

ECCHO Education

General Topics Listing

ECCHO – Who We Are; What We Do

- Session covers:
 - Primary functions
 - Where ECCHO fits into the payments industry
 - Rules versus existing check law (UCC and Reg CC)
 - Membership and Benefits
 - Sponsoring Organizations and Sponsored Members
 - Operations Committee and the Rules development process

Risk Mitigation

- Session covers:
 - Risk that is inherent in all payments systems and how to balance/mitigate risks
 - Bilateral arrangements versus Clearinghouse rules
 - Clearinghouses have unique characteristic under the UCC

Payments Law and Check 21

- Session covers:
 - Paper check exchange and supporting regulatory and statutory laws
 - The Check 21 Act and the Substitute Check
 - Image exchange and Check 21
 - Process Scenarios/Examples

Rules and Agreements

- Session covers:
 - Need for rules and agreements for image exchange
 - Fed and ECCHO Rules
 - FRB exchanges and Private sector exchanges

Current “Hot Topics”

- Varies based on what our membership is currently discussing
 - May be new rules or proposed rules
 - May be an update on discussions ongoing in one or more ad hoc subcommittees
 - May be general industry issues or topics of general interest

Image Exchange Rules Review

- Session can be a more general overview or in-depth discussion of rule set and is usually customized for the specific audience. Both forward presentment and returns are covered as well as the rules for adjustments. Operational aspects of how the rules are implemented may also be discussed as part of the rules discussion.
- ECCHO Rules Provisions

<ul style="list-style-type: none"> • Definitions • Repair • Data Security • Confidentiality • Eligible Items • Endorsement • Receipt Network Definition • Third Party Agent • Presentment • Image Ledger Cutoff • Deadlines • Transmission Times and Locations • Managing Electronic Connection 	<ul style="list-style-type: none"> • Retention/Recreation • Retrieval of Physical Checks • Storage of Physical Checks • Remotely Created Check Warranty Process (“Rule 8”) • Forged and Counterfeit Check Warranties (Rule “9”) • Sending Bank Warranties • Receiving Bank Warranties • Indemnification for Breach of Warranties • Recourse to Prior Collecting or Returning Bank • Adjustments • Imperfect Images • Returns • Returnee and Returning Member Warranties
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Applying the Rules – Analysis of Sample Process Scenarios

- Interactive Discussion
 - Session will generally include various operational examples showing how the rules and related warranties would apply in each situation in both forward and return processes.
 - For each scenario, the discussion will focus on:
 - What type of item is involved?
 - What channel was used to present the item?
 - What is the source of the rule (or rules) covering this item?
 - What, if any, breach of warranty claim exists?
 - If there is a breach of warranty what recourse is available?