

# USS Globalization

Upgrades for UATP Issuers and Merchants

ACH Revenue Accounting Meeting-May 2023

**UATP**<sup>®</sup>

The logo for Airlines Clearing House (ACH) features a stylized blue graphic of three dots and arrows pointing right, above the lowercase letters 'ach' in a bold, blue, sans-serif font. Below this, the full name 'Airlines Clearing House' is written in a smaller, blue, sans-serif font.  
**ach**  
Airlines Clearing House

# What is USS

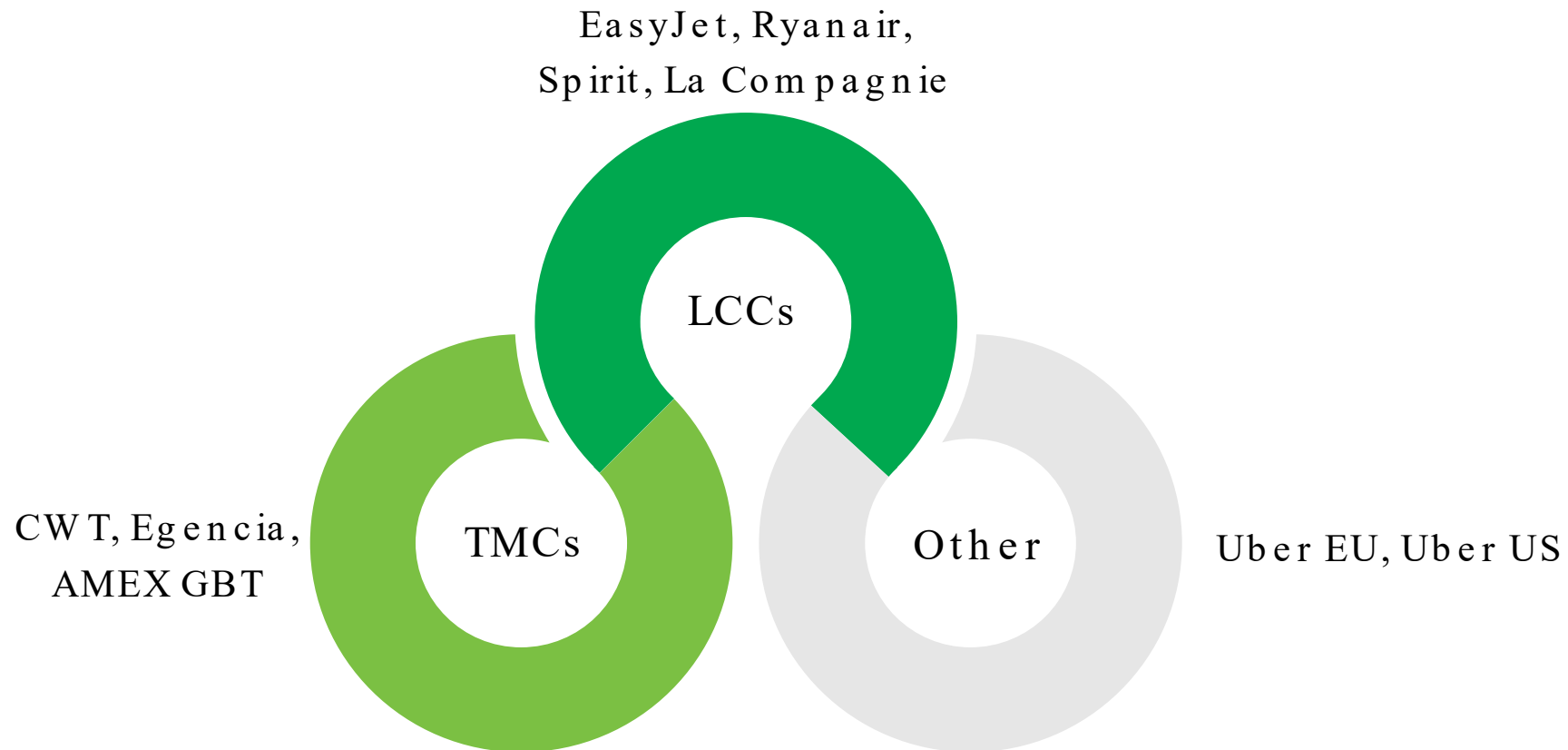
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- USS is UATP's proprietary technology to facilitate settlements for UATP Merchants that are not members of ACH or ICH



# USS Details and Volume

USS allows UATP to add non-ACH / ICH Merchants to our Network



# Goals of USS Globalization

- One global settlement partner
- Support USD payments outside the United States
- Provide payments to Merchants via ACH / SEPA transfers (no more paper checks)
- Automate Issuer / Merchant statements via ACH (no Form Ms)
- Shorten settlement calendar
  - Mimic current VPL calendar
  - Issuers fund 2 business days after statement



# USS Changes for Issuers

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- UATP consolidating USS under one global settlement partner (ACH / US Bank)
- All Issuers allowing OA must be set up to participate in USS
- All Issuers will be migrated to ACH / US Bank
  - Issuer Handbooks have been provided
- New USS Issuer Agreement is forthcoming
- Remittances to USS Merchants no longer comingled with ACH Settlements
- Migration Timeline: July 2023



# USS Upgrades for Merchants

## Single processor

- Simplifies reconciliation

## Aggregated Settlement

- One payment to Merchant from all funded Issuers
- Reduced Bank Fees

## Electronic Funds Transfer of remittances

- Elimination of Paper Checks

## Remittances in currency of choice, or even multiple currencies

# Current Process vs. New Process / Settlement

## Current

- Timing
  - US Issuers: Remittances to USS Merchants comingled with ACH Settlements
- Payments
  - Non-US Issuers: Remittances paid to VPL bank account

## New

- Timing
  - US Issuers: Remittances to USS Merchants is standalone settlement: USS Settlement
- Payments
  - All Issuers: Remittances paid into Issuers' own account(s) at US Bank
    - Issuers required to open account(s) in currency of payment at US Bank

# Settlement Calendar

USS Settlements Calendar															
Clearance Month	SMART Clearance Period	Sales Begin	Sales End	USS Settlement File Received by ACH	Issuer Funds Due	Payment Advice Reports Distributed	USS Settlement	Clearance Month	SMART Clearance Period	Sales Begin	Sales End	USS Settlement File Received by ACH	Issuer Funds Due	Payment Advice Reports Distributed	USS Settlement
Jan 2023	1	2023-01-05	2023-01-12	2023-01-13	2023-01-17	2023-01-18	2023-01-19	Jul 2023	1	2023-07-05	2023-07-11	2023-07-12	2023-07-14	2023-07-17	2023-07-18
	2	2023-01-13	2023-01-18	2023-01-19	2023-01-23	2023-01-24	2023-01-25		2	2023-07-12	2023-07-18	2023-07-19	2023-07-21	2023-07-24	2023-07-25
	3	2023-01-19	2023-01-25	2023-01-26	2023-01-30	2023-01-31	2023-02-01		3	2023-07-19	2023-07-25	2023-07-26	2023-07-28	2023-07-31	2023-08-01
Feb 2023	4	2023-01-26	2023-02-02	2023-02-03	2023-02-07	2023-02-08	2023-02-09	Aug 2023	4	2023-07-26	2023-08-02	2023-08-03	2023-08-07	2023-08-08	2023-08-09
	1	2023-02-03	2023-02-09	2023-02-10	2023-02-14	2023-02-15	2023-02-16		1	2023-08-03	2023-08-09	2023-08-10	2023-08-14	2023-08-15	2023-08-16
	2	2023-02-10	2023-02-16	2023-02-17	2023-02-22	2023-02-23	2023-02-24		2	2023-08-10	2023-08-16	2023-08-17	2023-08-21	2023-08-22	2023-08-23
	3	2023-02-17	2023-02-23	2023-02-24	2023-02-28	2023-03-01	2023-03-02		3	2023-08-17	2023-08-23	2023-08-24	2023-08-28	2023-08-29	2023-08-30
Mar 2023	4	2023-02-24	2023-03-02	2023-03-03	2023-03-07	2023-03-08	2023-03-09	Sep 2023	4	2023-08-24	2023-09-04	2023-09-05	2023-09-07	2023-09-08	2023-09-11
	1	2023-03-03	2023-03-09	2023-03-10	2023-03-14	2023-03-15	2023-03-16		1	2023-09-05	2023-09-11	2023-09-12	2023-09-14	2023-09-15	2023-09-18
	2	2023-03-10	2023-03-16	2023-03-17	2023-03-21	2023-03-22	2023-03-23		2	2023-09-12	2023-09-18	2023-09-19	2023-09-21	2023-09-22	2023-09-25
	3	2023-03-17	2023-03-23	2023-03-24	2023-03-28	2023-03-29	2023-03-30		3	2023-09-19	2023-09-25	2023-09-26	2023-09-28	2023-09-29	2023-10-02
Apr 2023	4	2023-03-24	2023-04-04	2023-04-05	2023-04-07	2023-04-08	2023-04-10	Oct 2023	4	2023-09-26	2023-10-05	2023-10-06	2023-10-11	2023-10-12	2023-10-13
	1	2023-04-05	2023-04-11	2023-04-12	2023-04-14	2023-04-17	2023-04-18		1	2023-10-06	2023-10-11	2023-10-12	2023-10-16	2023-10-17	2023-10-18
	2	2023-04-12	2023-04-18	2023-04-19	2023-04-21	2023-04-24	2023-04-25		2	2023-10-12	2023-10-18	2023-10-19	2023-10-23	2023-10-24	2023-10-25
	3	2023-04-19	2023-04-25	2023-04-26	2023-04-28	2023-05-01	2023-05-02		3	2023-10-19	2023-10-25	2023-10-26	2023-10-30	2023-10-31	2023-11-01
May 2023	4	2023-04-26	2023-05-03	2023-05-04	2023-05-08	2023-05-09	2023-05-10	Nov 2023	4	2023-10-26	2023-11-02	2023-11-03	2023-11-07	2023-11-08	2023-11-09
	1	2023-05-04	2023-05-10	2023-05-11	2023-05-15	2023-05-16	2023-05-17		1	2023-11-03	2023-11-09	2023-11-10	2023-11-14	2023-11-15	2023-11-16
	2	2023-05-11	2023-05-17	2023-05-18	2023-05-22	2024-05-23	2023-05-24		2	2023-11-10	2023-11-16	2023-11-17	2023-11-21	2023-11-22	2023-11-24
	3	2023-05-18	2023-05-25	2023-05-26	2023-05-31	2023-06-01	2023-06-02		3	2023-11-17	2023-11-23	2023-11-24	2023-11-28	2023-11-29	2023-11-30
Jun 2023	4	2023-05-26	2023-06-04	2023-06-05	2023-06-07	2023-06-08	2023-06-09	Dec 2023	4	2023-11-24	2023-12-04	2023-12-05	2023-12-07	2023-12-08	2023-12-11
	1	2023-06-05	2023-06-11	2023-06-12	2023-06-14	2023-06-15	2023-06-16		1	2023-12-05	2023-12-11	2023-12-12	2023-12-14	2023-12-15	2023-12-18
	2	2023-06-12	2023-06-18	2023-06-20	2023-06-21	2023-06-22	2023-06-23		2	2023-12-12	2023-12-18	2023-12-19	2023-12-21	2023-12-22	2023-12-26
	3	2023-06-19	2023-06-25	2023-06-26	2023-06-28	2023-06-29	2023-06-30		3	2023-12-19	2023-12-25	2023-12-26	2023-12-28	2023-12-29	2024-01-02
	4	2023-06-26	2023-07-04	2023-07-05	2023-07-07	2023-07-10	2023-07-11	4	2023-12-26	2004-01-03	2024-01-04	2024-01-08	2024-01-09	2024-01-10	



# Current Process vs. New Process / Reports & Invoices

## Current

- Form M
  - Form M sent from UATP
- Weekly Transaction File (CSV)
  - File sent from UATP
- Invoices
  - None
- Payment Reminders
  - None unless ACH Settlement

## New

- Form M
  - Replaced with Payment Due Reports
- Weekly Transaction File (CSV)
  - UATP to email or SFTP per Issuer's choice
- Invoices
  - Invoices will be available in IATA SIS e-invoicing platform
- Payment Reminders
  - All Issuers to receive emails reminding them of funding obligations

# Issuer Process

- Issuers will deposit amounts owed in USS Settlement to their own accounts at U.S. Bank
  - Same account used for ACH, ICH and PFC Settlements
- Issuers will fund two business days prior to settlement
  - Failure to fund will result in amounts being pushed to next available settlement date
  - Funds will remain in Issuer's account until settlement, two business days thereafter
- Issuers are cautioned to remove any Auto Standing Transfer orders with U.S. Bank to prevent unintentional sweep of funds

# Example Email with Payment Due Report Attached

Subject:

014AC Example Airline Net Balances Due – April 2023 Period 02 USS Settlement

Dear USS Issuer:

Your net balances owed in the April 2023 Period 02 USS settlement are \$14,549.35 USD and \$31,948.47 CAD. See the attached Payment Due Report for details.

The full amounts due must be credited in your account(s) at US Bank by 5:00PM ET on April 21, 2023 to be included in the USS settlement scheduled for April 25, 2023. Funds received after April 21, 2023 will be carried forward to the next period.



# Example - Payment Due Report



## UATP USS Payments Due Report Apr 2023 Period 02

Payment due date: Friday, Apr 21, 2023  
Settlement date: Tuesday, Apr 25, 2023, Category: ALL  
Created: 1/23/2023 10:40 AM EDT

014AC – Example Airline

### PAYMENT DUE SUMMARY

Currency / Category	Total Payables	Total Receivables	Net Amount	Exchange Rate	Balance Due	Payment Currency
<b>USD</b>				↕		
UATP USS	14,549.35	0.00	-14,549.35			
Miscellaneous	0.00	0.00	0.00			
<b>Total USD</b>	<b>14,549.35</b>	<b>0.00</b>	<b>-14,549.35</b>	<b>1.0000</b>	<b>-14,549.35</b>	<b>USD</b>
<b>CAD</b>						
UATP USS	31,948.47	0.00	-31,948.47			
Miscellaneous	0.00	0.00	0.00			
<b>Total CAD</b>	<b>31,948.47</b>	<b>0.00</b>	<b>-31,948.47</b>	<b>1.0000</b>	<b>-31,948.47</b>	<b>CAD</b>
<b>Total Amount Due</b>					<b>-14,549.35</b>	<b>USD</b>
					<b>-31,948.47</b>	<b>CAD</b>

Note: Total Amounts Due in red are due from you.  
Total Amounts Due in black are due to you.



## UATP USS Payments Due Report Apr 2023 Period 02

Payment due date: Friday, Apr 21, 2023  
Settlement date: Tuesday, Apr 25, 2023, Category: ALL  
Created: 1/23/2023 10:40 AM EDT

014AC – Example Airline

### USD PAYMENT DETAIL

	Category / Company	Payables	Receivables	Net Amount
<b>UATP USS</b>				
365TP	Flexflight	7,009.25	0.00	-7,009.25
A03TP	Colwick Travel	7,540.10	0.00	-7,540.10
	<b>Total UATP</b>	<b>14,549.35</b>	<b>0.00</b>	<b>-14,549.35</b>
<b>Miscellaneous</b>				
	<none>	0.00	0.00	0.00
	<b>Total Miscellaneous</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Total USD</b>		<b>14,549.35</b>	<b>0.00</b>	<b>-14,549.35</b>

### CAD PAYMENT DETAIL

	Category / Company	Payables	Receivables	Net Amount
<b>UATP USS</b>				
A56TP	Carlson Wagonlit-Canada	25,900.42	0.00	-25,900.42
B07TP	Eqencia Canada Corp	6,048.05	0.00	-6,048.05
	<b>Total UATP</b>	<b>31,948.47</b>	<b>0.00</b>	<b>-31,948.47</b>
<b>Miscellaneous</b>				
	<none>	0.00	0.00	0.00
	<b>Total Miscellaneous</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Total CAD</b>		<b>31,948.47</b>	<b>0.00</b>	<b>-31,948.47</b>

# Example Email Payment Due Reminder

Subject:

014AC Example Airline Net Balances Due – April 2023 Period 02 USS Settlement

Dear USS Issuer:

Your net balances owed in the April 2023 Period 02 USS settlement are \$14,549.35 USD and \$31,948.47 CAD. See the attached Payment Due Report for details.

The full amounts due must be credited in your account(s) at US Bank by 5:00PM ET on April 21, 2023 to be included in the USS settlement scheduled for April 25, 2023. Funds received after April 21, 2023 will be carried forward to the next period.



# Example SIS Invoice

Billing Entity Name DREAMJET SAS Entity Designator & Num.Code B0-002 Location ID Main Contact Person Street 53 AVENUE JEAN JAURES City LE BOURGET State/Region Paris Zip/Postal Code 93350 Country FRANCE Tax/VAT Registration # FR38798090627 Company Registration #	Invoice # <b>USS0000001</b> Date 2023-01-30 Month/Year Jan 23 Period 03 Charge Category UATP Currency of Billing USD Settlement Method BILATERAL PO Number Location Code Transmitter Code XD-A98 Transmitter Name AIRLINES CLEARING HOUSE Attachments No Line Item Details Yes	Billed Entity Name Lufthansa AirPlus Servicekarten GmbH Entity Designator & Num.Code XB-P28 Location ID Main Contact Person Street Domhofstrasse 10 City Neu-Isenburg, Hessen State/Region Zip/Postal Code 63263 Country GERMANY Tax/VAT Registration # DE811163358 Company Registration # Amtsg.Offenbach: HRB 8119
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Line #	Date of Service	Charge Code	Original Invoice #	Description	Quantity	UOM	Unit Price	Base Amount	Additional Amount	Tax	VAT	Line Amount
1	2022-12-06	ATCAN	121409	USS TRANSACTIONS LESS ISSUER MSF. DETAILED TRANSACTION REPORTS (CSV) WILL BE PROVIDED TO MERCHANT AND ISSUER SEPARATELY BY UATP	1	EA	330.200	330.200	0.000	0.000	0.000	330.200
<b>Line Item Sub Total</b>								<b>330.200</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	
<b>Invoice Header Sub Total</b>									<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	
<b>Total Invoice Base Amount</b>												<b>330.200</b>
<b>Total Invoice Additional Amount</b>												<b>0.000</b>
<b>Total Invoice Tax Amount</b>												<b>0.000</b>
<b>Total Invoice VAT Amount</b>												<b>0.000</b>
<b>Total Due in Currency of Billing</b>									<b>USD</b>			<b>330.200</b>

Payment Terms						
Description	Due Date	Terms	Bank Information	Contact Person	Bank Code	Branch Code
TO BE SETTLED THROUGH USS SETTLEMENTS AS CONDUCTED BY ACH	2023-02-28					
IBAN	SWIFT		Bank Account No	Bank Currency Code	Reference Invoice Number	
					USS0000001	

# USS Settlements



Questions



# Thank you!

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**UATP**<sup>®</sup>

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