



FedACH® Participation Agreement Instructions

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This guide provides a listing of FedACH Participation Agreements and a description of the FedACH services associated with each agreement. It also references pages of the FedACH Participation Agreement that should be completed for specific FedACH services.

Concepts, Terms and Definitions

1. For purposes of this agreement, the terms Participating Institution and Depository Institution are synonymous.
2. ODFI - Originating Depository Financial Institution
3. RDFI - Receiving Depository Financial Institution
4. A Sending Point (SP) is an entity that owns the electronic connection that is used to send ACH files to the Reserve Bank.
5. A Receiving Point (RP) is an entity that owns the electronic connection that is used to receive ACH files from the Reserve Bank.
6. A Service Provider:
 - a. Is an entity that a Participating Institution has designated to receive or send files;
 - b. It may be a Receiving Point or Sending Point; and
 - c. It may be a Participating Institution (see instructions for Parts 3A and 3B for further explanation).
7. Alternate Access Arrangement - an option available to Sending Points that allow them to replace their RTN in the Immediate Origin field of the file header with the RTN of the originator on the batch headers in a particular file. The content of the files will be specific to one originating RTN. A Sending Point can request this set up by checking the optional box in Section 3 of Table S.2. Whether the option is selected or not, completion of Table S.2 means the Sending Point will be able to send items for the participant RTN in Section 2, on files they create with the Sending Point's RTN in the file header.
8. Commingled files - an option available to Service Providers on Table R.1, this selection causes the batches for all of the RDFIs routed to a Service Provider to be included in the same delivered files
9. Discrete files - an option available to Service Providers on Table R.1, this selection causes the batches for each RDFI routed to a Service Provider to be delivered in individual files, with different file modifiers. The files will have the RDFI RTN as the Immediate Destination in the file header, but will be delivered according to the Service Provider's set up in ACH Customer Directory (ACD).
10. Technically Discrete - an option available to a Service Provider, allowing them to receive specific RDFIs on separate files in addition to receiving a commingled file containing transactions for other associated RDFIs. If the Service Provider checks the 'Optional' box on Table R.3, batches for the participant RTN on the agreement will delivered in a file with the participant's RTN in the file header as the Immediate destination and these files will be routed to the Service Provider's connection.

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11. Within the agreement, certain pages and/or sections are marked with the statement “When you submit this page [or section], the submitted page [or section] supersedes any previous versions of the same page [or section].” This means that only the most recent version of the page (or section) will be effective as an instruction to the Reserve Bank. Hence, when updating such pages (or sections) both the new information and any previous information that needs to remain effective should be included
12. All FedACH Agreements must be signed by an individual on the Official Authorization List (OAL) for the requesting institution(s).

New Depository Institution to the FedACH Application

To establish a basic profile to be used for FedACH Services, choose from the agreements listed below*, based on options applicable to your institution:

Complete: Part 1 - Agreement to Terms and General Participant Information (must be completed by all participants)

Table S.1 - Basic Origination Options (to be own Sending Point)

Table S.2 - Service Provider Designation (if you are an originator adding a Service Provider as a Sending Point)

Table S.3 - Sending Point Designation (if you will send files using another institutions connection)

Table S.4 - Service Provider Contact Form (if a Sending Point)

Table R.1 - Receiving Point Options for Participating Institutions/Service Providers (if a Receiving Point)

Table R.3 - Service Provider Designation (If using a Service Provider as a Receiving Point)

Table R.4 - Participating Institution Item Type Receipt Sort Options (If different item types will be routed to more than one Receiving Point)

Table R.7 - Service Provider Designation (If you will be receiving files using another institutions connection)

Table R.8 - Service Provider File Sort Selections (Your files are sorted and different file types will be delivered to multiple connections owned by another institution)

Part 5A - Advices (Settlement information)

Part 8 - ACH Security Procedure Agreement (must be completed by all participants)

***Note:** An Accounting agreement may also be required to establish settlement and billing arrangements if the participant is an ODFI and/or RDFI, and to establish billing arrangements for non-depository institutions.

Part 1 – Agreement to Terms and General Participant Information

This agreement is used to add or maintain the basic information about a financial institution. Many of the fields on this form contain required information, such as the institution's name and RTN/ETI, and the default address, phone number and e-mail address, so it must be completed by all participants.

- To update the name, default, legal or operations address, default contact name, phone number and/or e-mail address on your FedACH profile:

Complete: Part 1 - Agreement to Terms and General Participant Information

- To add or change or delete your ACH association membership:

Complete: Part 1 - Agreement to Terms and General Participant Options

Part 2 – Origination Options:

The agreements included in Part 2 of the FedACH participation agreement are used to establish Origination and Sending Point services for participating institutions. The agreements address different options available to an institution based on their requirements and institution type.

Table S.1 Basic Origination Option - use to set up an institution as a Sending Point

Table S.2 Service Provider Designation - use to designate another institution as a Sending Point for the participating institution. The Sending Point can use the optional field on the agreement to establish an Alternate Access arrangement¹ with participant

Table S.3 Sending Point Designation - use when the participant is a Service Provider for other ODFIs, and wants to use another entity's electronic connection to send input files

Table S.4 Service Provider Contact Form - Contacts used when there are issues with ACH files that FedACH needs to address with the participant

- To begin sending FedACH detail files from your own electronic connection (both ODFIs and non-ODFIs):

*Complete: Table S.1 - Basic Origination Option; and
Table S.4 - Service Providers Contact Form*

¹A standard origination file has the Sending Point RTN in the Immediate Origin field of the file header and the originator RTN in the batch header. When an Alternate Access arrangement is in place, the Sending Point has the option of placing the originator's RTN in the Immediate Origin field of the file header in addition to it being in the batch header.

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- To change your FedACH input file reject level (Batch level or File level):

Complete: Table S.1 - Basic Origination Option (for Sending Points)

- To add or delete an RTN/ETI that is authorized to act as a Sending Point and will send ACH transactions to FedACH on your behalf:

Complete: Table S.2 - Service Provider Designation

- To send items for an ODFI that your institution is a Sending Point for in a separate file identifying the ODFI in the file header record of the file.

Complete: Table S.2 - Service Provider Designation- select the optional box on the agreement for each ODFI you want to send in this type of discrete file

Table S.4 - Service provider contact form (if not already in place)

- To designate a Sending Point when your institution is not an ODFI or a Sending Point but is a Service Provider for multiple ODFIs.

Complete: Table S.3 - Sending Point Designation; and

Table S.4 - Service provider contact form (if not already in place)

- To add another institution as a Sending Point because you need to send files on a regular basis (not as a contingency) from connections owned by another entity

If your institution **is** an ODFI

Complete: Table S.2 - Service Provider Designation with the 'Optional' box selected

If your institution **is not** an ODFI

Complete: Table S.3 - Sending Point Designation

- To designate a Sending Point when your institution is an ODFI and Service Provider for multiple ODFIs but is not a Sending Point

Complete: Table S.2 - Service Provider Designation (to add ODFI/SP relationship for your items) and

Table S.3 - Sending Point Designation (for the files you send for other related ODFIs from the Sending Point's connection)

Table S.4 - Service Provider contact form (if not already in place)

Part 3 – Receipt Options

The FedACH agreements in Part 3 address the various receipt options available to a participating institution. Using these agreements, an RDFI, can select their level of participation (Government & Commercial or Government Only) and indicate to what Receiving Point (RP) the different types of items they receive will be delivered. As a RP and/or Service Provider, an institution can indicate how and where they want items for themselves and/or their customers delivered.

Table R.1 Receiving Point Options for Participating Institutions/Service Providers - use to:

1. Establish an RDFI's level of participation (Commercial and Government or Government Only)
2. to designate an institution as a Receiving Point
 - a. determine if the files received will be commingled or discrete²
 - b. determine if the files will be sorted or non-sorted³
 - c. indicate the type of channel the file will be delivered on

Table R.3 Service Provider Designation - use to designate a single Service Provider to receive all item types for your institution. Using the option available on this agreement a Receiving Point could elect to receive a 'technically discrete'⁴ file for the participant

Table R.4 Participating Institution Item Type Receipt Sort Options

Table R.7 Receiving Point Designation

Table R.8 Service Provider File Sort Selections

- To establish an RDFI (Depository Institution) or Service Provider (Non-Depository Institution) as a Receiving Point of sorted or non-sorted files:

Complete: Table R.1 - Basic Receipt Option

- To indicate, as an RDFI, where all your FedACH items will be delivered (a new Service Provider)

Complete: Table R.3 - Service Provider Designation - there is an option included on this agreement for the Receiving Point to request technically discrete delivery of the items for the RDFI completing this agreement

² If the RP selects 'commingled', they will receive the transactions for all of their associated RDFIs on one file. If they select 'discrete' the RP will receive a separate file from each distribution for each associated RDFI. The file modifiers will be assigned to the files based on when the first item is received by each RDFI prior to each distribution.

³ File Sort Options allow items delivered to a specific RP to be sorted into separate files based on the types of items being delivered (Corporate, Consumer Returns, Rejects, NOCs, etc.) and/or settlement dates. These sorts are an RPs option. See Appendix 1 for the File Sort Options for Receiving Points table

⁴ A 'technically discrete' file is a file containing the transactions for a single RDFI, that is delivered to the electronic connection belonging to the RP- it is necessary to designate the RDFI as a receiving point in the database to accomplish this

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- To begin receiving some of your FedACH item types to an electronic connection you own and have the remaining FedACH item Types ⁵ sent to a Service Provider(s)

Complete: Table R.1 - Basic Receipt Option - (as the participating institution, you are not currently a Receiving Point)

Table R.4 - Participating Institution Item Type Receipt Sort Options - this is for the items being delivered to your Service Provider(s)

- To begin receiving different FedACH item types to different Service Providers

Complete: Table R.4 - Participating Institution Item Type Receipt Sort Options - an additional Table R.4 must be completed for each Service Provider that will be receiving any item type

- To designate a Receiving Point for an institution that is an RDFI and a Service Provider for other RDFIs but is not a Receiving Point.

Complete: Table R.3 - Service Provider Designation (if as an RDFI all your items will be delivered to the same provider) or

Table R.4 - Item Type Sort Options- (if as an RDFI some of your items types will be delivered to multiple providers) and

Table R.7 - Receiving Point Designation - if all file types will be delivered to one Receiving Point, or

Table R.8 - Service Provider File Sort Selections - if sorted files will be delivered to multiple Receiving Points

- To add a receiving point for an institution that is a Service Provider, but not an RDFI or a Receiving Point:

Complete: Table R.7 - Receiving Point Designation

- To add multiple Receiving Points for different file types for an institution acting as a Service Provider, but is not an RDFI or a Receiving Point:

Complete: Table R.8 - Service Provider File Sort Selections

Part 4: Sending Point and Receiving Point Contingency Information

This agreement is used by Sending and Receiving Points to establish alternate processing arrangements for use in contingency situations. The agreement is kept on file at the RPO Customer Support site and can be invoked when necessary. The FI can choose to use other connections at their current site, a connection they own at an alternate site or to select a Contingency partner who can send or receive files for them. An institution can have more than one agreement on file. The Contingency partner indicated on the agreement must own the connection that they will use in the case of a Contingency situation.

⁵ See Appendix 2

Part 5A: Advices

FedACH creates Advices after each settlement window summarizing the ACH settlement activity for each financial institution. Financial Institutions have access to this information for their own Routing Transit Number (RTN) and for any RTNs they have a settlement arrangement with in the ACH database. This information can also be provided to another entity referred to as a Service Provider. Physical copies of the advices can be delivered in a number of different formats and the information is also available in FedLine® Information Services (FLIS) to an institution that has FedACH access in FLIS. This agreement is used to request the delivery of a physical advice. Advice files are available to FedLine Direct® and FedLine Command® Solution customers in PDF format (appl ID PDAA) and to FedLine Direct, FedLine Command and FedLine Advantage® Solution customers.⁶ Advices can also be delivered in a Nacha formatted file (appl ID FAHA) which uploaded to a customer's backend system for balancing purposes. Multiple sequences of advices can be requested.

- To add, delete or change how or where your FedACH advice(s) is delivered

Complete: Part 5A - Advices

- To request that a copy of your advice be delivered to a Service Provider, either discretely or commingled:

Complete: Part 5A - Advices

Part 5B: Balance Report

Balance Reports provide a summary of all transaction files that are sent to, or received from the Federal Reserve Banks for a particular Sending Point and/or Receiving Point on a specific processing date. The information can be provided to the Sending Point and/or Receiving Point or to another entity referred to as a 'Service Provider'. This information is also available on FLIS to institutions with FedACH access.

Balance report files (appl ID PDAB) can be delivered to FedLine Direct and FedLine Comand customers only.

- To add, delete or change how or where your FedACH Balance Report is delivered

Complete: Part 5B - Balance Report

- To request that a copy of your Balance Report be delivered to a Service Provider

Complete: Part 5B - Balance Report

⁶ Advices can be delivered to any customer via email or fax. To receive Advices via email visit <https://www.frbservices.org/> select 'Forms', then 'FedLine Solutions', then 'FedMail' and complete the FedMail® Request Form. The monthly subscription fee can be obtained at the same website by selecting 'Resources' and then 'Fees'.

Part 5D: Information File

The Information File service provides an information-only Nacha formatted file (appl ID FIEF) containing all ACH items delivered to a subscribing Routing Transit Number (RTN) during each processing day. Only one Information file can be created for each RDFI. It can be delivered to an electronic connection owned by the subscribing institution, or to a connection belonging to a designated Service Provider⁷. This file is created in addition to the regular delivery of the RDFIs transactions as defined in their profile. As a value added service, there is a monthly subscription fee that can be obtained on the www.FRBservices.org by clicking on 'Resources' and then 'Fees'. If the file is received by a Service Provider, they receive the associated charge.

Part 6A: FedGlobal ACH Payments Service Request Form

This agreement is used to sign up for, make service changes to or delete the FedGlobal ACH Payments Service, which enables a participating Institution to originate payments to receivers in certain foreign countries via FedACH. If you also sign up for the F3X service, you will be able to send entries containing Payment information without attaching settlement to participating countries. FedGlobal ACH Payments and the F3X Service are separate services and must be requested individually.

Section A - FedGlobal ACH Payments Service Request Form

Use this Section to add or delete your institution's ability to send FedGlobal ACH Payments to participating countries, or change the countries you are participating in.

Section B - F3X Service Request Form

Use this to add, delete or make changes to the F3X Service for your institution

Part 6B: FedACH Risk® Origination Monitoring Service

FedACH Risk Origination Monitoring enables ODFIs with access to set dollar limits on certain batches of

⁷ The Service Provider designated to receive an Information file must own the connection that the file will be delivered to.

forward ACH items sent to FedACH for processing. The service will 'pend' these batches when they meet established criteria, and an email will be sent to addresses defined in the service. This gives the ODFI the opportunity to release or reject these batches. The service is administered by the sending bank through FedLine Information Services.

Part 6C: FedACH Risk RDFI Alert Service Request Form

The FedACH Risk RDFI Alert Service provides notice of unusual conditions within a Receiving Depository Financial Institution's (RDFI's) incoming FedACH batches and/or files and/or with the institution's receiver's items. It alerts the RDFI and its receivers to potential fraud attempts and/or significant origination errors based on criteria set up by the RDFI. The Service is accessed and administered online through FedACH Information Services on the FedLine Web® Solution. If your institution does not access FedLine Web or if your institution has multiple RTNs using the Service, your institution can designate a Service Participation Point from which the Service can be accessed and administered on behalf of your institution's subscribing RTNs. To designate a Service Participation Point (SPP), use the Designation of Service Participation Point form (Part 6E).

- To add or delete the FedACH Risk RDFI Alert Service:

Complete: Part 6C - FedACH Risk RDFI Service Request Form

- To designate a Service Participation Point to administer the service for your institution:

*Complete: Part 6E - Designation of Service Participation Point
Section A- if the SPP is owned by your institution
Section B- if it a Third Party SPP*

Part 6D: FedPayments® Reporter for FedACH

The FedPayments Reporter Service for FedACH enables financial institutions, based on established criteria, to automatically search their ACH files for valuable ACH information, such as return items, DNE entries, and financial EDI messages, including health care remittance reassociation trace numbers and convert this data into human readable reports. These reports can be distributed as set up in the service, and sent to addresses within your institution or to your business customers, including health care providers. The reports on financial EDI messages, available through the service, can help you match ACH payments to other documentation such as invoices or payroll records.

The Service is accessed and administered online through FedACH Information Services on FedLine Web®. If your institution does not access the FedLine Web or FedLine Advantage® Solutions, or if your institution has multiple RTNs using the Service, your institution can designate a Service Participation Point (SPP) from which the Service can be accessed and administered on behalf of your institution's subscribing RTNs. To designate a Service Participation Point (SPP), use the Designation of Service Participation Point form (Part 6E).

Section A - Service Request Form

This section of Part 6D is used to establish the FedPayments Reporter Service for a financial institution.

Section B - Designation of Nonpayment File Delivery Channel and Connection (Reports via FedLine)

An institution participating in the FedPayments Reporter Service, or their SPP, may elect to have some or all of their reports, generated by the FedPayments Reporter Service, delivered via a file delivery channel. This Section of Part 6D is used to designate the channel and electronic connection that the Federal Reserve Banks should utilize for delivery of these reports. Only one electronic connection may be designated for each participating institution.

Section C - Designation of Nonpayment File Sending Connection (On-us Inclusion)

An institution that participates in the FedPayments Reporter Service may elect to send nonpayment files to the Reserve Bank so that the service can include the information from those files in reports generated by the service for your institution. An institution can designate a connection it owns and/or a connection owned by a Service Provider, to send the nonpayment files to the Reserve Bank. More than one connection can be utilized, but a separate copy of this form must be completed for each connection.

Part 6E: Designation of Service Participation Point

This agreement enables an institution who is participating in the FedPayments Reporter Service and/or the FedACH Risk RDFI Alert Service to designate a Service Participation Point (SPP) to have access to and administer one or both of these services for them. Each participating institution can have only one SPP, but a single SPP can be used by multiple RTNs – in some cases these RTNs are related and in some cases the SPP is an unrelated third party. These forms serve to designate or revoke Service participation Points, not the FedPayments Reporter or FedACH Risk RDFI Alert services themselves. A SPP is not required to sign up for FedPayments Reporter or FedACH RDFI Alert services on its own RTN/ETI in order to serve as a SPP for a participating institution.

Section A - Service Participation Point owned by Your Institution

If the service will be accessed and administered for your RTN and related RTN using the service(s) from an electronic device that is owned and operated by your institution, Section A should be completed.

Section B - Third Party Service Participation Point

If the service will be accessed and administered for your institutions' RTNs using the service(s) from an electronic device that is owned and operated by a third party, Section B should be completed

Part 6F: FedACH® Exception Resolution Service Request Form

The FedACH Exception Resolution Service enables your institution to manage ACH exception cases. Exceptions are defined as disputes, notifications, questions or requests for additional information either from a financial institution (FI) or on behalf of an account holder of the institution. FedACH Exception Resolution Service is an informational service only; no accounting is generated through this service.—The service is accessed and administered online through the FedLine Web or FedLine Advantage Solutions.

A Participating Bank may be a Partial Service Participant, a Full Service Participant, or an Offline Service Participant. With respect to any ACH Exception Use Case, a Participating Bank is either a Requesting Bank or a Responding Bank.

A Partial Service Participant can act only as a Responding Bank by receiving, reading, and responding to an ACH Exception Use Case, request reports, as well as view a 13-month archive of all inbound and outbound messages regarding the Service, but cannot act as a Requesting Bank.

A Full Service Participant can initiate, receive, read, respond, close or cancel cases, request reports, as well as view a 13-month archive of all inbound and outbound messages regarding the Service as either a Requesting or a Responding Bank.

An Offline Service Participant means a depository institution that agrees to become a Participant using the offline service by designating the Reserve Bank to access and use the functionality of the application on behalf of the Offline Participant.

- To add or delete FedACH Exception Resolution Service:

Complete: Part 06F – FedACH Exception Resolution Service Request Form

- All users must complete sections 2, 3 and 4 to add, delete or modify access
- To add or delete secondary ABAs related to the primary, complete section 3.1
- To add or delete an agent to initiate / respond on your behalf, complete sections 3.2 and 5.
- To sign-up for the Offline¹ service, complete section 3.4
- To add or modify courtesy notification emails to alert Responding Banks that Exception Resolution Service cases have been delivered, complete section 3.3.
- For modifications of email notifications only, please complete sections 2, 3, 3.1 and 4. The emails on the most recent agreement will be used.

Part 6G: FedACH FedPayments Insights Service Request Form

The FedPayments Insights Service is a FedACH business intelligence and analytics service, accessed through the FedLine Web and FedLine Advantage Solutions, that allows customers to interact in a dynamic way with their ACH data to easily review daily and historical trends. Financial institutions can obtain fast and accurate information to gain valuable business insights on ACH payment trends and behavior by accessing a more complete view of your institution's ACH information with all payment data including government and commercial transactions that settled through FedACH Services. A Participating Institution must be a depository financial institution.

Note: The FedPayments Insights Service is accessed online through the FedLine Web and FedLine Advantage Solutions. In addition to the service request form, an End User Authorization Contact (EUAC) will need to add the FedPayments Insights subscriber role to enable users to access the service.

¹ Refer to Operating Circular 4 Appendix H – Exception Resolution Service for any restrictions of usage and service features
FRBservices.org

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- To add or delete the FedACH FedPayments Insights Service:

Complete: Part 06G – FedACH FedPayments Insights Service Request Form

- All Participating Institutions must complete sections 2, 3 and 4 to add, delete or modify access
- To add secondary ABAs related to the primary, complete section 3.1
- To add a secondary ABA with standalone access, enter secondary ABA in section 2 and complete section 3 and 4 using authorized signer for primary ABA

A Participating Institution may choose to add some or all RTNs in its Account Family by using the appropriate Subscription Level in section 3.1. An Account Family is defined as all FedACH Participant RTNs associated with the subscribing financial institution's account family. The Participating Institution is responsible for validating the accuracy of the FedACH Participant RTNs and providing necessary updates using Part 7 of the FedACH Services Participation Agreement.

Part 6H: FedDetect Anomaly Notification for FedACH Services Request Form

FedDetect Anomaly Notification for FedACH Services (FedDetect Anomaly Notification) is intended to detect and notify a financial institution of its FedACH activity that may be anomalous based on the financial institution's enabled criteria and either the financial institution's own historical activity or when compared to industry/operating rule metrics. These analytical results can be used by the financial institution to help with risk mitigation and to manage operational processes that are specifically within its control, subject to the terms and conditions on use and disclosure of information applicable to FedDetect Anomaly Notification in the Reserve Banks' Operating Circular 4.

The use cases offered are performed ex-post (after-the-fact), meaning that the feature does not stop ACH entries from processing, but rather analyzes the collective results of transactions after they have been processed. Notifications are then sent to designated contacts after the associated transactions have been analyzed.

Customers enable use case criteria either by:

- accessing the FedDetect Anomaly Notification self-enablement portal using FedACH Information Services in the FedLine Web Solution or FedLine Advantage Solution; or
- instructing the Reserve Banks to enable selected use case criteria by submitting Part 6H

Note: FedDetect Anomaly Notification is accessed online through the FedLine Web and FedLine Advantage Solutions. An End User Authorization Contact (EUAC) will need to add the FedACH Information Services subscriber role to enable users to access the service.

If each of your institution's subscribing RTNs will access and administer the FedDetect Anomaly Notification using its own electronic connection, then your institution does not need to complete a Part 6H Request Form.

- To instruct the Reserve Banks to enable or disable FedDetect Anomaly Notification use case criteria and/or associated contacts for notifications on behalf of your financial institution:

Complete: Part 06H – FedDetect Anomaly Notification for FedACH Services Request Form

- If your institution does not access FedLine Web or FedLine Advantage, or if your institution has multiple RTNs using the Service, your institution may complete this Part 6H to instruct the Reserve Banks to enable or disable selected use case criteria on behalf of your institution.
- Customers must complete sections 2, 3 and 4 to add, delete or modify use case criteria enablement.

- A separate agreement should be submitted for each RTN so that only applicable use case criteria will be enabled.

Part 7: Merger Options

The FedACH application has options that can be used by the survivor in a merged or branched situation to assist in the conversion of ACH transaction from the non-survivor's RTN to the survivor's RTN. Options include Automated NOCs, Roll-up of settlement and billing totals for a non-survivor to the survivor, and notification of the non-survivor's merged relationship on the TMF and online on the E-Payments Routing Directory. When the volume received by a non-surviving RTN reaches zero or is at a level that the survivor feels is acceptable, the survivor can request that the non-surviving RTN be removed from the FedACH database- this option is also on Part 7.

- To add or delete one or more of the options listed below for a non-survivor:
 1. Add/Delete Automated NOC service
 2. Add/Delete Settlement/Billing Roll-up
 3. Add/Delete Notice of merged relationship on TMF/E-Payments Routing Directory
 4. Delete non-surviving RTN from the FedACH database

Complete: Part 7- Merger Options

Part 8: ACH Security Procedure Agreement

All FedACH participating institutions must complete this agreement prior to be added to the FedACH database. By signing this agreement, the participant agrees to the provisions of the Reserve Banks's Operating Circulars 4 and 5 and verifies that they are familiar with the security procedures available to sending and/or receiving institutions.

Appendix 1

File Sort Options for Receiving Points

The chart below indicates available sort options for sorting files. Items are not sorted within a file, items can only be sorted into separate files based on SEC codes or settlement date

File Group	File Type	Description	Format
301	01 Appl ID AJ01	All item types	Nacha Print Display Format
303 (Two separately sorted files)	09 Appl ID AJ09 10 Appl ID AJ10	ACH Corporate (1 Day) ACH Consumer (1 Day) International ACH Transactions ACH Truncation and XCK ACH Returns and Rejects ACH NOCs/DNEs ACH Corporate (2 Day) ACH Consumer (2 Day)	Nacha Print Display Format
304 (Two separately sorted files)	11 Appl ID AJ11 06 Appl ID AJ06	ACH Corporate (1 & 2 day) ACH Consumer (1 & 2 Day) ACH Returns and Rejects ACH NOCs and DNEs International ACH Transactions Truncation and XCK	Nacha Print Display Format
306 (Four separately sorted files)	13 Appl ID AJ13 10 Appl ID AJ10 06 Appl ID AJ06 14 Appl ID AJ14	ACH Corporate (1 Day) ACH Consumer (1 Day) ACH Corporate (2 Day) ACH Consumer (2 Day) International ACH Transactions Truncation and XCK ACH Returns and Rejects ACH NOCs and DNEs	Nacha Print Display Format
307 (Five separately sorted files)	13 Appl ID AJ13 10 Appl ID AJ10 06 Appl ID AJ06	ACH Corporate (1 Day) ACH Consumer (1 Day) ACH Corporate (2 Day) ACH Consumer (2 Day) International ACH Transactions Truncation and XCK	Nacha Print Display Format

FedACH® Participation Agreement Instructions

	<p>07 Appl ID AJ07</p> <p>08 Appl ID AJ08</p>	<p>ACH Returns and Rejects</p> <p>ACH NOCs/DNEs</p>	
<p>308</p> <p>(Two separately sorted files)</p>	<p>15 Appl ID AJ15</p> <p>14 Appl ID AJ14</p>	<p>ACH Corporate (1 Day) ACH Consumer (1 Day) ACH Corporate (2 Day) ACH Consumer (2 Day) International ACH Transactions ACH Truncation and XCK</p> <p>ACH Returns and Rejects ACH NOCs/DNEs</p>	<p>Nacha Print Display Format</p>
<p>309</p> <p>(Three separately sorted files)</p>	<p>15 Appl ID AJ15</p> <p>07 Appl ID AJ07</p> <p>08 Appl ID 08</p>	<p>ACH Corporate (1 Day) ACH Consumer (1 Day) ACH Corporate (2 Day) ACH Consumer (2 Day) International ACH Transactions Truncation and XCK</p> <p>ACH Returns and Rejects</p> <p>ACH NOCs/DNEs</p>	<p>Nacha Print Display Format</p>
<p>310</p> <p>(Three separately sorted files)</p>	<p>16 Appl ID AJ16</p> <p>06 Appl ID AJ06</p> <p>14 Appl ID AJ14</p>	<p>ACH Corporate (1 Day) ACH Consumer (1 Day) ACH Corporate (2 Day) ACH Consumer (2 Day)</p> <p>International ACH Transactions Truncation and XCK</p> <p>ACH Returns and Rejects ACH NOCs and DNEs</p>	<p>Nacha Print Display Format</p>

Appendix 2

Item Type Receipt Table

Note: *The Receiving Point, based on its own agreement, controls how they will receive sorted items. This table, as completed by the Participating Institution, only controls the type of items delivered to a particular Receiving Point.*

401: Corporate/Government

Standard Entry Class codes: **CCD, CTX, and ENR.**

Items originated by the Federal Government to be posted to Corporate (business) accounts, e.g., vendor payments.

402: Corporate/Commercial

Standard Entry Class codes: **CCD, CTX, and ENR.**

Items originated by commercial institutions (including state and local government items) to be posted to business accounts, e.g., cash concentration, vendor payments, etc.

403: Consumer/Government

Standard Entry Class codes: **PPD, CIE, MTE, POS, SHR, POP, RCK, WEB, TEL, and ARC.**

Items originated by the Federal Government to be posted to consumer accounts, e.g., Social Security, Veteran's Administration benefits, etc.

404: Consumer/Commercial

Standard Entry Class codes: **CIE, MTE, POS, PPD, SHR, POP, RCK, WEB, TEL, and ARC.**

Items originated by commercial originators (including state and local governments) to be posted to regular consumer accounts, e.g., payroll, insurance drafts, etc.

405: Returns and Rejects

Most returns retain the original Standard Entry Class code so they could be any of these SEC codes: **CCD, CIE, CTX, ENR, MTE, POS, PPD, SHR, TRC, IAT, TRX, ACK, ATX, DNE, POP, RCK, XCK, WEB, TEL, and ARC.**

Acknowledgement items with SEC codes ACK and ATX and items previously originated by the participant which are being returned by the receivers for various reasons, or items that are being rejected by the ACH Operator for various edit failures.

406: Notifications of Change and Death Notification Entries

Standard Entry Class code: **COR**

Notifications of Change are zero dollar items that are being sent back to the participant supplying change information about items previously originated by the participant.

Standard Entry Class code: **DNE**

Death Notification Entries are zero dollar entries originated by the Federal Government to notify participants of the death of a former recipient of government benefits.

407: International ACH Transactions, Truncation and Destroyed Check Entries

Standard Entry Class code: **IAT**

An IAT transaction is a debit or credit entry that is part of a payment transaction involving a financial agency's office that is not located in the territorial jurisdiction of the United States.

Standard Entry Class codes: **TRX, TRC**

Truncation entries represent checks that are stored at a point of deposit with the information converted to an ACH item to be paid in lieu of the actual check presentment.

Standard Entry Class code: **XCK**

Destroyed Check Entries are checks that are lost or destroyed, but the information about them has been converted to ACH items to be paid in lieu of the actual check presentment.

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