

Exhibit D6

Scenario #1

Annual Revenue = \$250,000

Approximately 60% of sales from Credit/Debit Card Sales and thus subject to interchange fees = \$150,000

Sales Taxes Paid (10%) = \$15,000

Interchange Fees on Sales Taxes (3%) = \$450 (the business would reduce expenses by this amount)

Annual Example - Scenario #1

State Tax = \$250,000 x 6.5% = \$16,250

Local Tax = \$250,000 x 3.5% = \$8,750

Current Annual 2% Discount - State	= \$325.00
Current Annual 2% Discount - Local	= \$175.00
Total Current Discount	= \$500.00

Proposed Annual 1½% Discount – State	= \$243.75
Current Annual 2% Discount - Local	= \$175.00
Total Proposed Discount	= \$418.75

Annual Discount Reduction	= -\$ 81.25
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Annual Interchange Fee Cost Reduction	= +\$450.00
[= \$25,000 Total Tax x 60% cad = \$15,000 Tax using payment Card. \$15,000 x 3% Interchange Fee Reduction = \$450]	

Annual Net Gain to Business	= +\$368.75
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Scenario #2

Businesses with less than \$500,000 per year in annual sales or an average monthly sales total of \$42,000 would still qualify for the full vendor allowance of \$50 a month and would only benefit by eliminating interchange fees, so their gain would be \$450 per month.

Monthly Example Scenario #2

State Tax = \$42,000 x 6.5% = \$2,730

Local Tax = \$42,000 x 3.5% = \$1,470

Current 2% Discount - State = \$54.60

Current 2% Discount - Local = \$29.40

Total Current Discount = \$84.00

Proposed 1½% Discount – State = \$40.95

Current 2% Discount - Local = \$29.40

Total Proposed Discount = \$70.35

Monthly Discount Reduction = -\$13.65

Monthly Interchange Fee Cost Reduction=+\$75.60

[=\$4,200 Total Tax x 60% cad = \$2,520 Tax
using payment Card. \$2,520 x 3% Interchange
Fee Reduction = \$75.60]

Monthly Net Gain to Business = \$61.85

(\$61.85 Monthly = \$742.20 Annual)

Scenario 3 – A grocery store has \$15 million in annual sales with 60% paid by CC/Debit card.

Sales Taxes on CC/Debit Card Purchases = \$900,000

Interchange Fees on CC/Debit Card Purchases (2%) = \$18,000 saved on interchange fees

Allowable Vendor Allowance = \$600

Total Benefit = \$18,600 less \$12,000 previous max vendor allowance = Net Benefit of \$6,600

Assumes total tax rate on sales at grocery store are 10%. Does not consider reduced tax rates on food. Analysis = 6.5% State and 3.5% Local

Annual Example – Scenario 3

State Tax = \$15,000,000 x 6.5% = \$975,000 Annually

Local Tax = \$15,000,000 x 3.5% = \$525,000 Annually

Current 2% Discount - State = \$12,000

Current 2% Discount - Local = \$10,500

Total Current Discount = \$22,500

Proposed 1½% Discount – State = \$ 600.00

Current 2% Discount - Local = \$10,500

Total Proposed Discount = \$11.500

Discount Reduction = -\$11,000 Annually

Interchange Fee 2% Cost Reduction
– 60% of sales are through card = +\$18,000 Annually

Net Gain to Business = +\$7,000 Annually