

**THIS IS A DRAFT AND WILL BE REPLACED BY THE FINAL, SIGNED
ORDINANCE OR RESOLUTION ADOPTED BY CITY COUNCIL.**

AN ORDINANCE

APPROVING THE AMENDMENT OF THE MERCHANT PAYMENT INSTRUMENT PROCESSING CONTRACT WITH JPMORGAN CHASE BANK, N.A. AND PAYMENTECH, LLC TO PROVIDE ENCRYPTION AND TOKENIZATION SERVICES ON CREDIT CARD TRANSACTIONS TO ASSIST IN THE IMPLEMENTATION OF THE CITY'S CUSTOMER FIRST SAN ANTONIO PROJECT WHICH INCLUDES POINT-OF-SALE SYSTEM AND RESERVATION-REGISTRATION SYSTEMS.

* * * *

WHEREAS, pursuant to Ordinance No. 2012-06-12-0520, passed and approved on June 12, 2012, the *Merchant Payment Instrument Processing contract* ("Contract") with JPMORGAN CHASE BANK, N.A. and PAYMENTECH, LLC ("Chase Paymentech") was approved, under which Chase Paymentech has provided merchant banking services for an initial three (3) year term commencing July 1, 2012, with the option in the City to renew for one (1) additional two (2) year term under the same terms and conditions, subject to approval of the City Council; and

WHEREAS, pursuant to Ordinance No. 2015-06-04-0492, passed and approved June 4, 2015, the Contract was extended for its one (1) additional two (2) year term under the same terms and conditions, with the renewal term to commence July 1, 2015, and terminate June 30, 2017; and

WHEREAS, in order to assist the City with implementation of its Customer First San Antonio project which includes point-of-sale and reservation-registration systems, City Staff has recommended that the Contract be amended to enable the City to obtain Safetech Page Encryption and Safetech Tokenization services, which are enhanced security measures for the transmission of card holder data; and

WHEREAS, upon consideration and deliberation of the matter and the City Staff recommendation on it, the City Council has determined that it is in the best interests of the City to accept the City Staff recommendation; **NOW THEREFORE:**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The *Amendment To Merchant Payment Instrument Processing Contract* ("Amendment") between the City and Chase Paymentech is hereby approved in all things. A copy of the Amendment is attached hereto as **Attachment I**. The Deputy Chief Financial Officer is hereby authorized to execute the Amendment on behalf of the City.

SECTION 2. There is no financial language required in connection with this Ordinance.

SECTION 3. This Ordinance shall take effect immediately if passed by eight (8) affirmative votes; otherwise this Ordinance shall take effect ten (10) days from the date of passage hereof.

PASSED and APPROVED this day of , 2016.

M A Y O R
Ivy R. Taylor

ATTEST:

APPROVED AS TO FORM:

Leticia M. Vacek, City Clerk

City Attorney

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