

RESOLUTION NUMBER R- 312390
DATE OF FINAL PASSAGE APR 25 2019

A RESOLUTION OF THE COUNCIL OF THE CITY OF
SAN DIEGO AUTHORIZING THE MAYOR OR HIS
DESIGNEE TO EXECUTE BANKING SERVICES
AGREEMENTS WITH BANK OF AMERICA AND BANK OF
AMERICA MERCHANT SERVICES FOR AND ON BEHALF
OF THE CITY OF SAN DIEGO.

WHEREAS, under San Diego Charter section 45, the City Treasurer is responsible for selection of the City of San Diego's banking services provider; and

WHEREAS, in June 2012, the City issued a Request for Proposal (RFP) No. 10025048-12-Z for banking services resulting in contract awards to Bank of America to provide core banking services (including depository, disbursement, reconciliation, and reporting services), payroll automated clearing house services (for electronic direct deposit payroll services), and procurement card services, and Citibank for security clearance and safekeeping services for the City's Pooled Investments and Bond Construction Funds; and

WHEREAS, the 2013 banking contracts were for a five-year term with a termination date of July 26, 2018; and

WHEREAS, on October 26, 2017, the City released a Banking Services RFP No. 10089286-18-F in order to solicit proposals from qualified financial institutions to provide banking services for a new five-year contract term; and

WHEREAS, City staff was unable to complete the procurement process for banking services contracts before July 26, 2018; and

WHEREAS, San Diego Charter section 99 prohibits the extension of contracts beyond five years unless the City Council adopts an ordinance authorizing the extension by a two-thirds' majority vote; and

WHEREAS, in order to ensure continuous banking services, the City Council authorized City staff to extend the 2013 banking contracts through April 26, 2019, with the option to terminate prior to that date upon thirty days' written notice to the banking services providers by San Diego Ordinances O-20973 (Aug. 1, 2018) and O-21035 (Jan. 11, 2019); and

WHEREAS, after an extensive evaluation process of qualified proposals, the City Treasurer selected Bank of America to provide core banking services (including Citywide Depository, Disbursement, Reconciliation and Reporting Services, Payroll Automated Clearing House for Electronic Direct Deposit Payroll Services, Online Payment Gateway and Procurement Card services); and

WHEREAS, the City Treasurer selected Bank of America Merchant Services to provide Merchant Card Processing Services for the City's credit card processing needs; and

WHEREAS, the City Treasurer selected US Bank to provide security clearance and safekeeping services for the City's Pooled Investments and Bond Construction Funds and a contract was executed for those services on July 10, 2018; and

WHEREAS, upon City Council and Mayoral approval, the new banking services contracts will begin on April 27, 2019, and remain in effect for a five-year term; and

WHEREAS, the total cost of the banking services contracts is estimated to be \$1,350,000 for Bank of America and \$10,550,000 for Bank of America Merchant Services over the five-year period depending on service levels; and

WHEREAS, the terms of the contract between the City and Bank of America are described in the Memorandum of Agreement (MOA) on file with the City Clerk as Document Number

RR-312390-1 and

WHEREAS, the terms of the contract between the City and Bank of America Merchant Services are described in the MOA on file with the City Clerk as Document No. RR-312390-2 and

WHEREAS, City staff have determined that this activity is not a project and is therefore not subject to the California Environmental Quality Act (CEQA) pursuant to CEQA Guidelines section 15060(c)(3); NOW, THEREFORE,

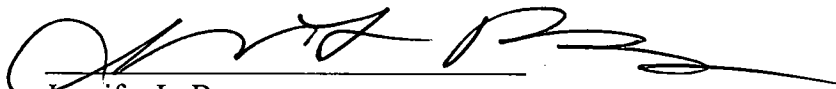
BE IT RESOLVED, by the Council of the City of San Diego, that the Mayor, or his designee, is authorized to execute, for and on behalf of the City, the MOA between the City and Bank of America on file with the City Clerk as Document No. RR- 312390-1

BE IT FURTHER RESOLVED, by the Council of the City of San Diego, that the Mayor, or his designee, is authorized to execute, for and on behalf of the City, the MOA between the City and Bank of America Merchant Services on file with the City Clerk as Document No. RR- 312390-2

BE IT FURTHER RESOLVED that the Chief Financial Officer is hereby authorized to expend an amount not to exceed \$1,350,000 for Core Banking Services and \$10,550,000 for Merchant Card Processing Services over the five-year contract term on the banking services contracts with Bank of America and Bank of America Merchant Services contingent upon the adoption of the FY 2020 Appropriation Ordinance, and contingent upon the Chief Financial Officer certifying that the funds necessary for expenditure are or will be on deposit with the City Treasurer.

APPROVED: MARA W. ELLIOTT, City Attorney

By

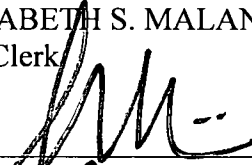


Jennifer L. Berry
Deputy City Attorney

JLB:jvg:ccm
April 10, 2019
Or.Dept:City Treasurer
Doc. No.: 1980657_2.docx

I certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of APR 23 2019.

ELIZABETH S. MALAND
City Clerk

By 
Deputy City Clerk

Approved: 4/25/19
(date)


KEVIN L. FAULCONER, Mayor

Vetoed: _____
(date)

KEVIN L. FAULCONER, Mayor

Passed by the Council of The City of San Diego on APR 23 2019, by the following vote:

Councilmembers	Yeas	Nays	Not Present	Recused
Barbara Bry	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Jennifer Campbell	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Chris Ward	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Monica Montgomery	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Mark Kersey	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Chris Cate	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Scott Sherman	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Vivian Moreno	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Georgette Gómez	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Date of final passage APR 25 2019.

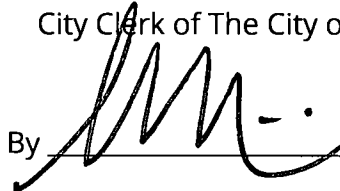
(Please note: When a resolution is approved by the Mayor, the date of final passage is the date the approved resolution was returned to the Office of the City Clerk.)

AUTHENTICATED BY:

KEVIN L. FAULCONER
Mayor of The City of San Diego, California.

(Seal)

ELIZABETH S. MALAND
City Clerk of The City of San Diego, California.

By  Deputy

Office of the City Clerk, San Diego, California

312390

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