



State of Louisiana
DIVISION OF ADMINISTRATION

OFFICE OF STATEWIDE REPORTING AND ACCOUNTING POLICY

M. J. MIKE FOSTER, JR.
GOVERNOR

MARK C. DRENNEN
COMMISSIONER OF ADMINISTRATION

July 6, 1999

MEMORANDUM SA 99-36

TO: Fiscal Officers
All State Agencies
FROM: F. Howard Karlton, CPA
Director
SUBJECT: Electronic Funds Transfers (EFT)

We are proud to announce that effective June 1, 1999, the Division of Administration in conjunction with the State Treasurer's Office, obtained the ability to issue payment through Electronic Fund Transfer (EFT). This payment process will electronically transfer monies from our bank account to the vendor's bank account, thus eliminating the printing and postage costs associated with producing checks. Several vendors were selected for the pilot. Attached is an Infomaker report listing the vendor codes with active EFT records. These vendors will be pilots for EFT for the next two months. During this period, we will be monitoring the process closely. Upon completion of the three months, we are looking forward to adding Morris & Dickson and other vendors.

An AFS EFTT table entry has been established for the vendors currently on EFT. This table records the vendor's bank account information for the purposes of generating an EFT transaction. Payments issued to the vendor codes tied to active EFT records will not issue a paper check or check stub. Check stub information will be sent to the vendor's bank in electronic form. Agencies do not have access to the EFTT table.

To determine whether a vendor is on EFT, access the VEN2 screen of AFS. Scan for the desired vendor number, and look at the "EFT STATUS" field. The letter "A" indicates an active EFT record.

Terminal screen output showing vendor details for Caddo Parish Sheriff's Salary Fund, including address, contact info, and EFT status (A).

The EFT disbursement process will run each night and select the payment vouchers that are to be issued through EFT. The same criterion is applied to EFT payment vouchers as is used in the Automated Disbursements process for paper checks. The EFT process will run before Automated Disbursements. This is done to allow Automated Disbursements to issue a check for payment vouchers whose vendor's EFT record has been inactivated or deleted after the payment voucher has been entered but before the scheduled payment date arrives.

EFT payments may be consolidated or sent out singly in the same manner as paper checks. To differentiate EFT payments from paper checks, the EFT transaction will begin with a transaction code of "EF" and the first EFT transaction will be numbered EF0000000001. The last 11 digits will be sequentially assigned statewide from that point on. The EFT number will appear on all tables that record check numbers. On the AFS WREC table, the EF transactions will be under bank account code "03". The "WARRANT DATE" field contains the date our bank processed the EFT payment. The "LAST ACTION DATE" field contains the date the system built the file. EF transactions post to WREC with a 'C'leared status when issued. There may be a delay in transmission if payment falls on a Federal Reserve Bank Holiday (See Attachment).

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ACTION: R SCREEN: WREC USERID: Z107E45                06/28/99  01:44:49 PM
                W A R R A N T   R E C O N C I L I A T I O N   ( 1   O F   2 )
                BANK ACCOUNT CODE= 03
                ACT                                WARRANT                                LAST
                WARRANT NO    FUND VENDOR NAME          DATE        AMOUNT          STAT DATE
                =====
                --
                EF00000000001 672  KEY OFFICE EQUIPMENT I 06 11 99          362.06 C    06 10
                99
                EF00000000002 355  Q SYSTEM COMPUTERS INC 06 14 99          408.95 C    06 11
                99
                EF00000000003 265  KEY OFFICE EQUIPMENT I 06 16 99          306.56 C    06 15
                99
                EF00000000004 402  Q SYSTEM COMPUTERS INC 06 17 99          315.00 C    06 16
                99
                EF00000000004 657  Q SYSTEM COMPUTERS INC 06 17 99          3,713.34 C  06 16
                99
                EF00000000005 265  KEY OFFICE EQUIPMENT I 06 17 99          352.25 C    06 16
                99
                EF00000000005 355  KEY OFFICE EQUIPMENT I 06 17 99          132.83 C    06 16
                99
                EF00000000005 370  KEY OFFICE EQUIPMENT I 06 17 99          1,304.98 C
                EF00000000006 351  KEY OFFICE EQUIPMENT I 06 18 99          913.26 C    06 17
                99
                EF00000000007 107  KEY OFFICE EQUIPMENT I 06 21 99          247.94 C    06 18
                99
                EF00000000007 305  KEY OFFICE EQUIPMENT I 06 21 99          600.02 C
                EF00000000007 308  KEY OFFICE EQUIPMENT I 06 21 99           8.67 C    06 18
                99
                EF00000000008 753  Q SYSTEM COMPUTERS INC 06 22 99          147.26 C    06 21
                99
                EF00000000009 512  KEY OFFICE EQUIPMENT I 06 23 99           96.05 C    06 22
                99
  
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If you need to review what disbursements were paid, you could access the AFS STUB table. To access "STUB," you will enter "EF" in the "TRANS CODE" field, enter the 11 digit number you desire in the check number field, and enter "03" in the "BANK ACCT CODE" field (Note: The code is valid for EFT payments only).

ACTION: R SCREEN: STUB USERID: Z107E45		06/28/99 02:03:44 PM	
C H E C K S T U B			
TRANS CODE= EF	CHECK #= 0000000001	BANK ACCT CODE= 03	
CHECK DATE: 06 11 99		TOTAL CHECK AMOUNT:	362.06
CHECK CAT:		APPLICATION TYPE: 99	
VENDOR: XXXXXXXXXXXX	NAME: KEY OFFICE EQUIPMENT INC		
ADDRESS: STE 29	: 12232 INDUSTRIPLEX BLVD		
CITY: BATON ROUGE	STATE: LA	ZIP: 70809	
DOCUMENT ID	REF DOCUMENT ID	INVOICE #	COMMENTS
672	991994541	PO672993382750	786
367.57			
672	991994541	PO672993382750	786 DISCOUNT
5.51			-

If the vendor contacts your agency requesting a copy of the "STUB," advise them to call the OSRAP Helpdesk. The vendors have agreed to receive remittance information from their bank as a condition of enrollment in the EFT payment program; therefore, they should have no need to have a copy of the "stub."

The system will generate the following reports for the EFT process, which in some instances mirrors reports generated from Automated Disbursements. The following EFT reports are available in Bundl (Refer to the ISIS/AFS Reports Manual for examples):

AD REPORT

- 1G06 A & B
- 1G07 A & B
- 1G24

- 1G18

EFT REPORT

- 1G25 Scheduled Payment Turnaround Report
- 1G26 Unscheduled Payment Turnaround Report
- 1G28 Discounts Taken and Lost Report for Funds Transferred
- 1G29 Voucher Payment Electronic Funds
- 1G30 EFT Vouchers Not Paid Report (Report of vendors whose EFTT record has been inactivated or deleted after the PV has accepted. A paper check will issue if all Automated Disbursement criteria are met).
- 1G31 EFT Tape Register (A listing of EFTT transactions transmitted to the ACH (OSRAP/STO Only)
- 1G44 Million Dollar EFT (OSRAP/STO)
- 1G52 EFT Return Report (OSRAP/STO)
- 2G46 Monthly EFT Register (OSRAP/STO)

Only OSRAP may void EF transactions. OSRAP reviews the 1G52 report on a daily basis and will resolve any problems with the EF transactions. All requests to have EF transactions voided will be initiated by OSRAP. Only those EF transactions that appear on the 1G52 report may be voided and reissued (CX TYPE 1). Since EF transactions are sent directly to the vendor's bank account, CX TYPE 3 transactions will not be processed. If the

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vendor is paid in error, the agency will have to request a refund from the vendor.

If you have any questions regarding this memorandum or the EFT process, please contact the OSRAP Help Desk at (225) 342-1097. If a vendor with questions concerning the EFT payment process (i.e., enrollment, receipt of remittance advises), refer that vendor to the OSRAP Help Desk. Agencies should resolve vendor questions concerning the proper posting of EFT payments.

FHK:jh

Attachments

C: Mr. Gary Hall, CPA
Denise Lea
Connie Carlton
Susan Smith