



FEDERAL RESERVE BANK OF DALLAS

2200 N. PEARL ST.
DALLAS, TX 75201-2272

HELEN E. HOLCOMB
FIRST VICE PRESIDENT AND
CHIEF OPERATING OFFICER

April 25, 2003

Notice 03-23

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

SUBJECT

FedACHSM Derived Returns and Notifications of Change Via FedLine[®] for the Web

DETAILS

Beginning May 19, 2003, a new release of FedACH Services via FedLine for the Web will include derived returns and notifications of change (NOCs). This functionality allows receiving depository financial institutions (RDFIs) to return ACH payments and forward change information via FedLine for the Web.

Convenient Features, Easy-to-Use Service

With derived returns and NOCs on FedLine for the Web, easy-to-navigate screens and drop-down lists help you make quick work of exception item processing. Search features (by item trace number and/or dollar amount) and an archive that includes 10 previous business days ensure that accurate, complete returns and NOCs are derived every time.

Both the return and NOC functions will allow you to select an item previously received, enter the required return reason code or NOC code, obtain the reference number of the return or NOC transaction, and print or download a copy of the derived item for your files.

Getting Started with Derived Returns and NOCs on the Web

To begin using these two FedACH capabilities on FedLine for the Web, depository financial institutions will need to either update the Subscriber Certificate Request Form(s) or complete a new form if they are not already a FedLine for the Web customer.

The per-transaction fee for returns and NOCs derived through FedACH Services via FedLine for the Web is \$0.50. There are no input file fees associated with Web-derived returns and NOCs.

Amendment to Operating Circular 4

The Federal Reserve Banks are amending Operating Circular 4, *Automated Clearing House Items*, to accommodate FedLine for the web-initiated return items and NOCs. For the technical amendment to Operating Circular 4, Appendix A, please visit our web site at <http://www.frbervices.org> and select "Reference Guides and Operating Circulars."

MORE INFORMATION

For more information about derived returns and NOCs via FedLine for the Web, or if you need assistance signing up, please contact one of this Bank's account executives below.

Rick Flansburg	210-978-1661
Michele Hitchings	713-652-9141
Jim McCammon	214-922-5491
Kathy Waggoner	713-652-9146

Paper copies of this notice or previous Federal Reserve Bank notices can be printed from our web site at <http://www.dallasfed.org/banking/notices/index.html>.

Sincerely,

