



Request for City Council Committee Action from the Department of Public Works

Date: June 9, 2015

To: Honorable Kevin Reich, Chair Transportation & Public Works Committee

Referral to: Honorable John Quincy, Chair Ways & Means

Subject: **Contract Amendment – On-Street Parking System**

Recommendation:

Authorize proper City officials to enter into Amendment #3 to Contract #C-28373 with Cale America, Inc. for parts and maintenance of the on-street parking multi-space pay stations. The proposed Amendment #3 would:

1. Extend the termination date from June 30, 2015 from June 30, 2016;
2. Modify the price list for parts and services; and
3. Increase the Maximum Contract Amount by \$650,000 to cover the extension's projected costs for operational expenditures.

Previous Directives:

April 26, 2013 – Authorized Amendment #2 to increase the Maximum Contract Amount of City contract #C-28373 with Cale America by \$1,500,000 from \$6,000,000 to \$7,500,000 to address operational costs through June 30, 2015.

May 25, 2012 – Authorized increase of the Maximum Contract Amount of City contract #C-28373 with Cale America Inc. by \$1,000,000 from \$5,000,000 to \$6,000,000 to increase the quantity of multi-space pay stations to be installed.

April 16, 2010 – Authorized City officials to negotiate and enter into agreements with the companies CALE, IPS and POM. Authorized capital appropriation of \$6,600,000 to fund the on-street meter program (purchase, install, communications, enforcement, etc.) Cale's portion of this was \$5,000,000.

Department Information

Prepared by: William Cieminski, Parking System Manager, 612-673-2159

Approved by: _____
Steven A. Kotke, P.E., Director of Public Works

Presenters in Committee: Scott Kangas, Assistant Parking Systems Manager 612-673-2855

Reviews

- Permanent Review Committee (PRC): Approval X Date June 4th, 2015
- Civil Rights Approval Approval X Date May 20, 2015

Financial Impact

Action is within the approved budget.

Community Impact

City Goals: A City that works - City government runs well and connects to the community it serves.

Supporting Information

Currently there are 640 on-street multi-space parking pay stations (6,700 spaces) in the City's inventory. After evaluation of proposals submitted through an RFP process, installation of pay stations began in November 2010. Citywide installation was completed two years later. The useful life of these devices is estimated at eight years.

The current five year maintenance contract, #C-28373, expires on June 30, 2015. It includes terms for purchase of:

- Service
- Replacement Parts
- Supplies
- Replacement and New Equipment
- Software licensing and support
- Monthly Fees for:
 - Back End System and Server Usage
 - Communications
 - Credit Card Gateway Fees

The hardware and software components of the pay stations, along with the back-end management system, are proprietary to CALE America. CALE America is the sole source for spare parts, software upgrades, and software support for the City's on-street multi-space pay stations.

As such, the Permanent Review Committee (PRC) granted a waiver of issuance of a request for proposals (RFP) to extend and increase the maximum value of contract #C-28373 with CALE America Inc. for the City's multi-space parking metered system as follows:

- 1.) Extend the "termination date" of City contract C-28373 from June 30, 2015 to June 30, 2016.
- 2.) Modify the price list for parts and services.
- 3.) Increase the "Maximum Contract Amount" of City contract C-28373 with CALE America Inc. by \$650,000 from \$7,500,000 to \$8,150,000 to address operational costs and parts.

No additional appropriations are necessary. If approved, the requested funds are budgeted in the Parking Fund.