

Introducing CheckLogic Lite Remote Deposit

DRAFT PUBLICATION

Make Deposits Remotely with CheckLogic Lite

Did you know fifty percent of the GDP produced annually is done so by small businesses? That means there are a lot of small business owners out there! That also means that a lot of credit unions service small business owners and one thing that business owners don't have a lot of is time. They are buried with demands, and one of those demands on time is coming to the credit union to make deposits.

Well guess what? They no longer need to come to the credit union to make deposits. Through CheckLogic Lite's remote deposit capabilities, your business members can make deposits remotely with a supported scanner. They no longer need to be in your lobby, waiting in line and spending their valuable time when they could be taking care of their customers.

In our current economy, it is not only the business member that is feeling the pinch for time and money – credit unions are too. Most credit unions are recognizing that every piece of paper that comes through the door has a price tag associated with it for handling, processing and storage. An effective way to lower



“per transaction” costs is to eliminate the paper in the first place and streamline processes for handling electronic documents.

This is exactly what the CheckLogic suite of products is designed to do. CheckLogic Lite's remote transactions weigh favorably against traditional costs per deposit incurred at credit unions. Compared with an average \$1.75 per mail-in deposit, \$2.25 per deposit at foreign ATMs, and nearly \$3 per shared-branching deposit, transactions using CheckLogic Lite bear average costs of less than 25 cents. Just a simple approval by the credit union and the electronic document is gone for clearing and settlement!



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What Setup is Involved with Remote Deposit?

Remote Deposit through CheckLogic Lite can be implemented as a stand-alone product or part of your overall Check21 Strategy. More on the overall strategy is discussed on the back page.

For CheckLogic Lite, it is recommended that a credit union complete a risk assessment and determine policies and procedures regarding remote capture for businesses and individual members, such as who qualifies, maximum check amount for deposit, criteria for member participation, etc. Once the credit union completes this assessment it is ready for the next phase of implementation, enabling members for remote deposit.

Setting a business up with remote deposit involves three steps:

- Business purchases a supported scanner
- Credit union staff member authorizes business account for “Remote Deposit Authority” through the CheckLogic Lite web portal
- Credit union provides the business with a login for complete integration and access through online banking

For business members who have regular daily deposits that have higher volumes of checks such as a grocery store, CheckLogic Merchant Capture is also available.

How do Businesses Scan Checks?

Once this setup is complete, the businesses log into the CheckLogic Lite system, select the option to “Make a Deposit,” and submit items electronically. The software will detect the scanner and provide the user with a workflow to complete the deposit.

What Happens on the Credit Union Side?

The system intelligence accumulates all of the various remote deposits, readies them for forward collection by creating an industry standard X.937 settlement file, and forwards the electronic images for clearing and settlement.

A NACHA posting file is then created and downloaded, and the transactions are posted to CU*BASE. A comprehensive Image Cash Letter Settlement Report (ICL Settlement) is automatically generated and is available for your credit union team through the CheckLogic Lite Portal, to be used for balancing and settlement reconciliation.

Frequently Asked Questions

“Okay so I’m a larger small business. I have hundreds of checks in a week and I make a deposit every day. How can this help me?”

Whoa! You can save a bunch with this solution. You can scan the checks right at your business in batches and send them off for clearing. You get access to your deposited funds quicker and eliminate the lost productivity due to running to the Credit Union every day.

“I’m just a small Mom & Pop business with only a few dozen checks a week. I don’t have the check volume of a bigger business, but I don’t have the time to run to the Credit Union either! Will this help me?”

Yes! Here’s how this solution can help you. As an emerging small business you know resources are even more precious, so you’ll really miss someone if they have to run to the Credit Union. Not any more; with CheckLogic Lite you can scan your checks in and get back to business. The process will take minutes instead of hours. You can deposit checks as they come in instead of waiting for enough checks to accumulate to make it worthwhile to make the trip to the Credit Union. This may even help with your cash flow since you’ll get access to your funds sooner.

“Hey I’m not a business, I’m just a regular member. Can it help me?”

Yep! You too can benefit from this. It’s snowing out and you don’t want to bundle the kids up? The car is in the shop, and you can’t get out to the Credit Union? No problem. Just get online with one of the approved scanners and through our CheckLogic Lite website, scan your checks and submit them and you’re done!

Who will set up my CheckLogic system and who will provide credit union Help Desk Support?

The CU*Answers Item Processing team will set up your system and train you through a remote control session to your credit union. This team will also provide support. Support hours are from 9:00 AM to 9:30 PM EST.

How will my credit union retrieve check images?

Once the checks are scanned, their scanned images reside in the appropriate server, depending on your credit union setup (CU In-House Vault or eDOC Online Vault). A credit union employee then logs into the system and enters the appropriate search criteria of the check (or group of checks) to locate it.

What if I don’t have a CU In-House Vault or eDOC Online Vault?

Not to worry! If you currently do not have a vault to archive your images to, eDOC Innovations will provide you access to the eDOC Online Vault free for the first twelve months. If you have a vault, you can archive your scanned images in the vault you currently use.

*CheckLogic is
designed to
help businesses
of all sizes...and
individuals too!*

What About My Overall Check21 Strategy?

CheckLogic Lite can be implemented today as an a la carte solution for Remote Deposit or as a part of an overall Check21 strategy.

For many credit unions, a Check21 strategy starts with CheckLogic Branch Capture, which allows for electronic transfer of checks deposited directly at credit union branches. You can implement CheckLogic Branch Capture today at your credit union. This will give you a “leg-up” as you expand your e-Document strategy to include CheckLogic Lite or CheckLogic Merchant Capture.

eDOC Innovations currently has released CheckLogic Merchant Capture and CheckLogic Lite for businesses. We recommend that when you start with CheckLogic Merchant Capture or CheckLogic Lite, you pilot this solution with a couple of your key business members. Once you are familiar with the solution and the process, it will be a natural progression to extend the service to a few individual members, such as staff and board members. Once you're satisfied with the results, then we recommend you make it generally available.

What is Coming Next?

The value of the CheckLogic Lite solution is that it is designed to be used by both businesses and individual members. With it comes a complete strategy for branch, business and individual member electronic check deposit forwarding services.

The addition of extended scanner support (the support of additional home-use scanners not currently supported by CheckLogic Lite) is currently underway. A specific set of home-use scanners that will be supported will be announced in the first quarter of 2010. A beta is scheduled for the first quarter of 2010, followed by general release to the public during the first half of that year.

I'm Interested!

Interested in CheckLogic Lite or any of the other CheckLogic products? For more information contact Karen Chesbro, Vice President of CU*Answers Item Processing at kchesbro@cuanswers.com or at (616) 285-5711 ext. 127.