Handout I

AAP Rules Review

Instructions – please fill in the blank with the appropriate word or words.

1. The beneficiaries of the *NACHA Operating Rules* are _____, _____, _____, and _____. Article 1.9

2. Any agreement, authorization, Written Statement of Unauthorized Debit or other record that is required to be signed or similarly authenticated may be signed with an electronic signature in conformity with the terms of the _____. Article 1.4.4

3. Authorization of an ACH consumer debit Entry must be in writing and signed or

   _____ by the Receiver. Article 2.3.2.2

4. At the time an Entry is processed by an RDFI, the authorization has not been terminated, in

   whole or in part, by _____. Article 2.4.1.1

5. The Originator must provide _____to the Receiver prior to originating an ARC Entry. Article 2.5.1.2

6. There are a minimum of _____ pieces of information that must be included as part of a single-entry TEL authorization. Article 2.5.15.2

7. If a personal identification number (PIN) is required, it must comply with the American

   National Standards Institute's (ANSI) Accredited Standards Committee (ASC) _____

   standards. Article 2.5.9.2

8. Prior to the initiation of the first credit or debit Entry to a Receiver's account with an RDFI, an

   Originator may, originate a _____ _____ to the RDFI. Article 2.6.1

9. A Reversing File must be made available to the ACH Operator within _____ of the

   discovery of the Erroneous File. Article 2.8.3

10. An ODFI that initiates a Reversing or Correcting File shall _____ each participating

    DFI and ACH Operator. Article 2.8.4

11. An Originator or ODFI must originate a Reclamation Entry or written demand for payment within _____ after the Originator receives notice of the death of the Receiver. Article 2.10.4

12. The _____ warrants that the signature is genuine on all XCK Entries. Article 2.5.18.5

13. An Originator must retain a copy of the front and back of the item to which the RCK Entry relates for ____ _____ from the Settlement Date of the RCK Entry. Article 2.5.13.5

14. The Check, relative to an initiated ARC must be delivered via _____ , _____ or _____ . Article 2.5.1.1

15. A copy of the source document for an ARC Entry must be kept for _____ years from the Settlement Date of the ARC Entry. Article 2.5.1.5

16. The Originator of an ARC Entry must employ commercially reasonable methods to _____ (1) The Eligible Source Document until _____ and (2) all banking _____ related to the ARC Entry. Article 2.5.1.5

17. During the initial capture of MICR information for a BOC Entry, the Originator must initially use a _____ to capture the Receiver's routing number, _____ , and Check Serial Number from the MICR line of the Receiver's Eligible Source Document. Article 2.5.2.4

18. ODFIs warrant that they have established procedures to maintain _____ on each Originator of BOC Entries. This includes: company name; address; telephone number; contact person; taxpayer identification; and description of the nature of the business. Article 2.5.2.5

19. Originators of BOC Entries must maintain a working _____. This must also be displayed in the notice provided to the Receiver. Article 2.5.2.5

20. Each originator of WEB Entries must have employed a commercially reasonable

_____ to screen each WEB Entry. Article 2.5.17.4

21. Each Originator that originates WEB Entries must verify the Receiver's _____ used in the WEB Entry is valid. Article 2.5.17.4

22. Originators of POP Entries must capture from the MICR line of the Receiver's Eligible Source Document _____, _____, and _____. Article 2.5.10.4

23. Upon written request by the National Association, an ODFI must provide within _____ detailed information for each Originator or Third-Party Sender regarding NACHA's claim that the Originator's or Third-Party Sender's return rate for unauthorized Entries has exceeded one half of one percent. Article 2.17.2

24. If an Originator changes the payment date of a scheduled debit to a consumer's account, they must provide notice within _____ days of the affected Entry. Article 2.3.2.6

25. An Originator of BOC Entries must employ commercially reasonable methods to _____ the <u>identity</u> of the Receiver. Article 2.5.2.5

26. Each Originator that initiates TEL Entries must employ _____ _____ procedures to verify the identity of the Receiver. Article 2.5.15.4

27. When the RDFI requests a copy of a Receiver's authorization in writing, the ODFI must provide it to the RDFI within _____ Days.   Article 2.3.2.5

28. An RDFI may rely solely on the _____ _____ contained in an Entry for the purpose of posting the Entry to a Receiver's account. Article 3.1.2

29. A PPD credit Entry that is made available to the RDFI by 5:00pm local time on the Banking Day prior to the Settlement Date shall be made available to the Receiver for withdrawal at the _____ on the Settlement Day. Article 3.3.1.2

30. If requested by the Receiver, the RDFI must provide all information contained in the

    _____ _____ Field of an Addenda Record(s), transmitted with a _____, _____,

    _____ or _____ Entry to the Receiver by the opening of business on the

    second Banking Day following the Settlement Date of the Entry. Article 3.1.5.3

31. Third-Party Senders must provide, upon the ODFI's request, information related to each

    _____ for which it transmits Entries. Article 2.15.1

32. All Entries, except RCK, that are returned as R01 & R09 can be reinitiated no more than

    _____ times after the return of the original Entry. Article 2.12.4

33. An RDFI may contest or correct a dishonored Return Entry as long as it is Transmitted within

    ____ Banking Days of the Settlement Date of the dishonored Return Entry. Articles 3.8.5.1 &

    3.8.5.2

34. Each Participating DFI must maintain, or have the use through a correspondent of, an account

    with a _____. Article 7.1

35. An ODFI may, _____ or in writing, request an RDFI to return or adjust an Erroneous

    Entry that was sent by the ODFI. Article 2.12.2

36. An RDFI must have a Written Statement of Unauthorized Debit signed by the _____

    prior to returning an ACH debit Entry as unauthorized. Article 3.13.2

37. An RCK Entry that has been determined to be ineligible must be returned so as to be made

    available to the ODFI no later than the opening of business on the _____ _____

    following the sixtieth calendar day after Settlement. OR 151 Code: R51

38. An ACH Operator acting as a Gateway must not process _____ Inbound IAT Entries, except

    for Reversing Entries. Article 5.1.8

39. The Gateway (Operator) will comply with all applicable U.S. Laws including requirements
    administered by _____ and _____ . Article 5.1.2

40. An ACH Operator must total the _____and _____ activity received from and
    Transmitted to each other ACH Operator and Participating DFI during each Banking Day.
    Article 4.2.7