

APPENDIX 305B

FRB Account Settlement and Posting

Corporate management must be aware of the order and timing of the various types of transactions which post to its Federal Reserve account throughout the business day, in order to properly manage the account and ensure overdrafts in the account are avoided. The following is a summary of the posting order.

Opening Balance (Previous Day's Closing Balance)

Items Posted at Opening of Fedwire:

- +/- Government and commercial ACH credit transactions
- + Advance Notice Treasury investments
- + Treasury, state, and local government securities interest and redemption payments
- + Treasury checks, postal money orders, local FRB Checks, and savings bond redemptions

Items Posted Throughout the Business Day

- +/- Fedwire Funds Transfers
- +/- Fedwire book entry securities transfers
- +/- Net settlement entries

Items which post by 9:15 a.m. Eastern Time

- Original issues of Treasury Securities

Items which post at 11:00 a.m. Eastern Time

- +/- ACH debit transactions

Items which post at 11:00 a.m. Eastern Time

- +/- Commercial Check Transactions, including returns
- +/- Check correction amounting to \$1 Million or more
- +/- Currency and Coin Deposits
- +/- Credit Adjustments amounting to \$1 Million or more

Items which post by 1:00 p.m. Eastern Time

+/- Same day Treasury Investments

Items which post at 2:00 p.m.

+/- Manual Letters of credit (government grant drawdowns)

Items which post at 5:00 p.m. Eastern Time

+ Treasury checks, postal money orders, local FRB
checks, savings bonds redemptions

+ Manual letters of credit

+/- ACH return items and check-transaction items

Items which post after Closing of Fedwire

+/- Other non-funds transfer transactions (non-cash government coupons, T&L
calls, discount window loans, currency and coin)

Equals Closing Balance