

CCD-Credit Entries



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What Is CCD?

A CCD entry is a business-to-business transaction. It can be either a credit or debit initiated by an organization to consolidate funds from or send funds to its branches, franchises or agents. CCD entries can also be used to credit or debit other organizations after receipt of an authorization.

How Do CCD Credits Work?

A merchant (also called the originator) receives an authorization from their customer/company (also called the receiver) giving the originator permission to send a Credit entry to their business account.

What Types Of Businesses Can Use CCD Credits?

Almost any type of business can use CCD Credit entries. Following are some examples of uses:

- Paying monthly bills
- Paying local, state or federal taxes
- Child support payments (with appropriate documentation)
- Funding branches, franchises or agents
- Funding investment or employee benefit accounts (401ks)
- Charitable donations

Benefits Of Using CCD Credits

- Reduced costs per transaction versus the cost of issuing a check
- Eliminates the cost of replacing lost checks
- Reduced costs (postage, check stock, late fees, etc.)
- Reduces the administrative burden of processing payments

Additional CCD Facts

- CCD entries are primarily reserved for business-to-business transactions.
- CCD entries can be either single-entry or recurring transactions.
- According to NACHA, there were more than one billion CCD credit transactions in 2005.



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Interested in learning how CCD Credits can help your company? Contact ACH Direct at sales@achdirect.com or call 866.290.5400. For compliance requirement information on CCD, please consult the *NACHA Operating Rules and Guidelines*.