Quick Reference Guide

ACH Prefunding

JHA Treasury Management™

Last Updated: July 1, 2022

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Treasury Management ACH Prefunding

Overview: ACH Prefunding is the requirement or ability to ensure funds are available in advance to pay and process credit origination. Configurations are required to be completed within SilverLake ACH Company Maintenance.

Important: If your Financial Institution would like to utilize this enhancement, you must be on SilverLake Release 2022. If you are on Release 2021 and would like to request this enhancement early, please place a support case.

Benefits for the Banks?

- Enhanced risk management
- Increased opportunity for funds availability

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Benefits for Customers?

• Decreased risk of funds not being available for payroll files

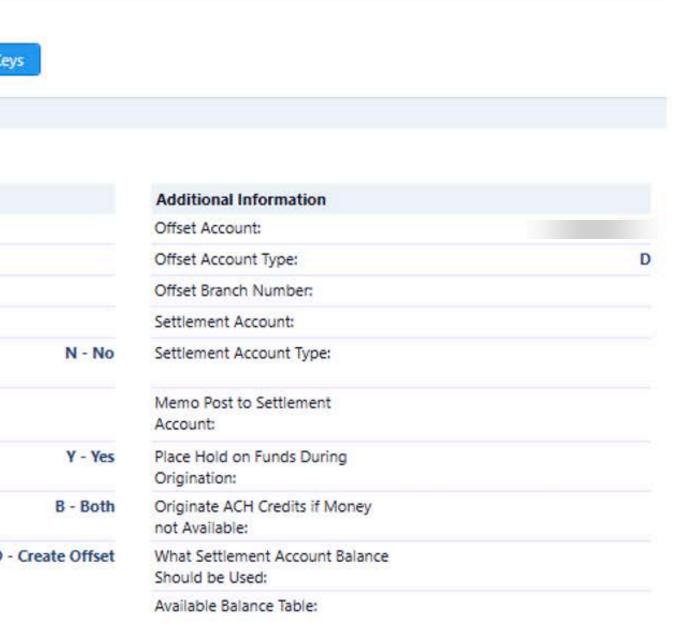


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SilverLake ACH Company Configuration

| Exit Previous Enter Off List CIF Inq | Maint Bal Tables Acct | s More K |
|--|--|----------|
| ACH Company File Maintenance Information | | |
| Print • | | |
| Company Information | Contact Information | |
| Officer: | Company Customer Number: | |
| Company Name: | Contact Name: | |
| Company ID: | Contact Phone: | |
| Standard Entry Code: PPD | Contact Email: | |
| Entry Description: ACH BATCH | Increase Customer Liability by ACHExposure: | |
| Discretionary Data: ACH BATCH | Liability Dollar: | |
| | Settle on Effective Dates: | |
| 1— | Allowed to Originate Debits, Credits, or both: | |
| 2— | NetTeller Offset Flag: | 0 |

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SilverLake ACH Company Configuration

- 1. Allowed to Originate Debits, Credits, or Both needs to be configured for either Credits Only or Both
- 2. NetTeller Offset Flag will need to be configured to O – Create Offset, for Treasury Management Customers
 - This feature is utilized by multiple digital platforms. There is no dependency for NetTeller for Treasury Management Customers





Treasury Management Back Office Company ACH Configuration

| ACH Company \$ | | |
|---------------------|--------------------------------------|-------------------|
| Emerald Systems | | |
| Company ID: | Total Daily Limit: \$100,000.00 | SEC Codes: PPD |
| Discretionary Data: | Not On-us Transaction types allowed: | Batch Balance R |
| ACH BATCH | Debits and Credits | Unbalanced - Ful |
| Entry Description: | On-us Transactions Required: | On-us Amount R |
| ACH BATCH | 0 | 0 |
| Emerald Sys | | |
| Company ID: | Total Daily Limit: | SEC Codes: |
| | \$100,000.00 | CCD |
| ⊞ MAC Professional | | |
| Company ID: | Total Daily Limit: | SEC Codes: |
| | \$100,000.00 | PPD |

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| | Add ACH Company |
|--|---|
| | Manage Accounts |
| | Offset Account: - 1 |
| equirements: Offset equired Batch: | Prefunding: - 2 Yes Prefunding Days: - 3 2 |
| | Manage Accounts |
| | Manage Accounts |
| | Offset Account: |

Company ACH Configuration

- 1. Offset Account
- 2. Prefunding Yes
- 3. Prefunding Days

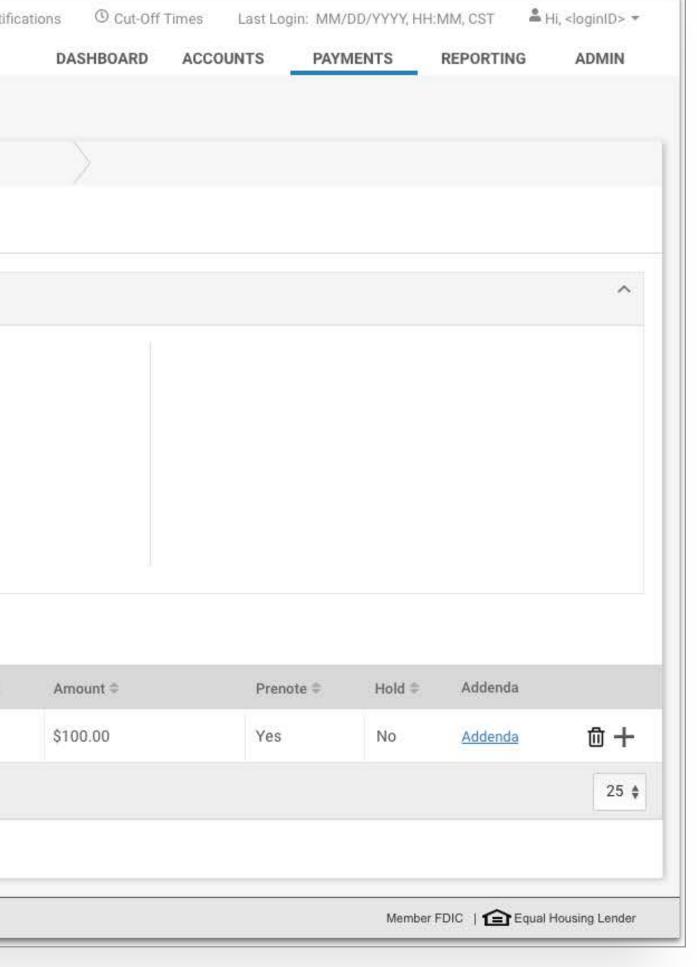
Note: These fields will be read/informational only, there will not be an option to modify. If modifications are needed, please utilize the ACH Company Maintenance option within SilverLake.





Offset Account on Review Progression

| YOUr | | | | | | |
|---|--------------------------------|-------------------|--|---|--------------------|-----------|
| 1. Create Payment | | Manage Recipients | 3. Review | | 4. Confirm | nation |
| Review Paym | ent | | | | | |
| Payroll Test | 1 Recipient | | | | | |
| ACH Company Na ACH Company ID: | | | Debit: Credit: | | \$0.00 \$100.00 | |
| SEC Code: Entry Description: Discretionary Data | PPD PRO Test : PROFESSIO | | Effectiv Offset | ve Date: Account: —— 1 | 08/26/2020 | |
| SEC Code: Entry Description: Discretionary Data | PPD PRO Test ent | Prenote Only (0 | Effectiv Offset A | ve Date: Account: — 1 D) 🗌 Errors | (0) | adit/Dohi |
| SEC Code: Entry Description: Discretionary Data | PPD PRO Test : PROFESSIO | | Effectiv Offset | ve Date: Account: —— 1 | (0) | edit/Debi |
| SEC Code: Entry Description: Discretionary Data | PPD PRO Test PROFESSIO | Prenote Only (0 | Effectiv Offset /) DHold Only (C Account Type \$ | ve Date: Account: • 1 0) | (0) •r ≑ Cre | |



User Action

1. With this enhancement, the offset account entry functionality has been moved to the Review tab for all ACH payment workflows. Customers entering or uploading credit origination files for an ACH Company enabled for prefunding will no longer be able to select their offset account; it will prefill based on the offset account that is setup in SilverLake within the ACH Company Maintenance for that ACH Company.

Credit origination files will be transmitted to SilverLake upon final approval based on the number of prefunding days configured in advance of the effective date.



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Important Information

- Only one offset account will be utilized for prefunded payments users will not have the option to select which account they want the offset to generate from
 - > The offset account that will be utilized is the Offset Account/Account Type that is configured in the ACH Company parameters within SilverLake on the first page of the ACH company setup
- Only the credit transactions part of the payment will be transmitted to SilverLake
 - > The offset transaction will not be transmitted from Treasury Management to SilverLake, the offset entry will occur within SilverLake
- For previously scheduled payments, prefunding will not apply, if prefunding is needed, users must cancel their future dated or recurring payments and recreate

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