



# Federal Reserve Bank Operating Circular Appendix 2 Transaction and Service Fee Settlement Authorization Form

The Institutions named below agree to the provisions of Operating Circular 1, Account Relationships, of the Federal Reserve Bank that maintains the Master Account for the Correspondent named below, to the appendices of Operating Circular 1, to the provisions of each of the Operating Circulars of the Federal Reserve Bank from which the Institutions obtain services, as those Operating Circulars are amended from time to time, and to any additional terms and conditions imposed by such Federal Reserve Bank. By signing this form, the Correspondent named below authorizes the Federal Reserve Bank that maintains its Master Account to settle debits and credits to the Correspondent's Master Account for financial transactions and service charges for the selected service categories for the Respondent named below and for any Institution for which the Respondent acts as a Correspondent. If desired, the Respondent can report debits and credits through a secondary Routing Transaction Number (RTN) assigned to a Master Account for informational purposes.<sup>1</sup>

**If the form is provided to the Correspondent or Respondent with prefilled information, by signing below each Official confirms that the Official reviewed the information applicable to it and agrees that such information is current and accurate as of the date of the Official's signature.**

## Section 1 – Transaction Settlement

- Account Holder financial transactions and service fees for the services listed below will automatically settle in your own account unless you have indicated on this form that you want them to settle in a Correspondent's account.
- Financial transactions related to the Custodial Inventory Program, Fedwire® Funds and Fed Funds Checks may not be settled through a Correspondent.
- Transaction settlement authorization for *Discount Window Lending* requires submission of Exhibit 1 of Appendix 5 of Operating Circular 10 ("Form of Letter of Agreement for Obtaining Advances through a Correspondent").

Requested Effective Date <sup>ii</sup>	(mm/dd/yyyy):
Select the appropriate box:	<input type="checkbox"/> Do not make any changes to my current Transaction Settlement. <input type="checkbox"/> Discontinue all current Transaction Settlement and have all transactions settle in my own account (or these services are no longer being used). <i>(This option does not require the Correspondent's signature.)</i> <input type="checkbox"/> Discontinue the selected Transaction categories below and have these transactions settle in my own account (or these services are no longer being used). <i>(This option does not require the Correspondent's signature.)</i> <input type="checkbox"/> Settle only the Transaction categories selected below with the Correspondent named on page 2. <input type="checkbox"/> Discontinue all current Transaction Settlement arrangements for the Respondent named on page 2. The Correspondent is responsible for notifying the Respondent of the termination prior to the effective date. <i>(This option is applicable to only the Correspondent and does not require the Respondent's signature.)</i>
Select all Transaction Code categories that apply: <i>(The Transaction Code is the first two digits of the transaction code shown on your Statement of Account).</i>	<input type="checkbox"/> 08 - Other Treasury or Government Agency Service <input type="checkbox"/> 15 - Forward Checks <i>(other than Fed Funds Checks)</i> <input type="checkbox"/> 30 - Return Checks <input type="checkbox"/> 20, 27 - Redemption or Interest on Government or Agency Securities, associated claim adjustments <input type="checkbox"/> 44 - FedNow® Service <input type="checkbox"/> 57 - ACH <input type="checkbox"/> 59 - Treasury Investment Program and Paper Tax System <input type="checkbox"/> 63 - Currency/Coin and Cash Cross Shipping <i>(other than Custodial Inventory)</i> <input type="checkbox"/> 66 - Capital Stock <i>(member bank only)</i> <input type="checkbox"/> 70 - Savings Bonds <input type="checkbox"/> 84 - Account Charges and Payments <i>(other than service charges and Term Deposit Facility (TDF) Transaction Codes)</i> <input type="checkbox"/> 84 - Term Deposit Facility Transactions <i>(Transaction Codes 84200, 84210, 84220 and 84230)</i>

## Section 2 – Service Charge Settlement

- The Federal Reserve Bank's preferred method for settlement of Billing Service Charges is to default settlement of **all** service charges to the Correspondent named on page 2. However, specific Service Fee Settlement may be indicated by individually selecting service charge categories below. A separate settlement authorization is required for each Correspondent used.

Requested Effective Month	(mm/yyyy):
Select the appropriate box:	<input type="checkbox"/> Do not make any changes to my current Service Fee Settlement. <input type="checkbox"/> Discontinue all current Service Charge Settlement and have all transactions settle in my own account (or these services are no longer being used). <i>(This option does not require the Correspondent's signature.)</i> <input type="checkbox"/> Discontinue the selected Service Charge categories and have these transactions settle in my own account (or these services are no longer being used). <i>(This option does not require the Correspondent's signature.)</i> <input type="checkbox"/> Settle only the Service Charge categories selected below with the Correspondent named on page 2. <input type="checkbox"/> Discontinue all current Billing Service Fee arrangements for the Respondent named on page 2. The Correspondent is responsible for notifying the Respondent of the termination prior to the effective date. <i>(This option is applicable to only the Correspondent and does not require the Respondent's signature.)</i>
Select all Service Charge categories that apply: <i>(The four-digit Service Area code is shown on your Statement of Services Charges and represents the Service Charge category. The five-digit Transaction Code provided within parentheses is shown on the Correspondent/Respondent report, which is available by subscription.)</i>	<input type="checkbox"/> 9999 - All Service Charge Categories <i>(listed below)</i> (85000) <input type="checkbox"/> 1001 - Fedwire Funds (85100) <input type="checkbox"/> 0701, 1210 - FedComplete®/Electronic Access <sup>iii</sup> <input type="checkbox"/> 1501, 1505, 1507, 1521 - Forward Checks <i>(other than Fed Funds Checks)</i> (85150) <input type="checkbox"/> 2001 - Fedwire Securities (85200) <input type="checkbox"/> 3001, 3021 - Return Checks (85300) <input type="checkbox"/> 5701 - ACH (85570) <input type="checkbox"/> 6301, 6302, 6303 - Currency/Coin and Cash Cross Shipping (85630) <input type="checkbox"/> 8401 - Accounting Information Services (85840) <input type="checkbox"/> 8801 - FedNow Service (85880)

On the effective date, this authorization will supersede any previously executed authorization by the named Respondent for each transaction and service fee categories selected for its own transactions and those of each of its Respondents (if any).

**Section 3 – Respondent Agreement****All Fields are Required**

Routing (ABA) Number			
Financial Institution Name			
Name	<i>First</i>	<i>Middle Initial</i>	<i>Last</i>
Title			
Official Signature <sup>iv</sup>			
Date			
Telephone	<i>Phone</i>	<i>Extension</i>	

**Section 4 – Correspondent Agreement****All Fields are Required**

This section must be completed at the Master Account level. If a Correspondent desires to report transaction(s) or service fee(s) through a Secondary RTN for informational reporting purposes, please complete Section 5 in addition to this section.

Routing (ABA) Number			
Financial Institution Name			
Name	<i>First</i>	<i>Middle Initial</i>	<i>Last</i>
Title			
Official Signature <sup>v</sup>			
Date			
Telephone	<i>Phone</i>	<i>Extension</i>	

**Section 5 – Secondary RTN****Optional**

This section is not required unless the Correspondent desires to report debits and credits, for informational purposes, through a Secondary RTN of the Master Account identified in Section 4.

Routing (ABA) Number	
Financial Institution Name	

The completed form should be e-mailed to [ccc.bankservices@kc.frb.org](mailto:ccc.bankservices@kc.frb.org) or faxed to (877) 281-3647 and mailed to the Federal Reserve's Customer Contact Center at P.O. Box 219416, Kansas City, MO 64121-9416.

<sup>i</sup> Please complete the Transaction and Service Fee Informational Reporting Instructions for Secondary Routing Transit Numbers to identify information reporting needs for RTNs within the same chartered Institution.

<sup>ii</sup> The form is effective no earlier than the business day (weekdays excluding federally recognized holidays) following the business day that the appropriate Reserve Bank processes the request. If the Requested Effective Date cannot be met, the Correspondent and Respondent will be notified.

<sup>iii</sup> If you are a non-account holder, these service charges will default to the Correspondent named on page 2 if there is not a pre-existing settlement arrangement and no relationship has been requested on this form)

<sup>iv</sup> Official signature must be a signer designated on your institution's Official Authorization List.

<sup>v</sup> Official signature must be a signer designated on your institution's Official Authorization List.