



Recommendation for Action

File #: 23-2452, **Agenda Item #:** 22.

8/31/2023

Posting Language

Authorize negotiation and execution of a contract for pay and display parking pay stations with Parkeon, Inc., for up to five years for a total contract amount not to exceed \$7,200,000.

[Note: Sole source contracts are exempt from the City Code Chapter 2-9C (Minority Owned and Women Owned Business Enterprise Procurement Program); therefore, no subcontracting goals were established].

Lead Department

Financial Services Department.

Client Department(s)

Transportation and Public Works Department.

Fiscal Note

Funding in the amount of \$1,200,000 is available in the Fiscal Year 2022-2023 Operating Budget of the Austin Transportation Department. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

Sole Source.

For More Information:

Direct questions regarding this Recommendation for Council Action to the Financial Services Department - Central Procurement at: FSDCentralProcurementRCAs@austintexas.gov or 512-974-2500.

Additional Backup Information:

The contract is for services in support of pay station parking management systems for the Transportation and Public Works Department (TPW). TPW currently has over 950 Parkeon Strada parking pay station meters throughout the City. The contract is necessary to support current machines and additional machines for expansion and replacement, warranty costs, machine upgrades, telephone base cost and replacement parts. The pay station parking management system has been successful in achieving expanded customer payment options, reduction of sidewalk clutter through removal of the parking meter poles, improvement of pedestrian mobility, reduction in service request calls, compliance with American with Disabilities Act guidelines, and increased parking revenue.

Parkeon, Inc. is the sole developer, implementer, and provider of Parkeon, Inc. parking systems and spare parts as well as the only party authorized to support, update, or modify the Parkeon, Inc. parking systems.

Contract Detail:

Contract	Length	Contract
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<u>Term</u>	<u>of Term</u>	<u>Authorization</u>
Initial Term	2 yrs.	\$2,880,000
Optional Extension 1	1 yr.	\$1,440,000
Optional Extension 2	1 yr.	\$1,440,000
Optional Extension 3	1 yr.	\$1,440,000
TOTAL	5 yrs.	\$7,200,000

Note: Contract Authorization amounts are based on the City's estimated annual usage.