

SME Case Study: Haulage, Storage and Disposal

Provision of a contract for the Destruction and Disposal of Alcohol and Tobacco
Requirement:
To renew the contract for the destruction and disposal of alcohol and tobacco seized at the Border.
Approach:
Market research was undertaken before the start of the process to establish potential suppliers in
the market and a supplier event was held in July 2013. The tender process followed established
LEAN principles and was completed using an Open Competition.
Interest:
17 suppliers attended the supplier event; 7 accepted the invitation to respond to tender. 5
suppliers took part in the reverse auction.
Time:
The procurement process from publication on the eSourcing system to award was 4 months.
Outcome:
The contract was awarded to an SME.

What we achieved:

Significant savings on the opening bid prices and specifically the final price per tonne for the destruction and disposal of tobacco.

The preferred bidder has confirmed a commitment to 'zero to landfill' for waste products fulfilling the Government's green agenda for environmental sustainability.

The preferred bidder has provided a definite method for income generation from waste and recyclables which will be used to offset costs.