**Department for Infrastructure** 

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State of Guernsey
Public Services Department
Head Office
Brickfield House
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Our Ref:



39/8/8

Dear

Non-Compliant Bid for the Transport and Treatment of Refuse Derived Fuel from Guernsey

Please find our alternative tender (non-compliant) for the Transport and Treatment of municipal waste from Guernsey.

The Department for Infrastructure is happy to work with an appropriate transport partner to assist in the provision of a value for money quality waste disposal service.

The Department for Infrastructure (DfI), previously known as Transport and Technical Services, is delighted to work with the States of Guernsey to develop a solution that offers best value to the Islands of Guernsey and Jersey.

Furthermore, we would welcome a long term arrangement (up to the remaining life of our plant) where we work on an open book basis into the future. This would mean the actual costs we incur reflect the price charged for the treatment of waste. So future savings or changes to costs of electricity, ash export etc. can be passed onto Guernsey reflecting a true cost of waste disposal, without private sector profit and avoiding the volatility of a constantly changing European market.

The treatment of waste on Jersey does incur GST we have included this charge within our tender price at the current rate of 5%. If this changes in the future we will need to reflect the change in our pricing. Again this will be open book and agreed within the detailed contractual terms we will develop if successfully the preferred bidder.

Dfl believes that an inter-island solution provides the best mechanism to support local businesses and keep the beneficial finances in local circulation.

Dfl can, if required, work with the States of Guernsey to develop alternative methods of waste disposal which are not identified in the Transport and Treatment ITT. For

example, Dfl can, if required, accept food waste in the RDF delivered to the La Collette EfW.

Our alternative tender will allow for the following variances:

- 1- All Guernsey food waste can be included and shipped mixed in wrapped R.D.F. bales to Jersey. Minimising the on Guernsey costs and infrastructure.
- 2- All Guernsey food waste could be included mixed in R.D.F.-Not baled and wrapped, but shipped to Jersey in bulk in leak proof Compactor Containers. All Guernsey Domestic Black bag mixed with food waste could be shipped directly to Jersey in leak proof compactor containers -without any on Island pre-preparation of R.D.F. This methodology is successfully operating from Alderney to Guernsey.(D.E.F.R.A -R.D.F- Trial Definition 20.Nov 2015)
- 3- Develop over the medium term a commercial food waste disposal option utilising the new Anaerobic Digestion plant at our Bellozanne site.

These alternatives or variations of them can offer a significant capital and revenue saving for the Guernsey based operation, saving on kerb side collection and separation of food waste, save on the handling and sorting of waste including the operation and capital investment. A good example of this is the separation of metals. If residual metals are separated before incineration they tend to be heavily contaminated and require post separation treatment before the scrap company will receive them. This is additional plant, equipment and process that will not be necessary if the alternative is adopted.

The principles of waste importation need to be agreed by the States of Jersey Assembly prior to importation. The DFI Minister, Deputy Edward Noel and Jersey's Chief Minister, Senator Ian Gorst have both indicated that they strongly support the principle of importation of waste into Jersey and fully support an inter-Island solution to the Guernsey waste disposal issue. If we are selected as the preferred bidder we will bring this debate to the States of Jersey assembly as soon as practicable to make sure your timetable is adhered to.

If you require any further information or clarification please do not hesitate to contact myself or one of my team.

Yours sincerely

John Pogers

John Rogers Chief Officer

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