

City of Rochester Hills AGENDA SUMMARY NON-FINANCIAL ITEMS

1000 Rochester Hills Dr. Rochester Hills, MI 48309 248.656.4630 www.rochesterhills.org

Legislative File No: 2017-0272

TO: Mayor and City Council Members

FROM: Bryan K. Barnett, Mayor

DATE: June 19, 2017

SUBJECT: Request for Approval of Assignment of the City's Single Waste Trash Hauler Contract

from Allied Waste Services of North America, LLC to GFL Environmental, USA Inc.

REQUEST:

City Council is requested to conditionally consent to the assignment of that certain Amended and Restated Solid Waste, Yard Waste, and Recycling Collection, Transportation and Disposal Services Contract, made and entered into on October 28, 2013, between the City and Allied Waste Services of North America, LLC dba Allied Waste Services of Detroit North, Republic Services of Southeast Michigan (Republic) by Republic to GFL Environmental USA Inc., subject to the conditions set forth in the attached Conditional Consent to Assignment of Solid Waste Contract.

It is further requested that the City Council authorizes the Mayor to execute and deliver on the City's behalf the Conditional Consent to Assignment of Solid Waste Contract and such additional documents as are necessary and appropriate to facilitate the assignment.

BACKGROUND:

The City was provided a letter on May 10, 2017 in which Republic Services notified the City of a potential business transaction to which Allied Waste Services of North America, LLC proposed to transfer the City's contract to GFL Environmental, USA Inc. and requested the City's consent to the transfer of the contract.

The City upon being presented with this information, immediately engaged the services of a consultant to assist in conducting an extensive vetting process to assist the City in posing the appropriate questions regarding this transaction, evaluating the responses received, and engaging in dialogue with both Allied and GFL in order to subsequently determine a recommendation that is in the best interest of the City and its residents.

RECOMMENDATION:

City Council is requested to conditionally consent to the assignment of that certain Amended and Restated Solid Waste, Yard Waste, and Recycling Collection, Transportation and Disposal Services Contract, made and entered into on October 28, 2013, between the City and Allied Waste Services of North America, LLC dba Allied Waste Services of Detroit North, Republic Services of Southeast Michigan (Republic) by Republic to GFL Environmental USA Inc., subject to the conditions set forth in the attached Conditional Consent to Assignment of Solid Waste Contract.

It is further requested that the City Council authorizes the Mayor to execute and deliver on the City's behalf the Conditional Consent to Assignment of Solid Waste Contract and such additional documents as are necessary and appropriate to facilitate the assignment.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Mayor		
Deputy Clerk		