

DENVER BOARD OF WATER COMMISSIONERS

Meeting Date: February 8, 2012

Board Item: V-A-16

**Third Amendment to contract 10850A, Western Union Payment Processing Services**

Action by Consent

Action

Information

In March 2007, the Board contracted with Western Union for payment processing services via the web, inter-active voice recognition, and customer representative assisted payment platforms. Contract terms included fees for ACH and pin-less debit card transactions and \$2.50 for credit card transactions.

In February 2009, the Board approved an amendment to reduce credit card fees to \$2.00 per transaction based on an increase in transaction volume due to transition from a bi-monthly billing system to a monthly billing system.

The third amendment modifies contract 10850A substituting the current fee structure with a blended fee of \$1.25 for all payment types. Treasury staff requested this price concession because of the recent enactment of the Durbin amendment to the Dodd Frank Wall Street Reform Bill. This amendment limited amounts banks could charge for debit card transactions. The blended fee will reduce annual expenses by approximately \$70,000.

Recommendation:

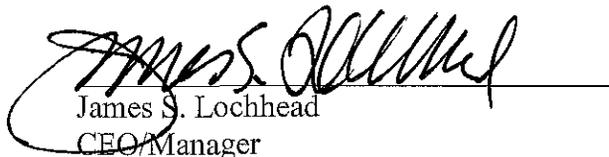
It is recommended that the Board approve the third amendment to contact 10850A.

**Approvals:**

Respectfully submitted,



Angela Brimont  
Director of Finance



James S. Lochhead  
CEO/Manager