


CITY COUNCIL ACTION REQUEST

Department(s): Finance	CEQA: Not a Project, File No. PP17-003, Agreements/Contracts (New or Amended) resulting in no physical changes to the environment	Coordination: Department of Aviation, City Attorney's Office and City Manager's Budget Office	Dept. Approval: /s/ Julia H. Cooper
Council District(s): Citywide			CMO Approval:  6-21-18

SUBJECT: EXECUTE THE SECOND AMENDMENT TO THE PARKING REVENUE CONTROL SYSTEMS MAINTENANCE AGREEMENT BETWEEN THE CITY OF SAN JOSÉ AND CONDUENT TRANSPORT SOLUTIONS, INC FOR THE SAN JOSE MINETA INTERNATIONAL AIRPORT

RECOMMENDATION:

Authorize the City Manager to execute the second amendment to the Parking Revenue Control System ("PRCS") Maintenance Agreement with Conduent Transport Solutions, Inc. to add up to three one-year options to extend the term through July 31, 2021, at a maximum compensation of \$701,682 for August 1, 2018 to July 31, 2019, subject to the annual appropriation of funds.

Desired Outcome: Continue operations and maintenance of the Parking Access Revenue Control and Automatic Vehicle Identification System at the Airport

BASIS FOR RECOMMENDATION:

The Parking Revenue Control System ("PRCS" or "System") is critical to Airport operations and the Airport visitor experience. The System allows the Airport to control access to parking garages and collect parking revenue from Airport visitors. The System consists of entry/exit stations, pay stations, barrier gates, license plate recognition technology and other related software and hardware.

In 2008, Council approved an agreement with Conduent Transport Solutions, Inc. (formerly ACS Transport, Inc. and Integrys Xerox Transport, Inc, respectively) to purchase, install and maintain a PRCS at the Airport ("Installation Agreement"). The System was fully commissioned in August 2013, and November 2013, Council authorized staff to negotiate and enter into separate maintenance agreement with Conduent to restate and extend the term of maintenance services for the System ("Maintenance Agreement"). In May 2017, the City entered into another separate agreement with Conduent to upgrade the hardware and software of the System to ensure compliance with the Payment Card Industry (PCI) and make ongoing maintenance of the System possible ("Upgrade Agreement").

The Maintenance Agreement will expire on July 31, 2018. Approval of the above recommendation will allow the ongoing maintenance and operations of the PRCS while staff explores future strategies for the System at the Airport. Possible options include leveraging a new PRCS solution from the Department of Transportation (a Request for Proposal process is currently underway) or preparing a competitive solicitation for a new System for the Airport. The maximum compensation may be adjusted based on the Consumer Price Index and may not exceed 5% of the prior year.

Office of Equality Assurance: Living Wage or Prevailing Wage, whichever is higher, is applicable to this Agreement.

Commission Requirements: This item does not have input from board or commission.

This Council item is consistent with FY 18-19 Proposed Operating Budget strategy to have safe and functional public infrastructure and facilities.

COST AND FUNDING SOURCE:

Fund #	Appn#	Appn Name	Total Appn.	Amt for Recommendation	2018-2019 Proposed Operating Budget Page*	Last Budget Action (Date, Ord. No.)
523	0802	Airport Non-Personal/ Equipment	\$15,451,765	\$701,682	X-3	

*The FY 2018-2019 Proposed Operating Budget is scheduled to be approved by Council on June 12, 2018 and adopted on June 19, 2018.

FOR QUESTIONS CONTACT: Jennifer Cheng, Deputy Director of Finance at 408-535-7059