



NOTICE OF AMENDMENT
TO THE
2020 NACHA OPERATING RULES

April 14, 2020
SUPPLEMENT #2-2020

1. Effective Date of Supplementing Data Security Requirements
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Supplement #2-2020 to the Nacha Operating Rules

Supplement #2-2020 contains changes to the Effective Dates of the Rule for Supplementing Data Security Requirements.

To ensure compliance with the most current rules, this supplement should be used in conjunction with the 2020 edition of the Nacha Operating Rules.

Supplementing Data Security Requirements

SUMMARY

The upcoming effective dates of the Rule on Supplementing Data Security Requirements are extended by one year, to June 30, 2021 and June 30, 2022, respectively.

DISCUSSION

In November 2018, the Nacha membership approved a set of rule changes related to ACH quality and risk management. Included as part of these rules changes is a supplement to the existing Rules on data security. Under the new Rules, ACH Originators and third-parties will be required to further protect account information while at rest.

In response to requests from some covered parties for additional time to come into compliance with the Rule requirements, Nacha is extending each of the two effective dates by one year:

- Phase 1 of the Rule, which applies to ACH Originators and Third-Parties with more than 6 million ACH payments annually, is now effective on June 30, 2021.
- Phase 2 of the Rule, which applies to ACH Originators and Third-Parties with more than 2 million ACH payments annually, is now effective on June 30, 2022.

Covered parties are urged to become compliant with the new Rule as soon as circumstances permit, but no later than these new effective dates.

Please refer to the 2020 Nacha Operating Rules for detailed information on the Supplementing Data Security Requirements Rule.