Document A

AMENDMENT TO PARKING MANAGEMENT AGREEMENT BY AND BETWEEN THE CITY OF DULUTH AND INTERSTATE PARKING COMPANY OF MINNESOTA LLC

This Amendment to Agreement, effective as of the date of attestation by the City Clerk ("Effective Date") is by and between the CITY OF DULUTH ("CITY"), the DULUTH ECONOMIC DEVELOPMENT AUTHORITY ("DEDA") and INTERSTATE PARKING COMPANY OF MINNESOTA LLC ("OPERATOR").

WHEREAS, the parties entered into an Agreement on or about April 26, 2012 bearing City Contract No. 21606 (the "Agreement") and DEDA Contract No. 12-860-658 for Operator to provide parking management services in order to provide maintenance, oversight, operational control, enhance customer service, convenience and cleanliness of various parking facilities within the City; and

WHEREAS, the parties wish to amend the Agreement to enable Operator to purchase and utilize gateless access and revenue technology to enhance the parking experience for customers, reduce up-front costs and improve security.

NOW, THEREFORE, in consideration of the foregoing and the mutual covenants and agreements hereinafter contained, the parties agree as follows:

In this Amendment, deleted terms will be struck out and added terms will be underlined.

1. Paragraph 13 is amended as follows:

13. <u>Software:</u> During the term of the Agreement, Operator shall implement and coordinate the installation at the Facilities of all software upgrades necessary for the proper and compliant operation of the Facilities for public parking (the "Software") at City's cost. The Software shall remain the property of the City upon termination of this Agreement. The software and services

1

used for processing transactions shall be compliant with standards established by the PCI Security Standards Council (<u>https://www.pcisecuritystandards.org/index.shtml</u>).

Notwithstanding the above, Operator shall purchase at their cost, utilize and maintain gateless access and revenue technology at the parking ramps designated by City Manager per the attached Exhibit A. This technology software shall be owned by the Operator. The City will pay the following fees for Interstate's use of this technology: a flat fee of \$3,375.00 per month. Operator shall be responsible for ensuring the security of user data collected through the gateless access and revenue technology system. To the extent applicable, Operator shall comply with the Minnesota Government Data Practices Act, Minnesota Statutes Chapter 13.

2. Except as specifically amended pursuant to this Amendment, the Agreement remains in full force and effect.

[Remainder of page intentionally left blank; signature page to follow.]

IN WITNESS WHEREOF, the parties have set their hands the day and date first shown below.

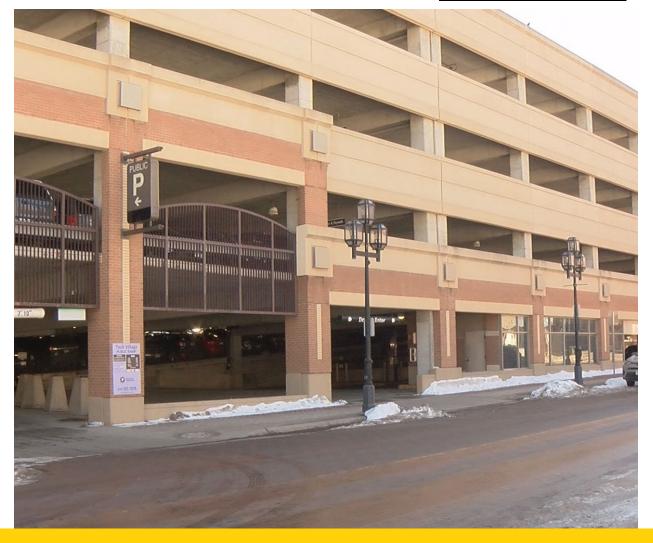
INTERSTATE PARKING COMPANY OF MINNESOTA LLC
By
Its:
Date:
DULUTH ECONOMIC DEVELOPMENT AUTHORITY
Ву:
Its:
By:
Its:
10

City Attorney

Exhibit A

TECHNOLOGY SOLUTIONS

Tony Janowiec, *President & CEO* 710 N. Plankinton Avenue, Suite 700 Milwaukee, WI 53203 Phone: 608-566-9155 <u>tjanowiec@interstateparking.com</u> www.interstateparkingdowntown.com



CITY OF DULUTH PARKING SYSTEM

Parking and Access Control System July, 2023 (Revised)

Prepared for: Mr. Mark Bauer

EXECUTIVE SUMMARY

We are pleased to present the following parking technology solution for the Technology Village Ramp (TVR), Medical District Ramp (MDR) and HART Ramp in lieu of installing costly and outdated gated equipment technology. Parking customers will be thrilled with our mobile-based point of sale and virtual permit experience with unparalleled flexibility as compared to traditional parking technology systems.

A few highlights of our proposed technology solution are as follows:

90% Lower Up Front Cost – Our "hardware lite" system does not require the installation of costly gate equipment, ticket dispensers and RFID readers and is 100% Smart Camera Vision based to utilize vehicle license plate, make model and color to create a virtually identified parking session. This also means no access cards, paper supplies, or any moving parts to stock, administer, and maintain.

98.9% Revenue Security Compliance – Our technology solution results in nearly 99% user compliance and revenue security as compared to the industry's best gated parking technology which is typically less than 94%. As a result, not only will the City save the upfront cost and realize a substantial reduction in ongoing license fees, repairs, maintenance and system upgrades as compared to these traditional systems but will also dramatically reduce revenue slippage.

Perimeter Security System Integration – Our point of sale and permit management platform, INFLOW[™], is designed to integrate with the planned high speed overhead garage doors and secured pedestrian door access readers.

Exceptional Experience for Parking Customers – 98% of all parking complaints originate with malfunctions and confusion in connection with traditional gated parking systems. With our state of the art solution, we can literally remove the source of the customer parking anxiety and complaints.



MODERN MUNICIPAL PARKING TECHNOLOGY



Advanced Data Analytics

Parking Solution Redefined

As a national parking management expert, Interstate Parking Company formed Interstate Technology Solutions to address the underwhelming and fragmented technology shortfalls found in traditional parking access and revenue control systems. Our technology development goal is to create, deploy, and continually enhance the customer parking experience and revenue optimization of our parking assets through utilization of smart cloud-based technology without the requirement of installing and maintaining costly hardware-based systems.

With our comprehensive technology suite, your parking asset can operate with a completely frictionless experience for your customers and provide you with the most powerful data analytics and reporting software in the industry.

Our system includes a mobile-based payment platform that does not require a customer to download an app, fully integrated real-time reporting and data analytics platform and an open API to further integrate with major accounting software systems and a variety of mobility and transit applications.

We provide a menu of options and customizable configurations to meet your specific needs whether your university can benefit from our turnkey technology suite, managed technology support or full-service parking management.



TECHNOLOGY COMPONENTS

Parking Solution Redefined

With our comprehensive technology suite, your parking asset can operate with a completely frictionless experience for your customers and provide you with the industry's most powerful data analytics and reporting software.

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INFLOW™

Frictionless Point of Sale &

Digital Permitting





INMOTION™ Mobility Data & Integration with Transit Systems





INSIGHT[™]

Advance Data Analytics,

Real-Time Occupancy &

Utilization Dashboard



INFLOW

Frictionless Parking Point-of-Sale Solution

For Customers it's as Easy as

- Tap 'N Park™
- 100% Contactless
- No App Download Required works with any smartphone
- Permit Users Park with Automated License Plate Recognition

 simply arrive and park and they are on their way with no
 additional registration required
- Permit Users activate account online, choose a recurring payment method, and register license plates
- Event venue, hotel, and validations can be reserved in advance requiring no on-site registration upon arrival

City of Duluth Administrative Benefits

- No up-front hardware/software cost as compared to costly traditional parking equipment that costs over \$40,000 per lane plus on-going SaaS fees and extensive maintenance costs.
- We install and maintain our smart computer vision hardware and all required signage
- Create restricted spaces or zones within your facility for use by specific user groups
- Assign dedicated visitor spaces
- Increase revenue with dynamic, user-specific rates for monthly, hourly and daily users
- Virtual monthly contract permitting through inflow's™ online account setup and management, no access devices required
- Adapt to hybrid work environments with our flex park[™] program featuring the benefits of a monthly parking contract on a flexible use-it-as-you-need-it basis
- Optional custom branding to your property or company brand
- Optional security features including high-speed overhead doors and pedestrian door access devices to enable secure access to your garage to paid parking customers only
- Full-service management or managed technology pricing options to meet your desired needs





Flexible Virtual User Zones

FLEXIBLE ZONE ALLOCATION:

VISITOR PARKING LEVEL 1 TAP 'N PARK **PAY HERE**

GRAN

LEVEL 3 TAP 'N PARK PAY HERE

GRAN

Make your garage completely flexible to accommodate a variety of user requirements and enable dynamic pricing zones with 98.9% compliance as compared to 96% compliance of traditional gated systems.

LEVEL 2 TAP 'N PARK PAY HERE HOURLY PARKING STUDENTS & VISITORS



STAFF PARKING (PERMIT ONLY)

VIRTUAL ZONES

Areas can be changed to meet ever-changing utilization requirements by relocating cameras and signage - no costly hardware or permanent gates/dispensers.

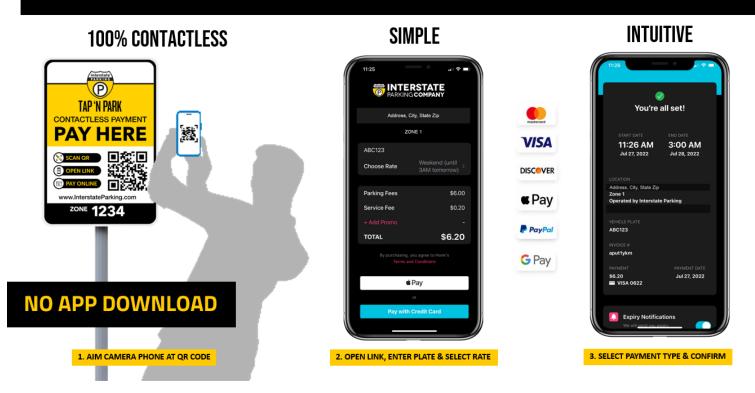
SPECIAL EVENT & GAMEDAY ZONES

Automatically convert zones to activate special event permits and day of event pricing for university events.



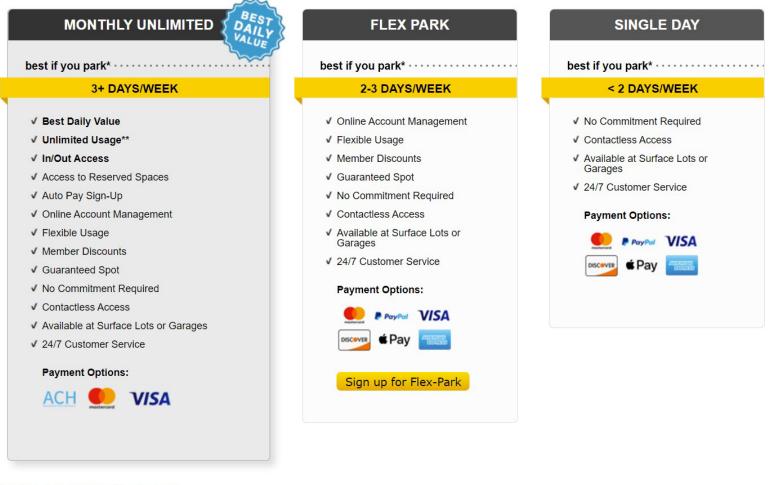
TAP 'N PARK

User-Friendly – Easy as TAP 'N PARK



Modern Permitting Options for Hybrid Workplace Environment

Your technology suite will include a range of flexible and customizable digital permitting that can be user-managed through our simple online account management portal. Our permitting options provide maximum flexibility to fit the needs of today's hybrid office workplace environment.



*Best if you park: Each location may vary **Unlimited Usage: Some blackouts may occur



FLEX PARK™ Technology

WALLET BASED DIGITAL PARKING SESSIONS FOR A HYBRID WORKPLACE

Revenue Optimization:

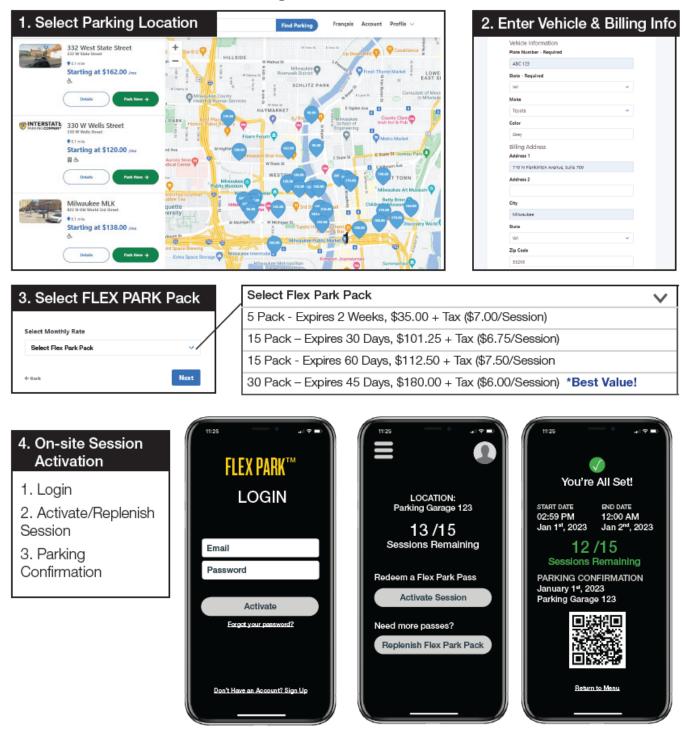
FLEX PARK[™] provides a new pricing paradigm based on the flexibility required by today's hybrid office workplace parking patterns with the ability to conveniently select their preferred quantity of parking sessions through our customizable FLEX PARK[™] Packs. FLEX PARK[™] can be configured with specific expiration dates to encourage parking utilization or pay for the convenience of extended expiration dates.



As compared to traditional parking technologies that only offer standard monthly contracts requiring substantial administrative efforts distributing and tracking access credentials and cumbersome account management, our FLEX PARK[™] feature is user-managed reducing administrative burden from our customer account management team which can lead to future overhead cost reductions all the while increasing parking revenues and pleasing parking customers by providing the flexibility they desire.

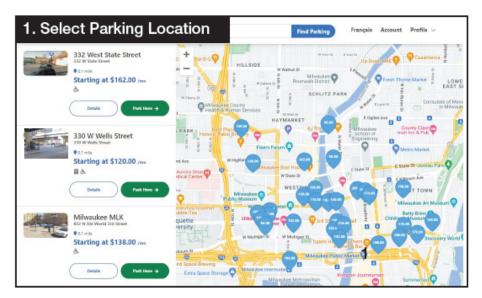
FOR PARKING CUSTOMERS	FOR CITY OF DULUTH
 Benefits of Monthly Contract with Flexibility of Pay as You Go Daily Parking Unlimited In/Out Privileges during Each Full Day Parking Session FLEX PARK[™] Packs Can be Configured Based on Varying Expiration Dates to Enable a new Pricing Dynamic Unavailable in Traditional Systems – The Shorter the Expiration Date, the Better Pricing to the Customer Encouraging Utilization of the Parking Session 	 Adapt Your Parking System to Your City's Modern Mixed Use Environment Create a Customer Amenity Maximize Revenue by Leveraging Flex Park's Dynamic Pricing Matrix Increase Per Diem Parking Revenues per Session as Compared to Monthly Contract Prices Eliminate Administrative Payroll Burden Through Flex-Park's Customer Self- Management Portal



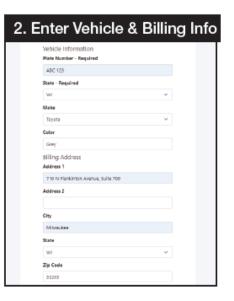


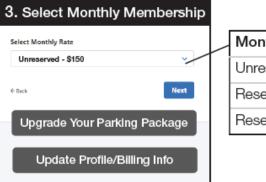
Virtual Wallet-Based Parking Session Permits





Monthly Unlimited – Recurring Virtual Permitting for Full Time Users

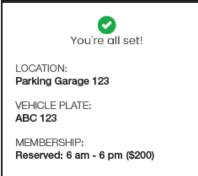






4. Payment Flexibility Automatic 30-day contract renewal and recurring payments Accepted forms of payment: VISA OF Pay ACH/Preauthorized Debit G Pay

5. Contract Confirmation



6. Pull-in & Park - No Daily Activation Required



AI Camera Vision – Ensure Compliance Without Headache of Gates

Traditional parking access and revenue control systems (PARCs) require the installation of costly hardware and ongoing maintenance of gates, ticket dispenser machines, and hundreds of moving mechanical parts. *98% of parking-related customer complaints originate from frustrations in using traditional PARCs systems equipped with gates*.

Interstate Technology Solutions developed our INFLOW[™] technology to eliminate both the cost and negative customer experience of traditional gated systems. In lieu of traditional hardware-centric PARCs systems, our INFLOW[™] technology is 100% cloud-based and accessed through any camera phone mobile device whether a customer chooses a Monthly Unlimited, Flex Park[™] or Tap 'N Park[™] Daily membership option.

To provide access to secured facilities equipped with overhead doors and pedestrian door access readers and to automatically enforce parking revenues in real-time, INFLOW[™] includes a fully integrated Artificial Intelligence equipped Smart Camera system that identifies each vehicle parking session by capturing the license plate number, vehicle make and color. Each uniquely identified vehicle session is tied to an active Monthly Unlimited, Flex Park[™] or Tap 'n Park[™] Daily parking session and any vehicles not matched to an active parking session are flagged for enforcement and issued a parking citation. Due to the intuitiveness and simplicity of using INFLOW[™], we achieve over 98% compliance making citation issuance almost non-existent and with nearly 70% collection rates on the few citations issued, your properties revenue security is guaranteed to increase as compared to using unreliable traditional PARCs systems and your customers will be thrilled with the frictionless experience.









Gain a deeper understanding of the movements of your end-user parkers. Apply mobility data to custom curate local campaigns to help drive business to your university amenities and events. INMOTION's™ open API enables full integration with public transit and micro-mobility platforms and is coming in 2024.

- Track and analyze people movements within your university.
- Pedestrian movement tracking and heat mapping
- Integrate with major shuttle/transit data analytics software.
- Evaluate occupancy per car to motivate reduction in vehicle trips.
- Consumer demographic data to support University special event programming and marketing.



PEDESTRIAN COUNTING REPORTS

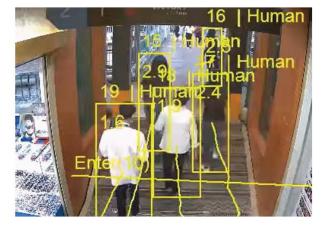




HEAT MAPPING



REAL-TIME PEDESTRIAN COUNTING



INSIGHT[™]

INSIGHT[™] is a powerful, cloud-based platform that serves as a real-time hub for all parking information. Make smart, well-informed decisions in managing your current parking and mobility system with every transaction, journey and behavior that feeds into this single source tool.

Each INSIGHT[™] dashboard and data analytics reporting platform is completely customized for each client. As part of our system setup phase, we will work with the City of Duluth Parking administration and the City's finance departments to create all required reports ensuring efficient integration with the City's systems to eliminate the burden of exporting data, redundant data entry and reconciliation errors. The system will leverage data from all revenue, wayfinding, and vehicle count systems to provide powerful real-time analytics of the City of Duluth parking system.

Analyze Operations Activity	Benchmark Performance
& Movement Behavior	& Analyze Trends
 Comprehensive & predictive data analytics Demand-based rate structure analysis Project utilization modeling Benchmarking analysis Projected revenue & financial performance modeling GAAP-compliant reporting 	 Real-time occupancy Rate utilization Duration & turnover surveys Zone-specific analytics Enforcement metrics tracking Access from any web-enabled device Consolidated portfolio view for multi-property owners Open API for integration with all major accounting software platforms eliminates redundant data entry and reconciliations for your accounting personnel Access from any web-enabled device Consolidated portfolio view for multi-property owners



Custom Real-Time Data Analytics & Reporting

INSIGHT[™] is our industry-exclusive custom data and analytics business intelligence platform that delivers unlimited resources to the Interstate Parking team to optimize daily operations through a comprehensive data set encompassing vehicle data layered within the full scope of people movement and mobility throughout the campus.

In addition, INSIGHT[™] will provide Duluth Parking staff with real-time, customizable data that will align with the goals and key performance indicators established by the City's Parking Enterprise Fund initiatives.



LEVERAGING ADVANCED DATA TO ACHIEVE DESIRED STRATEGIC OUTCOMES

analysis

- Integrates with public transit, micro mobility platforms

INSIGHT[™] can generate data-rich analytical reports which can be customized to the needs of Duluth Parking. Receive rich, real-time information to make smart, well-informed decisions in managing City's parking and mobility system.

Full, GAAP-compliant reporting

Analyze operations activity, benchmark performance, and analyze trends based on the following stats:

• **Real-time Occupancy**

Contactless – no gates, no

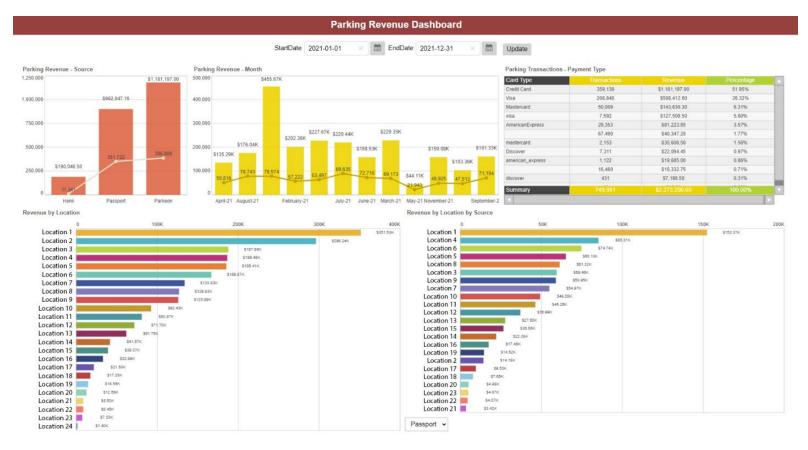
kiosks, no apps required

- **Rate Utilization** •
- Pedestrian & Vehicle Heat Mapping •
- Comprehensive Revenue Reporting
- **Zone-Specific Analytics**
- **Enforcement Metrics Tracking**

The following pages are a few dashboard reports generated from the INSIGHT Analytics Platform:



Real Time Revenue Dashboard

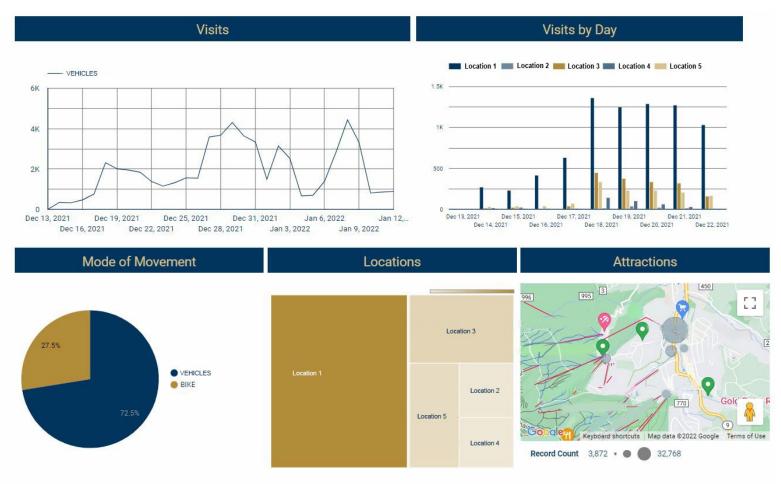




Location Report – a real-time look at transaction counts and revenue for each location by date

<u>Technology & Usage Reports</u> - breaking down transactions & revenue by each revenue channel by location

Enforcement Report - monitor compliance by location and date seeing citations issued, paid, resolved, and dismissed





TECHNOLOGY SYSTEM COST PROPOSAL

We propose the following managed technology solution for the Technology Village Ramp, Medical District Ramp and HART Ramp. Our proposed cost structure is all-inclusive for the garages and the City may add additional locations including on-street and off-street locations in the future at its discretion. We trust you will find our solution an appealing solution in lieu of the extraordinary up front and ongoing cost of installing and maintaining traditional gated systems.

System Configuration & Installation Pricing

Category	Units	Cost / U	nit	Extended Price	Notes
INFLOW [™] - Tap 'n Park Mobile Point of Sale					
Configuration	1	\$ 7,500	00 \$	7,500	
INFLOW [™] - Smart Vision Cameras (Multi-Zone)					
Including Low Voltage and Installation	24	\$ 4,250	00 \$	5 102,000	12 total vehicle ingress/egress lanes
INFLOW [™] - Duluth Parking Custom Branded					Estimated signage count - actual quantity to
Signage & Wayfinding	100	\$ 23	95 \$	2,395	be determined based on final signage plan
INSIGHT [™] - Custom Data Analytics, Reporting &					
Accounting System Integration Setup	1	\$ 4,500	00 \$	4,500	
System Discount - 5 Year Managed Technology					
License	1	100.00	% \$	6 (116,395)	
Total Installed System Price			Ş	; -	-

Managed Technology Service - System License & Warranty Plan

Category	Units	Unit		Cost per Month	Notes
INFLOW [™] - Annual License Fee (Includes Full					
Warranty of All Components During Term)	24	\$ 275.00	\$	6,600	
INFLOW [™] - Annual License Fee - Preferred					Priced at Cost to Cover 3rd Party Camera
Client Discount	24	\$ (150.00)	\$	(3,600)	License Fees and Warranty Coverage
					Includes maintenance of custom reporting
INSIGHT [™] - Custom Data Analytics, Reporting &					dashboard, optional fee structure to include
Accounting System Integration Maintenance	1	\$ 375.00	\$	375	ongoing custom dashboard updates
INSIGHT [™] - Tap 'n Park Transaction Fee		\$ 0.35		per transaction	User Paid Convenience Fee
INSIGHT [™] - Virtual Permitting Fee		\$ 1.50	pe	er account per month	Paid by City or by User as Convenience Fee
Total Monthly License Cost			\$	3,375	Plus User Paid Convenience Fees