



# City Council Report

**Date:** April 15, 2019  
**To:** City Council  
**Through:** Michael Kennington, Chief Financial Officer  
**From:** Edward Quedens, Business Services Director  
Matt Bauer, Procurement Administrator  
**Subject:** Three-Year Term Contract with Two Years of Renewal Options for Philips City Touch Streetlight Monitoring System (Additions) for the Transportation Department **(Sole Source) (Funded by Local Streets Fund) (Citywide)**

## Recommendation

Council is requested to approve the award as recommended.

The Transportation Department and Purchasing recommend awarding the contract to the sole source vendor, Arizona Electrical Distributors (a Mesa business) at \$81,225 annually, with an annual increase allowance of up to 5% or the adjusted Producer Price Index.

## Background / Discussion

The Contractor will supply City Touch Nodes streetlight monitoring and dimming systems with a ten-year service plan with web application access and training for all users.

The Philips City Touch system was originally installed for the dimming pilot study during the Streetlight Master Plan because of its ease of use and reliability. The installation of any nodes other than Philips City Touch will require the City to enter into another software agreement and use multiple systems to manage assets.

The City Touch Monitoring System is made exclusively by Philips, and Arizona Electric is the only authorized distributor in Arizona.

## Purchase Information

Action: Award  
Procurement Type: Sole Source  
Contract Number: 2019131  
Local Consideration: Policy did not apply to this procurement method  
Protests Received: None  
Initial Contract Term: Three years  
Possible Renewals: Up to a maximum of two years, renewals subject to Administrative review and approval  
Funding Source: Transportation Department operating budget through the Local Streets Fund