



CITY OF BANNING STAFF REPORT

TO: CITY COUNCIL

FROM: Elizabeth Gibbs, City Manager

PREPARED BY: Holly Stuart, Public Works Program Manager
Arturo Vela, Director of Public Works

MEETING DATE: June 23, 2026

SUBJECT: Consideration of Resolution 2026-91, Confirming the Authority Granted By Resolution No. 2025-79 and Approving Amendment No. 3 to the Services Agreement with Yunex, LLC. for Citywide Traffic Signal Maintenance Services

STAFF RECOMMENDATION:

Adopt Resolution 2026-91

BACKGROUND:

The City owns and maintains traffic signals and related equipment at signalized intersections throughout the City. These facilities include signal controllers, signal poles and heads, vehicle detection systems, battery backup systems, communication equipment, and other associated infrastructure necessary for the safe and efficient operation of the City's transportation network.

On May 23, 2023, through ProcureNow and advertisement in the local newspaper, City staff released a solicitation for proposals from qualified firms to provide maintenance and repair services for traffic signals throughout the City of Banning for a one-year term with the option to renew four (4) additional one-year periods.

Following the competitive solicitation process, the City entered into an agreement with Yunex, LLC, on August 17, 2023, for Citywide Traffic Signal Maintenance Services in an amount not to exceed \$25,000.

On June 25, 2024, the City Council approved Amendment No. 1, extending the agreement term through August 31, 2025, and increasing the contract amount by \$25,000, resulting in a total not-to-exceed contract amount of \$50,000.

On June 10, 2025, the City Council adopted Resolution No. 2025-79 approving Amendment No. 2 to extend the agreement term and increase compensation for a total contract of \$75,000 for continued traffic signal maintenance services through Fiscal Year 2027/28. However, during processing of the amendment, the executed amendment extended the agreement term only through August 31, 2026, rather than through August 31, 2028, as stated in Resolution 2025-79.

To accurately reflect the City Council's intended action, staff is confirming the authority granted by Resolution No. 2025-79, and approval of Amendment No. 3 to extend the agreement term through August 31, 2028, and increase the contract amount by \$50,000. Upon approval, the total agreement amount over the five-year term will not exceed \$125,000.

The agreement is structured around an anticipated average annual maintenance budget of approximately \$25,000 over the five-year term. However, traffic signal maintenance requirements can vary significantly from year to year depending on equipment failures, emergency repairs, replacement part costs, system upgrades, and other operational needs. As such, annual expenditures may be greater or less than the anticipated annual allocation. The agreement provides flexibility for the City to utilize funding as needed during any fiscal year, provided that total cumulative expenditures under the agreement do not exceed the authorized not-to-exceed amount of \$125,000.

The Scope of Work includes routine monthly traffic signal maintenance services, emergency call-outs, troubleshooting, repairs, and related services necessary to maintain the reliable operation of the City's traffic signal infrastructure. Yunex is responsible for furnishing all labor, equipment, tools, materials, and technical expertise required to perform the work in accordance with applicable federal, state, and local regulations.

JUSTIFICATION:

The Public Works Department does not maintain staffing levels or specialized traffic signal technicians necessary to perform comprehensive traffic signal maintenance and emergency repair services. Consequently, the City relies on a qualified contractor to ensure traffic signals remain operational, safe, and compliant with applicable standards.

Yunex has continued to provide satisfactory maintenance services and possesses the specialized expertise, equipment, and technical resources necessary to maintain the City's traffic signal infrastructure. Approval of Amendment No. 3 will correct the contract term discrepancy, maintain continuity of services, and ensure the agreement accurately reflects the intended five-year contractual relationship previously approved by the City Council.

The amendment also provides the City with the flexibility necessary to address varying maintenance and repair demands throughout the contract term while maintaining a clearly defined maximum contract amount of \$125,000.

FISCAL IMPACT:

Amendment No. 3 increases the contract amount by \$50,000, bringing the total agreement amount to no more than \$125,000 over the five-year term.

The agreement is based on an anticipated average annual expenditure of approximately \$25,000. Actual annual expenditures may fluctuate depending on maintenance demands, emergency repairs, equipment failures, replacement components, and other operational requirements. Accordingly, funding allocations may be utilized unevenly throughout the contract term, provided that cumulative expenditures do not exceed the authorized not-to-exceed amount of \$125,000.

Funding for the agreement will continue to be provided through the Street Division's operational budget, Account No. 100-4900-413.30-09 (Repair/Maintenance – Traffic Signals), subject to budget appropriations in each fiscal year. The annual appropriation to cover the costs associated with this agreement will be included in the proposed Operating Budgets for FY 2026/27 and 2027/28.

ATTACHMENTS:

1. [Reso __2026-91_Traffic_Signal.docx](#)
2. [Original Agreement_Yunex.pdf](#)
3. [Amend 1_Yunex.pdf](#)
4. [Amend No. 2_Yunex.pdf](#)
5. [CC Resolution No. 2025-079.pdf](#)
6. [26-03-02 Traffic Signal Maintenance Extension Rate Sheet_PRO.pdf](#)

7. [AMENDMENT_NO_3.pdf](#)