

ITEM No ...5.....

REPORT TO: CITY GROWTH AND INFRASTRUCTURE COMMITTEE – 20 APRIL 2026
REPORT ON: TENDERS RECEIVED BY CITY DEVELOPMENT
REPORT BY: EXECUTIVE DIRECTOR OF CITY DEVELOPMENT
REPORT NO: 42-2026

1 PURPOSE OF REPORT

1.1 The purpose of this report is to provide details of the outcome of a procurement process and seek approval of contract awards for the undernoted projects.

2 RECOMMENDATION

- 2.1 It is recommended that Committee:
- a notes the information in this report and detailed in Appendix 1; and
 - b approves the tender award to the successful supplier(s) as summarised in Section 3 of this report with details contained in Appendix 1, in compliance with the Public Contracts (Scotland) Regulations 2015.

3 SUMMARY OF PROJECTS TENDERED

3.1 Tenders have been received in relation to the projects detailed below.

Sustainable Transport - Reference and Description	Supplier
Local Bus Service 10 (Outer Arc)	Xplore Dundee

Engineers Projects - Reference and Description	Contractor
Baldovie Waste Management Facility	Robertson Construction Tayside Limited

4 FINANCIAL IMPLICATIONS

- 4.1 The Executive Director of Corporate Services has confirmed that funding for the above projects is available as detailed in Appendix 1.
- 4.2 Where the Council utilises a national or local framework to procure construction and engineering works, all tenderers on the relevant framework have previously been assessed on a qualitative and cost basis, ensuring a highly competitive benchmark is set for the framework supply chain.

5 BACKGROUND

5.1 The Council's Standing Orders and Schemes of Administration for Financial Regulations, Tender Procedures and Delegation of Powers to Officers were previously approved by elected members (Article V of the minute of meeting of the City Governance Committee of 22 September 2025, Report 293-2025 refers). This document includes the arrangements for procurement, and within Schedule 1 of the Contract Standing Orders, this includes a requirement that for contracts in excess of £0.300m, approval must be given by elected members. The details of the proposed contract together with how this contract has been procured along with any other wider benefits to the Council are set out within this report.

6 POLICY IMPLICATIONS

- 6.1 This report has been subject to the Pre-IIA Screening Tool and does not make any recommendations for change to strategy, policy, procedures, services or funding and so has not been subject to an Integrated Impact Assessment. An appropriate Senior Manager has reviewed and agreed with this assessment.

7 CONSULTATIONS

- 7.1 The Council Leadership Team were consulted in the preparation of this report.

8 BACKGROUND PAPERS

- 8.1 None.

James Mullen
Head of Sustainable Roads and Transport

Robin Presswood
Executive Director of City Development

RP/JM/NM/KM

9 April 2026

Dundee City Council
Dundee House
Dundee

APPENDIX 1

PROJECT	Local Bus - Service 10 (Outer Arc)	
PROJECT NUMBER	N/A	
PROJECT INFORMATION	<p>The provision of subsidy for local bus Service 10 (Outer Arc) in 2026–2027, with the option to extend the contract for two additional years subject to budget being available.</p> <p>The project provides an evening and weekend bus service across the northern arc of Dundee, from Broughty Ferry to Ninewells Hospital, linking communities in between.</p>	
ESTIMATED START AND COMPLETION DATES	<p>Initial term: April 2026 – March 2027</p> <p>Optional extensions: +1 year, +1 year (subject to budget)</p>	
TOTAL COST	<p>Year 1 – April 2026 – March 2027</p> <p>Year 2 – April 2027 – March 2028</p> <p>Year 3 – April 2028 – March 2029</p> <p>Total</p>	<p>£132,496.00</p> <p>£132,496.00</p> <p><u>£132,496.00</u></p> <p><u>£397,488.00</u></p>
FUNDING SOURCE	Sustainable Transport Revenue Budget (Local Bus Supported Services)	
BUDGET PROVISION & PHASING	<p>2026/2027</p> <p>2027/2028</p> <p>2028/2029</p>	<p>£132,496.00</p> <p>£132,496.00</p> <p>£132,496.00</p>
ADDITIONAL FUNDING	None.	
REVENUE IMPLICATIONS	<p>The tender costs for 2026/27 provide a modest reduction compared to last year's budget of £134,000.</p> <p>Tender costs for years two and three are subject to an annual inflationary adjustment, which is determined nationally for Transport Contracts based on the Retail Price Index (RPI).</p>	
POLICY IMPLICATIONS	There are no major issues.	
PROCUREMENT ROUTE	Single Stage Open Tender utilising price quality metrics, published on Public Contracts Scotland Portal	
TENDERS	<p>Supplier</p> <p>Xplore Dundee</p>	<p>Tender Award</p> <p>£397,488.00</p>
RECOMMENDATION	To accept the tender from Xplore Dundee (Tayside Public Transport Company) to deliver the service for an initial one-year period; and notes that the contract includes options to extend for Years 2 and 3, which are subject to further committee approval.	
SUB-CONTRACTORS	N/A	
BACKGROUND PAPERS	None	

PROJECT	Baldovie Waste Management Facility	
PROJECT NUMBER	R5135	
PROJECT INFORMATION	<p>The existing waste management facility at Baldovie, housed within the former 1970s incinerator complex, has reached the end of its serviceable life and is in poor condition. The only practical solution is to construct a new facility at the current Forties Road location. This development will allow the Council to continue providing an efficient, cost-effective service with modern recycling operations, staff welfare amenities, and parking for refuse collection vehicles.</p> <p>The facility must be suitable for current requirements and flexible enough to accommodate future legislative and regulatory changes in waste management, using modular buildings, movable storage bays, and provision for electric vehicle charging for the Refuse Collection Fleet (RCV).</p> <p>This project will replace the outdated depot with a purpose-built facility tailored to the Environment Service's needs. Upgraded accommodation and multipurpose welfare spaces will facilitate onsite training, minimise travel to other depots, and bolster workforce development. Furthermore, these improvements are expected to boost recycling performance and contribute to net zero targets.</p> <p>Existing operations will be managed carefully throughout the construction works to ensure daily services continue without interruption.</p>	
ESTIMATED START AND COMPLETION DATES	Start Date: May 2026 Completion Date: March 2027	
TOTAL COST	Contract Non-contract allowances Fees Total	£4,912,504.43 £1,137,495.57 <u>£250,000.00</u> <u>£6,300,000.00</u>
FUNDING SOURCE	Capital Plan 2026-2031 – Design a Modern Council Depot Redevelopment Neighbourhood Services Revenue Budget	£6,100,000.00 £200,000.00
BUDGET PROVISION & PHASING	2025/2026 2026/2027	£329,867.78 £5,970,132.22
ADDITIONAL FUNDING	None	
REVENUE IMPLICATIONS	<p>The additional one-off revenue implications for the project amount to £200k for temporary decant staffing facilities and these will be incurred in financial year 2026/27. The Executive Director of Neighbourhood Services will seek to contain these within the Revenue Budget and if this is not possible a transfer from the Council's Renewal & Repair Fund will be made to offset this one-off expenditure. The unallocated balance of this fund is expected to be £1.3m as at 31 March 2026.</p> <p>There are no additional revenue implications for operation for the new depot replacing the existing facility. This will be monitored and kept under review.</p>	
POLICY IMPLICATIONS	There are no major issues.	
PROCUREMENT ROUTE	<p>A sourcing strategy options paper was considered and approved by the Capital Governance Group in June 2022. The Procurement Hub's Major Projects Framework 2 (MPF2) was selected as it provides a compliant route which facilitates essential early contractor involvement (ECI).</p> <p>The need for ECI is due to the requirement to interface with existing site operations and the need to continue this throughout the delivery of the project with minimum disruption. The construction works need to coordinate with the existing Licensing for the site, both for statutory waste management and parking of the RCV fleet.</p>	

PROCUREMENT ROUTE CONTINUED	<p>By utilising Procurement Hub's Major Projects Framework 2 (MPF2), Robertson Construction Tayside Ltd work closely with officers to develop the detailed designs for the proposed redevelopment of the Baldovie Waste Transfer Facility at Forties Road whilst ensuring that day to day operations can continue.</p> <p>Utilising this framework approach bring assurances of market testing having been carried out at the point of establishment, and allows public sector organisations to directly award to a main contractor with pre-agreed core staffing levels, site set-up costs, and overhead and profit percentages, all operating on open book basis to support a managed and transparent supply chain. This ensures that competition is maintained through price benchmarking and cost targeting, supporting the Council in meeting its statutory duty to achieve best value.</p> <p>A further benefit of the framework approach is its emphasis on community impact. By encouraging the use of local suppliers and labour, the project helps to retain investment within the local economy.</p>				
TENDERS	<table border="0" style="width: 100%;"> <tr> <td style="width: 70%;">Supplier</td> <td style="width: 30%;">Tender Award</td> </tr> <tr> <td>Robertson Construction Tayside Limited</td> <td>£4,912,504.43</td> </tr> </table>	Supplier	Tender Award	Robertson Construction Tayside Limited	£4,912,504.43
Supplier	Tender Award				
Robertson Construction Tayside Limited	£4,912,504.43				
RECOMMENDATION	To accept the tender from Robertson Construction Tayside Limited				
SUB-CONTRACTORS	N/A				
BACKGROUND PAPERS	None				