

## What Is It?

ACH origination is an electronic method for transferring funds between financial institutions rather than through the physical movement of checks or cash. This service allows customers to pay employees, creditors, and tax payments as well as collect from their customers, utilizing our online banking system.

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## How It Works

ACH payments use a batch process, sorted by destination, and transmitted in groups at specified times for either a one or two day settlement period.

### ◆ ACH Credits

- Customer initiates *disbursement* payment instructions via our online banking system.
- ACH credit transactions flow from the Customer to the Receiver.
- Used for both consumer and corporate payment transactions including:
  - Direct Deposit of Payroll
  - Corporate-to-corporate payments
  - Tax Payments

### ◆ ACH Debits

- Customer initiates *collection* payment instructions via our online banking system.
  - ACH debit transactions flow from the Payer to the Customer.
  - Used for both consumer and corporate payment transactions including:
    - Consolidate funds from subsidiaries or branch-type offices
    - Business-to-business payments
    - Insurance premiums
    - Association/club dues
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## Benefits

- ◆ Cost effective
  - ◆ Convenient
  - ◆ Reduces the risk of fraud
  - ◆ No additional equipment needed
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For more information, contact Treasury Services at:  
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