

# REPORT

## To the Honorable Mayor and City Council From the City Manager

August 11, 2008

### SUBJECT

Digital parking meters – extension of one year standard warranty

### RECOMMENDATION

Approve, by motion, the purchase of the proposed one year extended standard warranty package offered by Digital Payment Technologies for 42 downtown digital parking meters, and authorize the City Manager to approve and execute the extended standard warranty package in future years, not to exceed \$50,000.00 for any one year.

### BACKGROUND

The original warranty period specified in the *Agreement to Provide Parking Pay Stations* executed on September 7, 2006, initially expired on February 28, 2008 and was extended through June 30, 2008. Digital Payment Technologies offers to extend the standard warranty, beginning July 1, 2008, for a period of one year. Staff recommends that Council approve the warranty extension this year, and grant the City Manager authority to extend the warranty in future years, not to exceed \$50,000.00 in any one year.

Digital Payment Technologies' current standard warranty rate is \$1,000.00 per meter per year. Redwood City has 42 digital parking meters. The cost of the proposed one-year warranty extension to start on July 1, 2008 is \$31,391.35 and includes a 25% discount, as well as a reduced rate for two meters purchased more recently.

### ALTERNATIVES

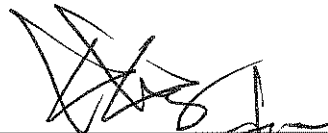
- Council may choose to approve the extended standard warranty package for this year only.
- Council may choose not to approve any renewal of the extended standard warranty package.

### FISCAL IMPACT

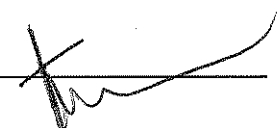
Sufficient funds for the proposed warranty extension are available in the budget for FY2007/08 Parking District Fund, Parking Facility Operations which has a balance of \$519,643 as of June 30, 2008.



Susan Wheeler  
Management Analyst



S. Peter Vorametsanti, P.E., Acting Manager  
Engineering & Construction



Peter Ingram  
City Manager

### ATTACHMENTS

None

### RELATED DOCUMENTS IN CITY CLERK'S OFFICE

1. Digital Payment Technologies Corp. Warranty and Support Packages
2. Digital Payment Technologies Corp. Scope of Services, July 2008