

RESOLUTION NO. 2008-216

Adopted by the Sacramento City Council

April 10, 2008

APPROVAL OF AN AGREEMENT WITH CHECK PROCESSING INC. TO PROVIDE COLLECTION AND PROCESSING OF UTILITY BILL PAYMENTS AT AUTHORIZED PAY STATION LOCATIONS, AND APPROVAL TO PAY UNPAID INVOICES

BACKGROUND

1. The City provides convenient options for utility customers to pay their bill, which includes local authorized neighborhood pay stations. The City's agreement with Check Processing Inc. (CPI) to provide for the collection and processing of utility bill payments made at the authorized pay stations expired on February 28, 2007.
2. The City conducted a competitive bid process in December 2007 for a new contract for the collection and processing of utility bill payments at authorized pay stations, with CPI being the sole bidder. Execution of a new agreement with CPI will provide for continued utility bill payment collection and processing for a period of 3 years, at an estimated total cost of \$201,000.
3. During the period of time after the prior contract expired, CPI continued to provide these services for the Department of Utilities, generating unpaid invoices in the amount of \$80,423.46, and the Department has recommended payment of these invoices.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. The City Manager or authorized designee is authorized to execute a three year agreement, expiring June 30, 2011, with Check Processing Inc. for the collection and processing of utility bill payments from authorized pay stations for a total amount not to exceed \$201,000.
- Section 2. The City Manager or authorized designee is authorized to pay Check Processing Inc. the amount of \$80,423.46 for collection and processing services provided to the Department since February 28, 2007.

Adopted by the City of Sacramento City Council on April 10, 2008 by the following vote:

Ayes: Councilmembers Cohn, Fong, Hammond, McCarty, Pannell, Tretheway, Waters, and Mayor Fargo.

Noes: None.

Abstain: Councilmember Sheedy.

Absent: None.



Mayor Heather Fargo

Attest:



Shirley Corcolino, City Clerk