

2 CONTRACT FOR THE TREATMENT OF MIXED SCRAP METAL (AN32-2025)

Following the expiration of the existing contract for the treatment of mixed scrap metal, it was necessary to undertake a procurement exercise to secure a contractor to accept this material from December 2025. A report to present a sourcing strategy for the procurement process was previously agreed at this committee (minute of meeting of 21st April 2025, Article V, report 124-2025 refers).

The invitation to tender was issued via the Scotland Excel Dynamic Purchasing System (DPS) Relating to The Treatment and Disposal of Recyclable and Residual Waste (27-17): Lot 7 Treatment of Mixed Scrap Metal.

Following the tender closing date, evaluations were completed in September 2025. The bids were evaluated on service requirements, contract administration and pricing the rebate per tonne based on the Materials Recycling World Mid-point value, which included the transport costs to the processing facility. These costs were offset against any rebates offered, in order to find the most economically advantageous tender.

Two bids were received, and following the subsequent evaluation of the bids, the table below demonstrates that Robertsons Metals Recycling Ltd had the highest ranking for cost and quality.

Bidder	Evaluated bid price	Overall Price / Quality ranking
Robertsons Metals Recycling Ltd, Dundee	£85,063.45	1
Binn Group Ltd, Perth	£71,391.30	2

It is recommended that the contract be awarded to: Robertsons Metals Recycling Ltd.

The scrap metal will be reprocessed at Robertsons Metal Recycling Ltd, Stannergate Road, Dundee, DD1 3LU.

The contract will commence on 1st December 2025 and will endure for two years until 30th November 2027. The Council may extend the contract by one or more further periods of up to one year (up to a maximum of two further one-year periods).

The total value of the contract for the duration of the two-year specified period is anticipated to result in an income of approximately £170,126.90.

If the extension options are enacted, an income of approximately £340,253.80 would be received over the duration of the contract (4 years).

The Executive Director of Corporate Services has confirmed the agreement of these recommendations will result in recurring income of £0.085m for the Waste Management division of Neighbourhood Services. This income is already assumed within the approved Revenue Budget 2025-26.