



**FEDERAL RESERVE BANK
OF DALLAS**

TONY J. SALVAGGIO
FIRST VICE PRESIDENT

DALLAS, TEXAS
75265-5906

December 30, 1994

Notice 94-132

TO: The Chief Operating Officer of
each financial institution in the
Eleventh Federal Reserve District

SUBJECT

**Appendix 2 of Operating Circular 11
(Automated Clearinghouse Operations)**

DETAILS

In the revision to Operating Circular 11 (Automated Clearinghouse Operations) last December, a statement was omitted in Appendix 2. We apologize for any inconvenience this may have caused.

ENCLOSURE

Enclosed is a corrected copy of Appendix 2 of Operating Circular 11. Please file the appendix in your Operating Circulars (Bulletins) binder.

MORE INFORMATION

For more information, please contact Billy Musgrave at (214) 922-6488. For additional copies of this Bank's notice or Appendix 2 of Operating Circular 11, please contact the Public Affairs Department at (214) 922-5254.

Sincerely,

A handwritten signature in cursive script that reads "Tony J. Salvaggio".

APPENDIX 2

TIME SCHEDULE FOR AUTOMATED CLEARINGHOUSE ITEMS

CUTOFF HOURS

This time schedule shows the closing hours for this Bank's receipt of ACH formatted files containing debit and/or credit items of various classes, including paper returns and notifications of change (NOCs), as well as return debit items of \$2,500 or more.

CLOSING TIMES (EASTERN TIME)¹

	<u>Exchange 1</u>	<u>Exchange 2</u>	<u>Exchange 3</u>	<u>Exchange 4</u>
Interregional items				
Mixed	9:30 a.m.	12:30 p.m.	6:30 p.m.	1:30 a.m.
Presort	10:00 a.m.	1:00 p.m.	7:00 p.m.	2:00 a.m.
Intraregional items	11:00 a.m.	2:00 p.m.	8:00 p.m.	3:00 a.m.
Paper returns (other than debit items of \$2,500 or more) and NOCs	8:00 a.m.			
Contested returns	8:00 a.m.			6:00 p.m.
Automated return debit items of \$2,500 or more				Applicable Exchange 4 closing time corresponding to the receiving institution's banking day following the settlement date or following receipt of the item, whichever is later
Paper return debit items of \$2,500 or more				8:00 p.m. on the receiving institution's banking day following the settlement date or following receipt of the item, whichever is later
Submitted				
By paper		8:00 a.m.		
By telephone		Noon		

¹Closing times represent the end of the deposit window. Files must be completely received (that is, data transmission must be fully concluded) by the closing time. Sending institutions using data transmission, especially those having large and/or variable volumes of deposits, should coordinate the beginning of their transmission within the window to ensure file completion by the closing time. Presort deposits of 500,000 items or more per exchange must be received one-half hour earlier than the indicated deadline.

(Appendix 2 continued on the next page)

APPENDIX 2 (continued)

EFFECTIVE DATE WINDOWS

Items—other than returns, NOCs, and NACS (National Association for Check Safekeeping) items—should specify an effective date within the following effective date windows, computed from our processing date.

Class	Effective Date Window
Credit items	One (1) or two (2) banking days
Debit items	One (1) banking day only

Items with an effective date later than the effective date window will be returned to the sender.

SETTLEMENT DATES

If an effective date is not specified or if an item specifies an effective date the same as or earlier than this Bank's processing date, the settlement date is the banking day following our processing date. The settlement date for immediate settlement items (returns and NACS items) is the banking day of processing if received by the applicable Exchange 2 closing time or the next banking day if received by the third or fourth exchange. In the event of Reserve Bank operating problems, some other items may also be included as immediate settlement items.

If an item specifies a settlement date that is a standard Reserve Bank holiday, the settlement date is the next banking day for this Bank.

If an item specifies a settlement date that is not a banking day for the sending institution or the receiving institution, settlement is effected, with respect to that party, as follows:

ACH DEBIT ITEMS

Sending institution closed: Credit sending institution's account on settlement date.

Receiving institution closed: Debit receiving institution's account on settlement date, or receiving institution may choose next-day debit with as-of adjustment or explicit charge for float, provided we have received written notification of each election 10 business days in advance of the settlement date that is not a banking day for the receiver.

ACH CREDIT ITEMS

Sending institution closed: Debit sending institution's account on settlement date.

Receiving institution closed: Credit receiving institution's account on settlement date.

The receiving institution is not considered to receive an item made available to it on a day it is closed until its next banking day for purposes of determining the deadline for return.