



CITY OF NOVI CITY COUNCIL
JUNE 17, 2024

SUBJECT: Consideration of Resolution Approving Assignment of Waste Hauling Agreement from GFL Environmental to Priority Waste LLC. subject to the Transfer Agreement between GFL and Priority Waste begin finalized and Priority Waste providing insurance to the City.

SUBMITTING DEPARTMENT: City Manager

BACKGROUND INFORMATION:

GFL sent a letter to the City on June 6, 2024, requesting the City to approve the assignment of its waste hauling agreement with the City, to Priority Waste. The agreement provides that an assignment of the responsibilities under the agreement will not be effective unless it is approved by the City. The City's approval of an assignment cannot be unreasonably withheld. GFL indicated that it plans to close on its Transfer Agreement with Priority Waste on June 30, 2024.

The Resolution indicates that approval of the assignment is contingent upon the Transfer Agreement being finalized between GFL and Priority Waste and if that does not occur, the City's approval will be null and void and GFL will continue as the provider. If the Transfer Agreement is approved, the Resolution requires Priority Waste to provide the City with an insurance certificate with the coverages indicated in the agreement and to execute an amendment to the agreement to update their contact and notice information.

RECOMMENDED ACTION: Approval of Resolution Consenting to the Assignment of the City's waste hauling agreement from GFL Environmental to Priority Waste.