recycling and Recovery of Residual and Bulky Waste from Council Household

Recycling Centres in the Lisburn and Castlereagh City area. The tender is for one year with the option to extend for a further 2 years. The

contract commenced on 12 April 2021 and would therefore end on 11 April 2024 should the Council choose to exercise all extensions

under the contract. The current extension will be for an initial 6 months which would bring us to 12 October 2022.

VII.1.5) Duration of the contract, framework agreement, dynamic purchasing system or concession

Duration in months

36

VII.1.6) Information on value of the contract/lot/concession (excluding VAT)

Total value of the contract/lot/concession:

£2,875,000

VII.1.7) Name and address of the contractor/concessionaire

Irish Waste

Belfast

Email

info@irishwaste.com

Country

United Kingdom

NUTS code

UKN06 - Belfast

Internet address

www.irishwaste.net

The contractor/concessionaire is an SME

Yes

VII.2) Information about modifications

VII.2.1) Description of the modifications

Nature and extent of the modifications (with indication of possible earlier changes to the contract):

The cost increase has been attributable to the increasing energy and fuel costs (also the ban on the use of red diesel and move to white

diesel) which directly impacts on the operation of the Materials Recovery Facility, the driver and employee shortage challenge within the

haulage and waste processing industries which has necessitated employers reviewing their pay scales and terms and conditions not only

to hold on to existing staff but also to attract new staff and increasing costs for the manufacture and supply of components and parts

used in the maintenance of plant, equipment and waste containers. The recent increase in National Insurance costs has also impacted

on staffing costs. The transition of world economies out of Covid, Brexit and its impact of the war in Ukraine have directly contributed to

the current economic climate of rising costs. It is worthwhile noting that UK inflation currently stands at around 9% and is expected to

increase further over the coming months. The tender was awarded in early January 2021 and it is therefore reasonable to assume that

contractors would not have foreseen the current cost increases in delivering services under the contract at time of tendering.

This direct award is permitted by Regulation 72(1)(c) of the Public Contracts Regulations 2015

- (c) where all of the following conditions are fulfilled:—
- (i) the need for modification has been brought about by circumstances which a diligent contracting authority could not have foreseen;
- (ii) the modification does not alter the overall nature of the contract;
- (iii) any increase in price does not exceed 50% of the value of the original contract or framework agreement.

VII.2.2) Reasons for modification

Need for modification brought about by circumstances which a diligent contracting authority/entity could not foresee.

Description of the circumstances which rendered the modification necessary and explanation of the unforeseen nature of these circumstances:

The cost increase has been attributable to the increasing energy and fuel costs (also the ban on the use of red diesel and move to white

diesel) which directly impacts on the operation of the Materials Recovery Facility, the driver and employee shortage challenge within the

haulage and waste processing industries which has necessitated employers reviewing their pay scales and terms and conditions not only

to hold on to existing staff but also to attract new staff and increasing costs for the manufacture and supply of components and parts

used in the maintenance of plant, equipment and waste containers. The recent increase in National Insurance costs has also impacted

Page 9 to 9

on staffing costs. The transition of world economies out of Covid, Brexit and its impact of

the war in Ukraine have directly contributed to

the current economic climate of rising costs. It is worthwhile noting that UK inflation

currently stands at around 9% and is expected to

increase further over the coming months. The tender was awarded in early January 2021

and it is therefore reasonable to assume that

contractors would not have foreseen the current cost increases in delivering services

under the contract at time of tendering.

This direct award is permitted by Regulation 72(1)(c) of the Public Contracts Regulations

2015

(c) where all of the following conditions are fulfilled:—

(i) the need for modification has been brought about by circumstances which a diligent

contracting authority could not have foreseen;

(ii) the modification does not alter the overall nature of the contract;

(iii) any increase in price does not exceed 50% of the value of the original contract or

framework agreement.

VII.2.3) Increase in price

Updated total contract value before the modifications (taking into account possible earlier contract

modifications, price adaptions and average inflation)

Value excluding VAT: £2,490,000

Total contract value after the modifications

Value excluding VAT: £2,875,000