



CLIENT LOGIN

TREASURY RESOURCES

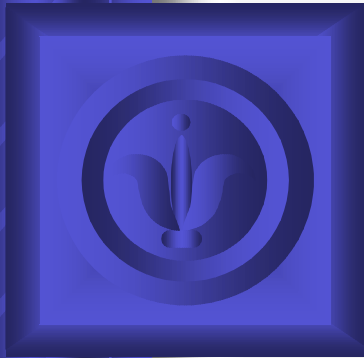
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This presentation was originally
given by:

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At the 2000 Financial Electronic Commerce Conference



The Match Game: Payment and Remittance Reassociation

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Description

What is Reassociation?

- Reassociation is the process of matching a payment and its related remittance detail when the two do not flow through the payment clearing network together.
- Payers typically use the ACH to move \$ and data together, however other payment mechanisms are in use.

Payment Alternatives

- Electronic payment separate from remittance detail - Payer sends only the payment through the ACH. The remittance detail is provided through an in-house EDI system or a value added network (VAN).

Payment Alternatives - Cont.

- Check payment separate from remittance detail - Some payers prefer to mail checks to their suppliers and make the remittance detail available through an in-house EDI system or a VAN.

Payment and Remittance Detail Split Considerations

- Allows remittance detail to be made available prior to payment date
- Allows integration with other Trading Partner EDI initiatives
- Requires receiver to get the data from two sources
- Requires receiver to reassociate payment and remittance detail

Who Performs Reassociation?

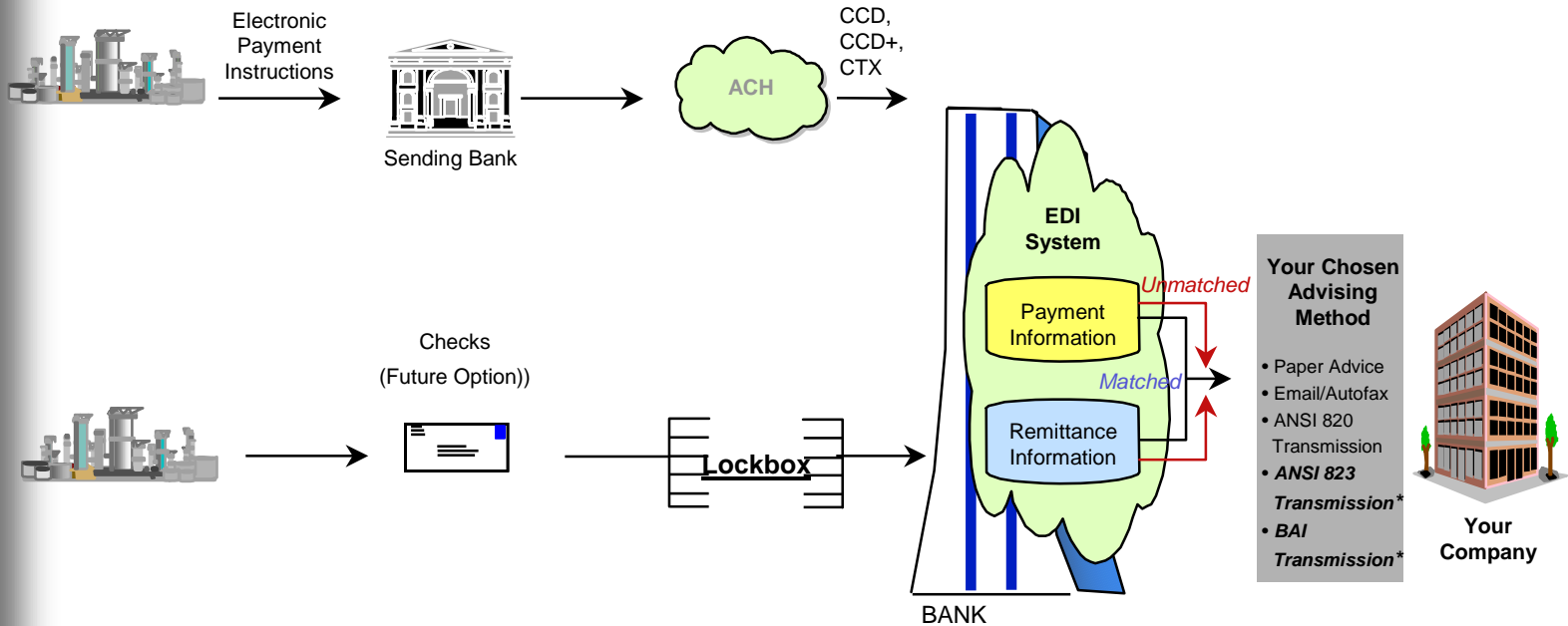
- The Seller (Receiver)
- The Seller's (Receiver's) Third Party Service Provider

Reassociation Activities

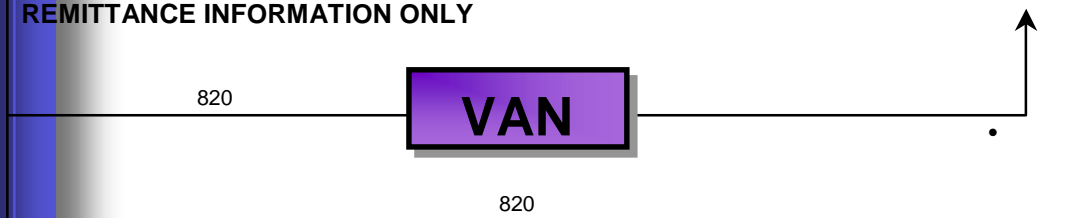
- Determine processing requirements
- Match the payment and remittance data
- Handle unmatched data
- Pass the data to the next application

Reassociation Services

PAYMENT METHOD



REMITTANCE INFORMATION ONLY



Possible Match Criteria:

- Sender ID
- Dollar Amount
- Trace Number/Check Number
- Settlement Date

Reassociation Features

- **Multiple Payment Types**
 - ACH (CCD, CCD+)
 - EDI (820/CTX)
 - Check
 - Wire
- **Multiple Matching Criteria**
 - Sender ID
 - Trace Number/Check Number
 - Payment Amount
 - Settlement Date
- **Flexible Warehousing of Remittance Information**
 - You determine the number of days remittance information is warehoused for matching before release as “expired and unmatched” (e.g. 1 day, 10 days, 30 days)
- **Variable Parameters by Trading Partner**
 - You can set different marching criteria for each trading partner based on their payment type or matching preference
- **Automatic Advising**
 - Matched and unmatched information is forwarded to you in your chosen advising method (paper, transmission)
 - Unmatched remittance information is labeled as “remittance only”

How it Works

- Bank accesses VANs for remittance detail daily.
- Bank receives the ACH or check payment.
- Bank matches the payment and remittance detail based upon the match criteria.
- If matched, Bank will data transmit or electronically report the information to you.
- If a match is not found, Bank will transmit only the payment information with any unmatched remittance detail available in a subsequent transmission.

Multiple Reassociation Partners

- Establish electronic mailbox with your third party provider
- Each partner's CCD+ and 820 maybe different
- May need to customize matching criteria per partner
- Need to establish "flexible" third party provider

Benefits of Reassociation

- All receivables payments and detail in one transmission
- Eliminates the need to get data from multiple sources
- Eliminates the need to perform in-house matching or reassociation
- Decrease in costs, typically manual posting
- Expedites posting of invoices
- Eliminates manual cash and journal entries

Questions

