

Universal Payment Identification Code (UPIC®) guide



**Securing and simplifying
electronic payments**



What is a UPIC®?

A Universal Payment Identification Code (UPIC) is a unique account identifier that looks and acts just like a real account number on ACH payment transactions. A UPIC can be published as part of the organization's electronic (ACH) payment instructions on websites and invoices without exposing actual banking information.

Receive more payments electronically.

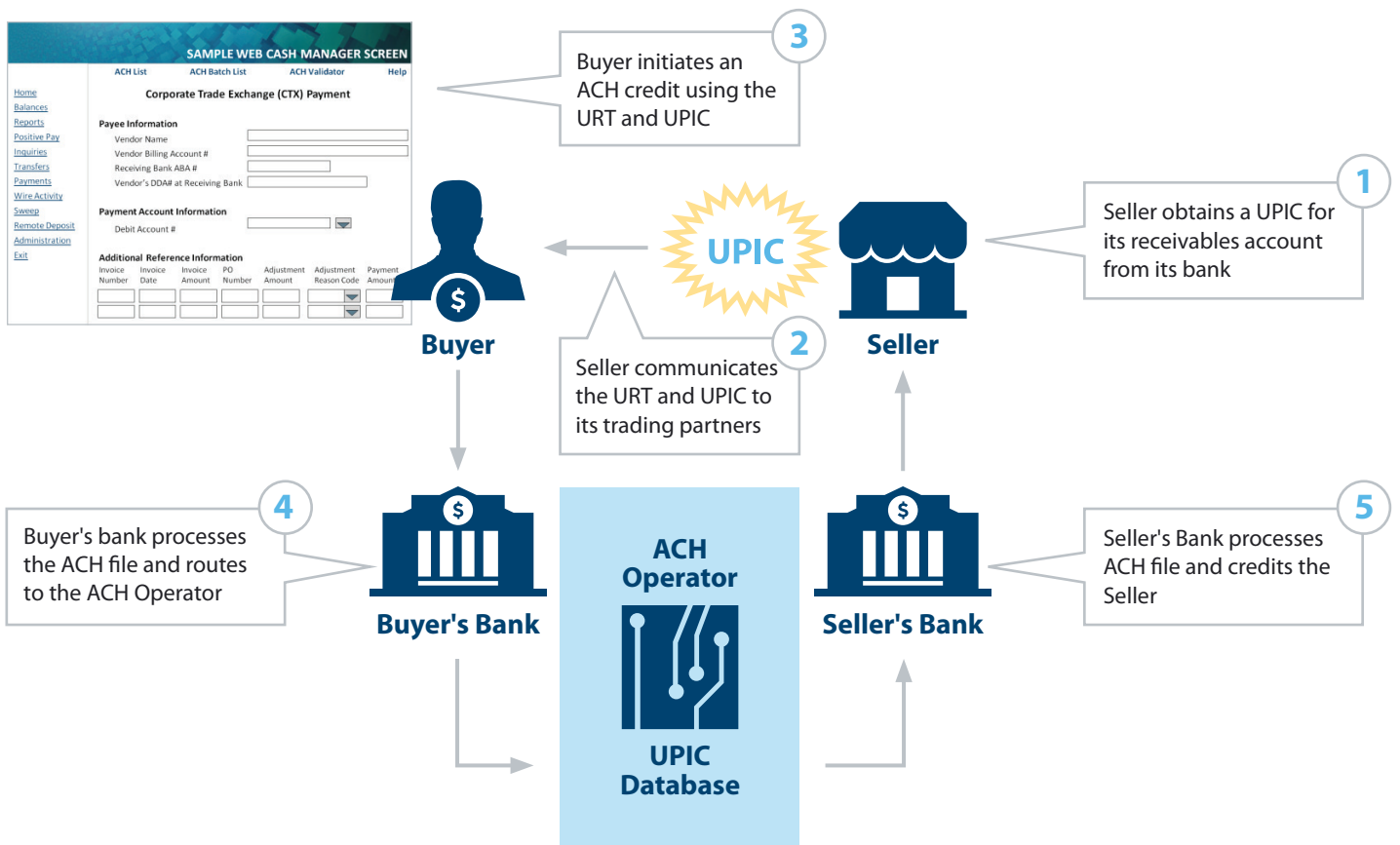
Companies are understandably reluctant to expose bank account numbers on websites and invoices, even though it's required to get paid electronically. A UPIC takes the place of a company's bank account number on electronic payments (ACH), making it a safe way to publish electronic payment instructions.

Protect corporate accounts from fraud.

Using UPICs in place of account numbers in ACH payment transactions reduce the risk of unauthorized ACH debits, demand drafts and fraudulent checks on corporate accounts. UPICs are for electronic credit payments only and cannot be used to initiate ACH debits.

How UPICs Work

UPICs are issued and maintained by financial institutions and are portable. They are for credit payments only and remain with the company even if account numbers or banking relationships change.



UPIC translated into the seller's bank account information.

Sample invoice

Corporate Sales

*Thank you for
your order!*

Invoice #	123456	Date	99/99/99
Order #	11-22222	Page #	1 of 1
Customer #	333333	Amount	\$1000.00

Sold to:	Company Name ATTN: Manager 999 Main St. Suite A Anywhere, USA 12345-1234	Ship to:	Company Name ATTN: Manager 123 Main St. Suite B Anywhere, USA 12345-1234
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QTY	ITEM #	DESCRIPTION	UNIT PRICE	TOTAL
4	1112222	T1 Cable	\$100.00	\$400.00
2	3334444	Network Router	\$600.00	\$1200.00
1	5556666	Mouse Pad	\$20.00	\$20.00

*Questions?
Call Customer Service
at 888-888-8888*

Sub Total	\$1620.00
Tax	\$97.20
Shipping	\$16.00
TOTAL	\$1733.20

If you are paying by check, please return this portion with your payment.

To pay electronically via ACH credit
or EDI Payments:
Any Company Inc
ABA # 123456789
UPIC/Acct # 987654321
Reference # 123ABC*
Invoice No 123456*
**Helps ensure posting to correct invoice*

Amount	\$1733.20
Due Date	99/99/99
Customer #	333333
Invoice #	44-5555-6

To pay via check:
Any Company Inc
321 Any St.
Anywhere USA 12345-1234

Sold to:
Company Name
ATTN: Manager
999 Main St. Suite A
Anywhere, USA 12345-1234

Sample web page screen



Any Company's
Website

HOME

WAYS TO PAY

CONTACT US

WAYS TO PAY YOUR BILL

For your convenience, Any Company offers several ways you can pay your bill:

By Check:

Make your check or money order payable to Any Company and mail payments to:
(Do not send cash.)

Any Company Inc
321 Any St.
Anywhere USA 12345-1234

By ACH Credit

Use the following information to pay electronically via ACH credit from your cash management system:

Any Company Inc
ABA # 123456789
UPIC/Acct # 987654321
Reference # 123ABC*
Invoice No 123456*
**Helps ensure posting to correct invoice*

By Direct Payment

With direct payment, your payment will be automatically deducted from your checking account 10 days after you receive your bill. You can enroll online by clicking on HOME above.

Sample customer letter

ANY COMPANY INC.

321 Any St., Anywhere USA 12345-1234

Company Name

999 Main St. Suite A

Anywhere, USA 12345-1234

Dear Mr. Customer:

I am writing to encourage you to pay your invoices from us electronically because it is more efficient and secure than other payment methods.

We offer two electronic payment options: direct debit and credit payments:

- Direct debit provides convenience. Once you sign up, we debit the funds automatically from your account 10 days after you receive the invoice. It keeps you current and all you need to do is reconcile your accounts. To sign up for direct debit, just call our billing department at 800-555-1234 and provide your bank routing number and account number from the bottom of your check.
- Credit payments provide control. You control the timing and the dollar amount of each payment. The timing is more precise than sending a check and the cost is far less than using a wire payment. ACH credit payments can be made from your cash management or accounts payable system using the following information as the destination for payment:

Any Company Inc

ABA # 123456789

UPIC/Acct # 987654321

Reference # 123ABC*

Invoice No 123456*

****Helps ensure posting to proper invoice***

Please call the billing department if you have any questions about how to pay electronically. As always, we appreciate your business and look forward to working with you in the future.

Sincerely,

J. Doe

President

Any Company Inc.

Frequently asked questions

Does having a UPIC require my company or my trading partners to make system changes?

No system changes are required with the UPIC. The UPIC and universal routing/transit number look and act like a real account information and work with any cash management, accounting or payment system.

Can my suppliers use my UPIC to direct debit me as they do now?

UPICs are used for credit only; debits are blocked.

Who maintains the UPIC information?

Financial institutions maintain the UPIC database, including daily updates.

Does the UPIC replace my account number?

The UPIC does not replace your account number at your bank. UPICs are used in place of account numbers on electronic payment instructions, but are linked to your account numbers in the database.

Can UPICs be used to originate wire payments?

Today, UPICs can only be used for ACH credit payments.

Will the UPIC work in conjunction with my bank's routing and transit number?

No. The UPIC is used in conjunction only with the universal routing number.

What effort does it take to implement UPICs? Where do I get them?

Implementing UPICs is easy. You obtain UPICs and the universal routing number from a participating bank and communicate them to your trading partners and customers.

Who has access to my UPIC information?

Only authorized employees at your bank can view and maintain your UPIC information.

What types of organizations are using UPICs today?

Companies from more than 30 industries use UPICs today:

- Agriculture
- Apparel
- Automotive
- Communications
- Computer Manufacturing
- Construction Services
- Distributor
- Education
- Employee Benefits Services
- Financial Services
- Food Products
- Fuel Distribution
- Fund Raising
- Health Services
- Hospitality
- Medical Technologies
- Membership Organizations
- Paper Products
- Public Finance
- Real Estate
- Retail
- Transportation
- Utilities
- And more...



Inquiring About UPICs

Contact your bank to discuss using UPICs for all your receivable accounts and to find out how to obtain electronic feeds for the remittance information that may be necessary to post payments.

To find out how to get a UPIC, contact Sharon Jablon at sharon.jablon@theclearinghouse.org or 212-613-0178.

www.theclearinghouse.org/payment-systems/ach

