

October 2020 Interchange Modifications

Visa and Discover have announced new rates and service changes to take effect in October 2020. Wind River Financial has studied the announced changes and summarized below those that we believe to have the most significant impact on merchant clients.

Visa enhancements to Business-to-Business Virtual Payments Product Offering

A new global interchange fee program will be introduced to support business-to-business virtual payments.

<u>New Fee Program</u>	<u>New Rate</u>
VS B2B Program 1	0.80% + \$0.00
VS B2B Program 2	1.00% + \$0.00
VS B2B Program 3	1.20% + \$0.00
VS B2B Program 4	1.40% + \$0.00
VS B2B Program 5	1.60% + \$0.00
VS B2B Program 6	1.80% + \$0.00

Discover new US PSL Debit Debt Repayment Interchange Programs

Merchant category codes (MCC) 6012 and 6051 are eligible in the US for the repayment of consumer loans including auto, student, mortgage, and credit card balances. The difference between Debit and Max Debit is that Debit is equal to or less than \$320.00, and Max Debit is greater than \$320.00 and applies to the Debit and Prepaid non-regulated.

<u>New Fee Program</u>	<u>New Rate</u>
DS Debt Repayment Debit	1.80% + \$0.00
DS Debt Repayment Maximum Debit	1.80% + \$0.00
DS RegF Debt Repayment Debit	1.95% + \$0.00
DS Reg Debt Repayment Debit	1.95% + \$0.00
DS Debt Repayment Prepaid	1.97% + \$0.00
DS Debt Repayment Maximum Prepaid	2.05% + \$0.05
DS RegF Debt Repayment Prepaid	0.05% + \$0.22
DS Reg Debt Repayment Prepaid	0.05% + \$0.22

Discover changes to the E-Commerce, US Consumer Acquirer Interchange Programs

Discover is adding a Transaction Amount Validation check to the current E-Commerce, US Consumer Interchange Programs. The tolerance range must be +/- difference between the Card Sale amount on the Authorization Request and Sales Data records for the MCC's listed below.

<u>MCC</u>	<u>Tolerance Level</u>
4121 – Taxicabs/Limousines	+/- 20%
7230 – Beauty/Barber Shops	
3000 - 3350, 4111, 4112, 4131, 4411, 4511 - Passenger Transport	Not Subject to Transaction Amount Validation
3351–3441, 7512, 7513, 7519 Car Rentals	
3501–3999, 7011, 7012 Hotels	
5541 - Service Stations	
5542 - Automated Fuel Dispensers	
5812 - Eating Places and Restaurants	
5813 - Drinking Places (Alcoholic Beverages)	
5814 - Fast Food Restaurants	
5815 - 5818 - Digital Goods	
MCCs other than those listed above	