

FedACH Risk[®] Management Services

The FedACH Risk Management Services product suite provides financial institutions with tools to help mitigate ACH risk.

- Provides online access via multiple FedLine[®] Solutions with no additional technical implementation required
- Provides monitoring and alert notification for depositing financial institutions (DFIs) and account holders whether originating or receiving ACH payments
- Streamlines ACH risk monitoring by fulfilling components of your risk management strategy within FedACH[®] Services technology
- Provides the DFI both transparency and control in ACH whether the processing occurs in the DFI's back office or remotely

FedACH Risk Management Services

Available via the FedLine Web[®] or FedLine Advantage[®] Solutions, the FedACH Risk Management Services product suite includes four easy-to-use risk mitigation tools.

- FedDetect Anomaly Notification for FedACH Services identifies atypical activity for the current day using baselines established for your financial institution's historical activity or by comparing your ACH transactions to industry rules
- FedACH Risk Origination Monitoring Service provides originating depository financial institutions (ODFIs) enhanced control, flexibility and automated ease in monitoring ACH risk
- FedACH Risk RDFI Alert Service provides notice of unusual or noteworthy conditions within a receiving depository financial institution's (RDFI) FedACH files or batches or in a receiver's items based on alert criteria thresholds you establish in the service

FedDetect Anomaly Notification for FedACH Services

Timely Notifications of Atypical Activity

Helps financial institutions to monitor for unusual FedACH activity.

- Sends timely, encrypted email notifications when anomalies are detected, allowing you to address concerns
- Helps you to adhere to Nacha rules and potentially avoid future rule violations
- Offers historical reporting with download capabilities

Use cases:

- **Notifications of change (NOC):** Improve your operations by monitoring when your institution receives the same NOC more than once, outside of prescribed Nacha designated change timeframes
- **Same-day debit large dollar variance:** Gain insight on your Fed account when unusual high-dollar debit batches will settle on the current processing day in the final same-day window
- **Micro-entry return and forward entries:** Monitor velocity of return/forward micro-entries for originators that use small-dollar entries for account verification purposes

FedACH Risk Origination Monitoring Service

Powerful Control and Customization

The FedACH Risk Origination Monitoring Service:

- Monitors ACH batches associated with selected routing transit numbers (RTNs) or Company IDs
- Controls ACH payments originated by your customers over a single or multiple processing days regardless of the network entry point or your ACH software
- Tailors and self-administers the monitoring criteria to reflect your particular risk management strategies and customer profiles

Comprehensive Online Monitoring Capabilities

Through its online, self-service, customized monitoring features, the service lets you choose ways to set and control debit and credit caps, end-of-day defaults and monitoring time frames.

The service offers options to monitor accumulated totals at the batch level.

FedACH Risk RDFI Alert Service

Strong Risk Alert Management

- Provides notice of unusual conditions, such as potential fraud attempts and/or significant origination errors, within an RDFI's incoming FedACH batches and/or files and/or within the receiver's items
- Sends near-simultaneous file- and batch-level alerts when the Federal Reserve Banks transmit a file, even if you use a processor that does not distribute your files to your institution until later in the day
- Monitors incoming FedACH activity without interfering with or delaying payments processing
- Allows you to set batch- or item-level alert parameters using combinations of up to eight fields in the ACH record. Any condition satisfying pre-set parameters triggers email alerts

The FedACH Advantage

Federal Reserve Financial Services is committed to developing innovative options to meet your changing needs. As a trusted ACH operator, our combination of high dependability, security, and efficiency enables you to provide the best ACH services to your customers.

Where Can I Get More Information?

To learn more about FedACH Risk Management Services, visit the Contact page on FRBServices.org® for contact information for your relationship manager.

The Financial Services logo, "FedACH Risk," "FedLine," "FedACH," "FedLine Web," "FedLine Advantage" and "FRBServices.org" are service marks of the Federal Reserve Banks. A list of marks related to financial services products that are offered to financial institutions by the Federal Reserve Banks is available at FRBServices.org.

080824RPO0563