



BPAY Scheme Membership Associate and PIM

August 2015

Agenda



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Definitions

A Participant Member

- **Must be** an ADI (Authorised Deposit Taking Institution)
- Can be a Biller and/or Payer Institution
- Settles with other Participant members and directly with the Scheme
- Must have an Exchange Settlement Account
- Can represent Associate and PIM Members

An Associate Member

- **Must be** an ADI
- Can be a Biller and/or Payer Institution
- Must be sponsored by and settle through a Participant Member

A Payer Institution Member (PIM)

- **Not an ADI**
- Payer Institution only
- Must be sponsored by and settle through a Participant Member
(*Can offer BPAY View*)



BPAY Associate Member



Associate Member profile

All ADI's listed on the APRA Web site:
www.apra.gov.au/adi/ADIList.cfm

These organisations are eligible to apply to become a BPAY Associate Member

Australian owned Banks

Credit Unions

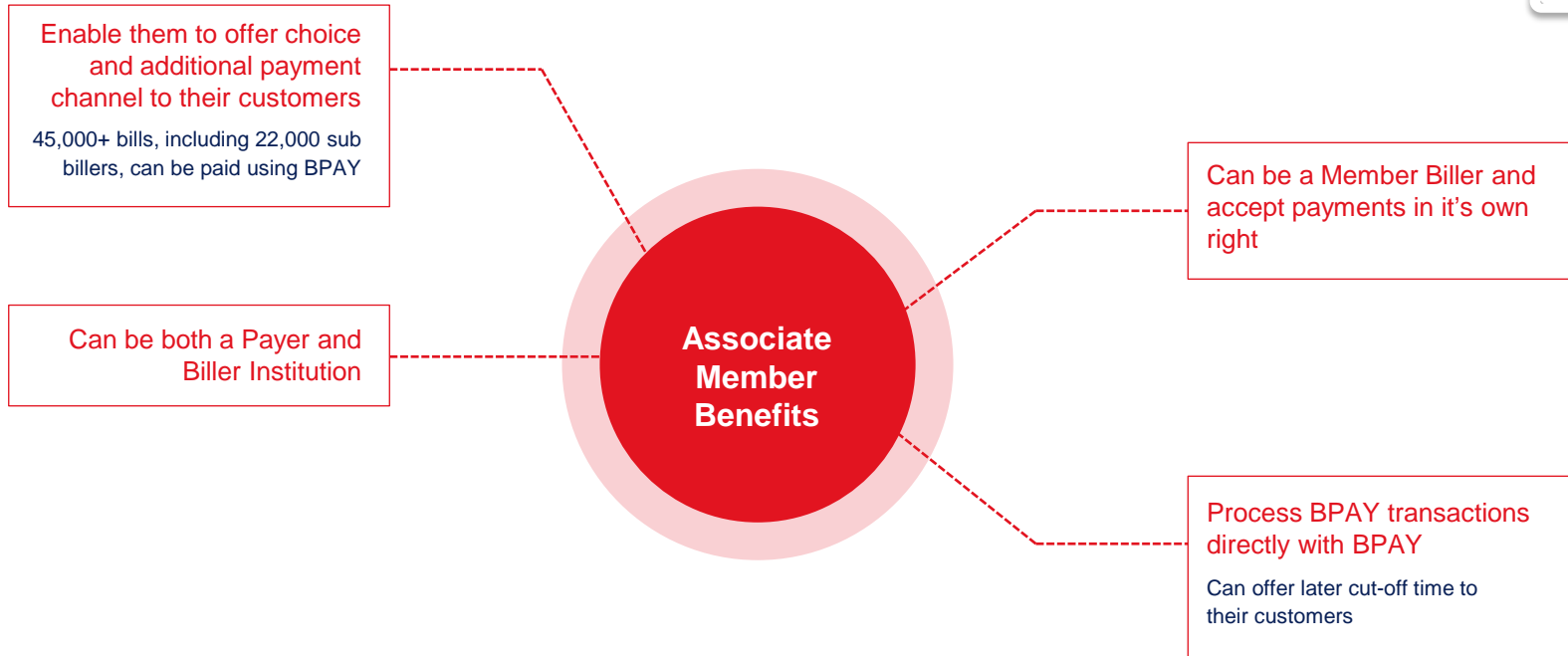
Building Societies

Other ADI's

Including:

- Specialist Credit Card Institutions
- Provider of Purchased Payment Facilities

There are no transaction thresholds defined by BPAY to become an Associate Member





BPAY Payer Institution Member (PIM)



Background

PIMs set-up as a new BPAY Membership category in 2007

- Enabling non-ADIs to join the BPAY Scheme as Payer Institutions only, with the sponsorship of a Participant Member
- Meeting the need to offer non-ADIs the benefits of BPAY Membership
 - May be able to charge Transaction processing fees
 - Access to transactions for 45,000+ Billers, including 22,000 sub billers

BPAY Scheme Benefits

- Providing an increase in Scheme Membership as well as increasing the breadth of Membership options



PIM Profile

A potential PIM utilises a 'Store of value' that is held on behalf of the customer.
Company types include:

Personal loans with a revolving line of credit

Mortgages with redraw facility

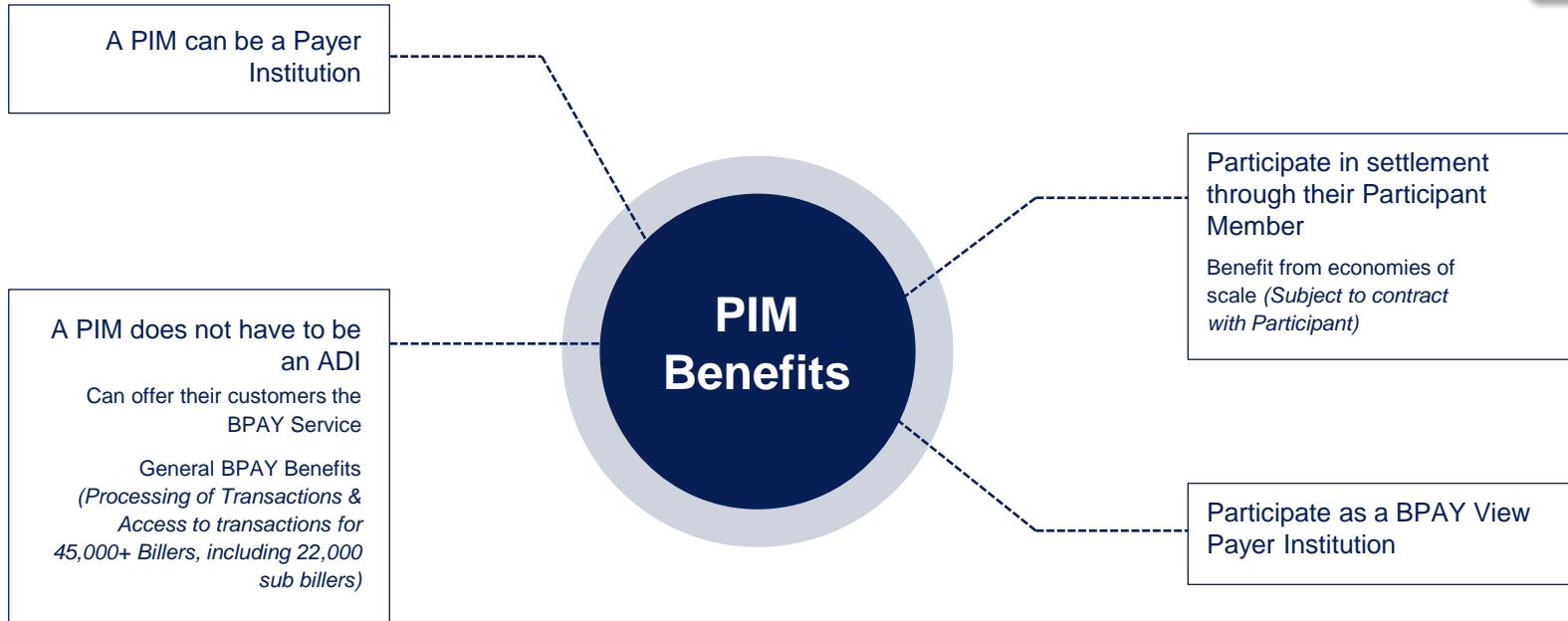
Rural Finance (*Business loans*)

Non-bank credit cards (*For example: Diners and American Express*)

Superannuation Funds (*When the fund has matured and there is a cash element that can be drawn upon*)

Church Funds (*These do have deposits but are exempt from the Banking Act*)

There are no specific transaction thresholds defined by BPAY for an organisation to become a PIM





PIM Profile

Membership Features	Associate Member	PIM
Authorised Deposit Taking Institute supervised by APRA	✓	✗
Payer Institution	✓	✓
Biller Institution	✓	✗
Can offer BPAY View to customers	✓	✓
Process transactions direct with BPAY	✓	✗
Require Participant Member sponsorship	✓	✓



Requirements for Membership and Application Process



Associate Member Requirements

To become an Associate Member the organisation must:

- Be an authorised ADI supervised by APRA
- Must settle via a Participant Member
- Comply with the obligations of BPAY Scheme Membership
- Can send/process transactions directly to BPAY
(If agreed with Participant Member)
- Be sponsored by a BPAY Participant Member



Associate Member Application Process

- 1** Requires sponsorship by a BPAY Participant Member
- 2** Completes the BPAY Membership Application form (BROP)
- 3** Representative Members confirm that applicant is an ADI
- 4** Application submitted to BPAY Management Committee for approval
- 5** Pay the Joining Fee, minimum \$30k – maximum \$200k, *(based on assets employed, see BROP Ref: 12.1.1)*
- 6** Once approved, Certification testing takes place with BPAY. *(Certification testing takes approximately 1-2 weeks)*



PIM Requirements

To become a PIM, the organisation must:

- Be signatory to the ePayments Code - or - Be party to an external dispute resolution scheme, approved by the BPAY Board.
- Current approved Schemes are:
- Financial Services Ombudsman
 - Credit Ombudsman Services Ltd.
- Have a Participant Member prepared to represent them in the BPAY Scheme
- All Transactions and settlement will be via a Participant Member
- Must manage a 'store' of value for the customers



PIM Application Process

1 PIM completes the BPAY Membership Application form (BROP)

2 Participant Member completes PIM Representative Acknowledgement (BROP 12.1.2)

3 Proof applicant is registered with ePayments Code or other approved scheme:

- a. Banking and Finance Services Ombudsman
- b. Credit Ombudsman Services Ltd.

4 Provides Company Overview including:

- a. BPAY Implementation plan
- b. WEB site link

5 Submitted to BPAY Management Committee for approval

6 Pay Joining fee based on forecast payments, min \$15k max \$100k (BROP 12.1.2)

7 Once approved, full Certification testing takes place with BPAY

- a. Certification testing takes approximately 2 weeks



Membership Application Summary

Membership Features	Associate Member	PIM
Require Participant Member sponsorship	✓	✓
Completes BPAY Membership Application form	✓	✓
PM confirm Associate is ADI	✓	n/a
Participant completes PIM representative form	n/a	✓
Proof PIM is registered with ePayments Code or other approved Scheme	n/a	✓
Provide Company Overview	n/a	✓
Submit to BPAY Management Committee for approval	✓	✓
Pay Joining fee based on	Assets employed	Forecast Volume
CSL Certification Testing	✓	✓

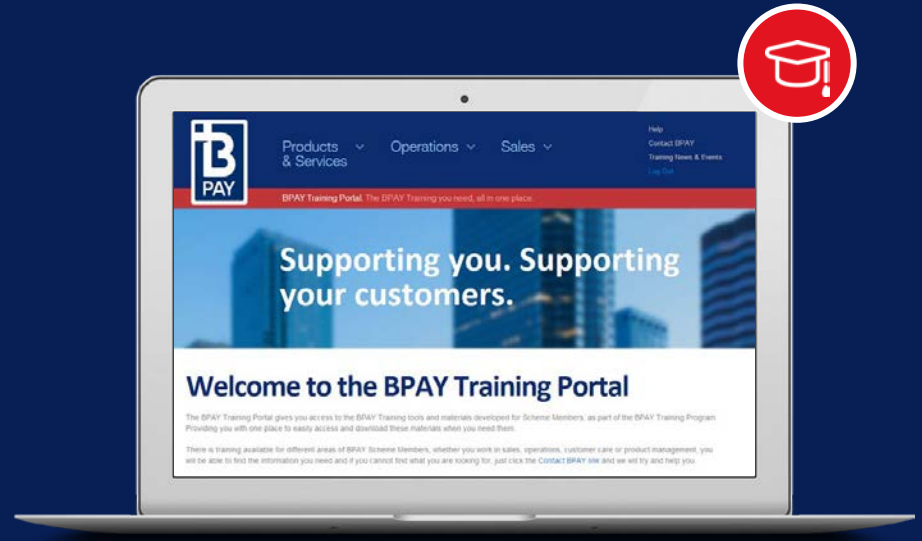
Where to get help and more information

The BPAY Training Portal is a 'one stop shop' to access the BPAY Training:

- Access via the Member area of www.bpay.com.au
- Obtain your Financial Institution username/password from your BPAY Product Manager
- Provides Product, Sales and Operations training

All materials can be run within the portal or downloaded, including:

- Power point Presentations
- Quick Reference Guides
- BPAY Training Videos
- Sales Training e-learning modules
- Operations 'How To' Guides
(Step-by-step Guides to all key Operations tasks)



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