FILE NO. 050866

RESOLUTION NO. 543-05

[Authorizing Agreement with J.P. Morgan Electronic Financial Services, Inc.]

Resolution authorizing an agreement with J. P. Morgan Electronic Financial Services, Inc. to facilitate the use of state-issued Electronic Benefits Transfer cards at the Alemany Farmer's Market.

WHEREAS, Under an exclusive agreement with the State of California, J. P. Morgan Electronic Financial Services, Inc. manages the issuance of United States Department of Agriculture Food and Nutrition Services food stamp benefits to recipients in the State, including the state-issued Electronic Benefits Transfer Cards; and

WHEREAS, California Government Code Section 6159c requires a City to obtain authorization from its city council before accepting debit cards or electronic funds transfers for payment of any charge due the city; and

WHEREAS, The Real Estate Department, which operates the Alemany Farmer's Market, wishes to ensure that food stamp recipients have easy access to fresh, nutritious and wholesome foods through the Farmer's Market; and

WHEREAS, The Real Estate Department, wants to enter into a no cost agreement with J. P. Morgan Financial Services, Inc. to enable food stamp benefit recipients to use stateissued Electronic Benefits Transfer Cards when making purchases at the Alemany Farmer's Market; and

WHEREAS, Under Charter Section 9.118 the Board of Supervisors is required to approve an agreement if the term exceeds ten years; and

WHEREAS, the term of the Agreement with J.P. Morgan Financial Services, Inc. might exceed ten years; and

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WHEREAS, the Agreement with J. P. Morgan Financial Services, Inc. requires the City to indemnify J. P. Morgan Financial Services, Inc., the Issuer of the Electronic Benefit Transfer Cards, and the State of California for any loss, liability, damage, fee or expense, including reasonable attorneys' fees (collectively, "Loss") arising out of all breaches of the Agreement by the City or any claims by any other party if and to the extent a court of competent jurisdiction determines such loss resulted from the negligent acts or omissions of the City and to indemnify J. P. Morgan Financial Services, Inc. for any Loss incurred because of the negligent or willful acts of the City regarding the use, possession, operation, storage and condition of Point of Sale terminal equipment provided to the City under the Agreement; now, therefore be it

RESOLVED that this Resolution satisfies the requirements of California Government Code Section 6159c and San Francisco Charter Section 9.118; and be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the Department of Real Estate to enter into an agreement with J. P. Morgan Electronic Financial Services, Inc. in a form substantially similar to the draft agreement on file in Board of Supervisor's File No. <u>050866</u>. in order to facilitate the use of Electronic Benefits Transfer Cards at the Alemany Farmer's Market.

APPROVED:

egnito Steve Legnitto Director of Property

Supervisor Ammiano BOARD OF SUPERVISORS



City and County of San Francisco

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

Tails

Resolution

File Number: 050866

Date Passed:

Resolution authorizing an agreement with J. P. Morgan Electronic Financial Services, Inc. to facilitate the use of state-issued Electronic Benefits Transfer cards at the Alemany Farmer's Market.

July 19, 2005 Board of Supervisors - ADOPTED

Ayes: 11 - Alioto-Pier, Ammiano, Daly, Dufty, Elsbernd, Ma, Maxwell, McGoldrick, Mirkarimi, Peskin, Sandoval

File No. 050866

I hereby certify that the foregoing Resolution was ADOPTED on July 19, 2005 by the Board of Supervisors of the City and County of San Francisco.

JUL 29 2005

Date Approved

loria L. Young

erk of the Board vor Gavin Newsom