



City Council Report

Date: April 1, 2024
To: City Council
Through: Michael Kennington, Deputy City Manager/Chief Financial Officer
From: Edward Quedens, Business Services Director
Kristy Garcia, Procurement Administrator
Subject: Three-Year Term Contract with Two Years of Renewal Options for Philips City Touch Streetlight Monitoring System with Nodes for the Transportation Department (**Sole Source**) (**Funded by Transportation Budget through Lifecycle Program Budget Fund**) (**Citywide**)

Recommendation

Council is requested to approve the award as recommended.

The Transportation Department and Procurement Services recommend awarding the contract to the sole source vendor, Consolidated Electrical Distributors dba Arizona Electric Supply, Inc. (a Mesa Business) at \$1,782,000.00 annually, with an annual increase allowance of up to 5% or the adjusted Producer Price Index.

Background / Discussion

The Contractor will supply a City Touch streetlight monitoring and dimming system 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 Philips Lighting City Touch solution (Interact) enables the City to monitor its street lighting from a control center without expensive wiring by using mesh networked communication controls.

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

Purchase Information

Action: Award
Procurement Type: Sole Source
Contract Number: 2024128
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 subject to Administrative review and approval

Funding Source: Transportation Budget through Lifecycle Program Budget Fund