

**RESOLUTION AUTHORIZING ACCEPTANCE  
OF PAYMENT BY FINANCIAL TRANSACTION DEVICES**

At a regular meeting of the City Council for the City of Holland, Holland, Michigan, held at City Hall, Holland, Michigan, on the 17<sup>th</sup> day of February, 1999 at 7:00 p.m. Eastern Standard Time.

PRESENT: \_\_\_\_\_

ABSENT: \_\_\_\_\_

The following Resolution was offered by Councilperson \_\_\_\_\_ and supported by Councilperson \_\_\_\_\_.

**RESOLUTION**

WHEREAS, Act 280 of the Public Acts of 1995, as amended (MCLA 129.221, et seq.) ("Act") permits a local unit to accept payment by a financial transaction device for a tax, assessment, or fee if the governing body of the local unit adopts a resolution authorizing the acceptance of payments by financial transaction devices;

WHEREAS, the City Council of the City of Holland desires to accept payment by financial transaction devices, as hereinafter specified, for certain fees and charges for the City of Holland;

WHEREAS, the City Council has reviewed the recommendation of the City of Holland Finance Director, Larry Sandy, recommending that financial transaction devices be permitted for payment of certain fees and other charges as authorized by the Act;

WHEREAS, Finance Director, Larry Sandy, has further recommended that any other taxes, assessments, utility payments, fines, or fees, except as specifically set forth in this Resolution, should not be accepted for payment by financial transaction devices at this time; and

WHEREAS, the City Council determines that it is in the best interest of the City of Holland to permit the use of financial transaction devices for fees and charges as specified in this Resolution.

NOW, THEREFORE, be it resolved as follows:

1. That the City of Holland hereby permits the payment by financial transaction devices, as defined by Act 280 of the Public Acts of 1995, as amended (which shall be limited to VISA, MasterCard, or Discover) for such fees or charges which are listed and delineated on the attached Exhibit A ("Schedule of Fees and Charges" adopted on 8/5/98 by City Council (CA 98.473) which specifically indicates which fees and charges may be paid by a financial transaction device. The terms of Exhibit A are expressly incorporated by reference in this Resolution.

2. That the Finance Director of the City of Holland, his deputy or agent, is hereby authorized and directed to execute such credit card arrangements as shall be required by the existing depository institution for the City of Holland, or such subsequent depository institutions as may be established by the City to permit payment pursuant to this Resolution;

3. That this Resolution shall not permit the payment of any taxes, assessments, fees, utility payments, fines, or other charges by the City except as expressly specified herein or as shall be amended by recommendation of the Finance Director and a subsequent Resolution by City Council;

4. That this Resolution has been adopted in conformance with MCLA 129.12 and hereby designates the Huntington National Bank as the depository institution for such financial transaction devices, or such other financial institution as the Council of the City of Holland may designate upon recommendation by the Finance Director in accordance with Act 280 of the Public Acts of 1995, as amended; and

5. That this Resolution shall revoke and supersede any prior resolution adopted by the Council of the City of Holland relating to the acceptance of financial transaction devices permitted pursuant to the Act.

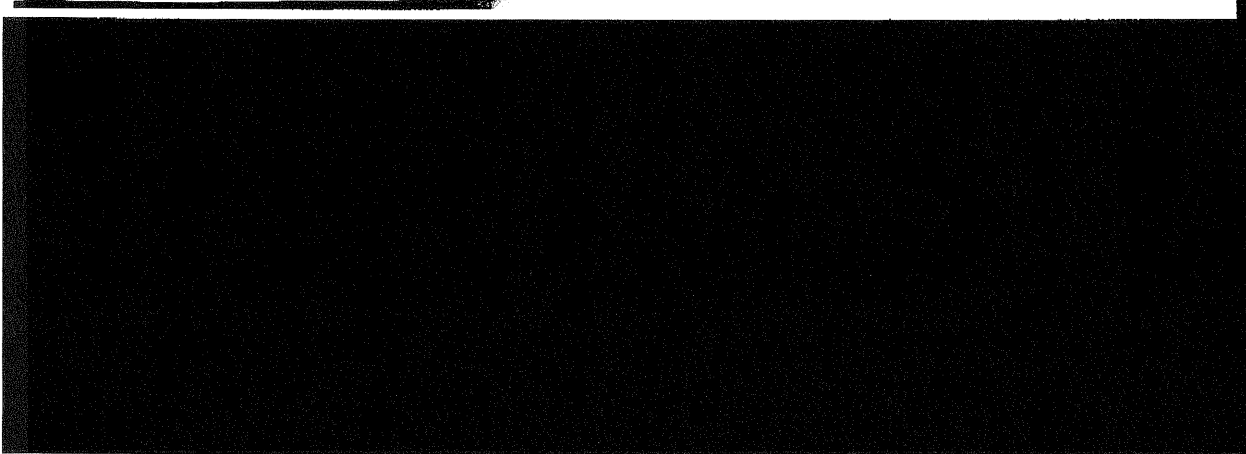
This Resolution was adopted on the day and year first above noted.

Ayes: \_\_\_\_\_.

Nays: \_\_\_\_\_.

Resolution declared approved dated this 17<sup>th</sup> day of February, 1999.

CITY OF HOLLAND



By \_\_\_\_\_  
Jodi S. Syens, City Clerk

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**CERTIFICATE**

STATE OF MICHIGAN    )  
                                  )ss  
COUNTY OF OTTAWA    )

I, the undersigned, the duly qualified and acting Clerk of the City of Holland, Ottawa and Allegan Counties, State of Michigan, do hereby certify that the foregoing is a true and complete copy of proceedings taken at a regular meeting of the Council of the City of Holland, held on the 17<sup>th</sup> day of February, 1999, insofar as the same relates to the Resolution Authorizing Acceptance of Payment by Financial Transaction Devices, the original of which is on file in my office. Public notice of said meeting was given pursuant to and in full compliance with Act 267, Public Acts of 1976, as amended.

IN WITNESS WHEREOF, I have hereunto affixed my official signature this 17<sup>th</sup> day of February, 1999.

Jodi S. Syens, City Clerk

**CITY OF HOLLAND  
COMPARATIVE RECAP OF WRITTEN PROPOSALS FROM TWO CREDIT-CARD PROCESSOR FIRMS**

Prepared: Feb 17, 1999

	NOVUS Services	
	Proposal with FDMS	Proposal with NPC
<b>Initial Setup and Equipment Costs</b>		
One-time Application Fee Per Terminal Location	\$ 75.00	\$ 125.00
Per Unit Terminal/Printer Acquisition Options:		
- VeriPhone Tranz 330 Terminal with Separate Printer	Not Offered	First 5 Sats Are Free
- Hypercom T7PT Terminal with Integrated Printer	\$ 529.00	\$ 499.00
<b>On-Going Costs</b>		
Routine Supply Items (Paper, Ribbons, Etc.)	Supplied @ No Charge	Supplied @ No Charge
Maintenance of Equipment	3-Year Warranty	Not Indicated
<b>Transaction Processing Costs</b>		
<b>Monthly Assessments:</b>		
- Service Flat Fee Across All Terminal Locations	\$ 9.00	None
- Minimum Processing Fee Across All Terminal Locations	\$ 25.00	None
Fee Structure Per Transaction for Credit and Debit Cards:		
- Magnetic-Stripe Swiped Entries	2.82%	1.96%
VISA and Mastercard (Blended Rate Structure)	2.82% Plus \$.12	1.96%
Discover Card	3.67%	2.37%
- Manually Keyed-In Entries	3.67%	2.42%
VISA Card	3.67%	2.86%
MasterCard	3.67% Plus \$.12	2.37%
Discover Card		
<b>Other Unique Fees &amp; Charges:</b>		
- Chargeback Fee (per transaction)	\$ 15.00	None Indicated
- Reprogramming Charge (per each customer-owned terminal)	\$ 35.00	None Indicated
- American Express Card Acceptance	Requires Separate Agmt	Requires Separate Agmt
<b>Telephone System Costs</b>		
Monthly Phone Line Estimates	\$ 15.00	\$ 15.00
<b>Reporting</b>		
Monthly Statement Across All Locations	All-In-One	VISA/Mastercard = 1 Discover = 1