Check Service Agreement Addendum
"Gold Payroll" Program

Merchant Information:

What is the anticipated monthly volume of checks cashed? #_____ $_____

Approximately how many bad checks do you receive per month? #_____ $_____

What is your average check amount? $_____

What is the largest check that you typically accept? $_____

Gold Remote Deposit Program:

- Requires merchant to verify ALL checks via terminal using certified check imager.
- Requires merchant to enter Check Writers valid US Drivers License into the terminal.
- Requires merchants to understand that verified checks may be approved by the terminal and still be dishonored later by the bank.
- Requires merchants to verify checks through the terminal using the certified check imager in order to qualify under the program.
- This program uses "Check21" services to electronically deposits checks into Merchant's bank account.
- Does not include the following types of checks:
    - Credit Card Checks
    - Temporary Checks
    - Personal Checks
    - Checks drawn on banks outside the USA
- Entitles Red Check to automatically disqualify any checks received that are of the types on "not included" list above.
- Requires the following additional information on all checks in order to meet guarantee qualifications.
    - Terminal authorization number
    - Payee Name
    - Payee physical Address
    - Two Valid Telephone numbers with area codes for Payee.
    - Payee Drivers License Number or State issued Picture ID w/ State of Issuance.
    - Payee's right thumbprint on face of check.
    - Maker Name
    - Maker physical Address
    - Valid Telephone numbers with area codes for Maker.
- Limits the Guarantee service to only apply to qualified checks that meet the following requirements:
    - Return Reason Code of Non Sufficient Funds (R01).
    - Check has been levied with a discount rate and transaction fee.
    - Transaction did NOT receive any Warning, Manager Needed or Declined terminal response.
    - Received by merchant in good standing with NO Merchant Fees returned unpaid.
- Entitles Red Check to assign the guarantee limit per check upon approval of merchant.
- Requires the maximum total returned checks per any given month to not exceed 1% of total check acceptance dollar volume.
- Requires returned checks from the Merchant's bank to be received by Red Check within 7 days of check date.
- Provides for payment of qualified returned checks within 60 days from the date the check was received by Red Check.
- Allows Red Check to also collect a service charge from the bad check writer.
- Specifies that all terms and conditions in the Merchants check service agreement will apply to these checks.
- Specifies the term of the agreement is 36 months and Section 18.2 of the Merchant check services agreement will apply for Termination.
- Requires merchant to report any payments received from check writers that are in collections by Red Check.
- Requires the merchant to comply with all state and federal regulations regarding check processing including CTR reporting.
- Entitles Red Check to its collection fees on any payments received by merchant from check writer in collections.
- Allows collections fees for payments received by merchant to be deducted from future payments to the Merchant or billed to the Merchant.
- Entitles Red Check to debit designated merchant bank account for any outstanding amounts owed by merchant to Red Check.

_____ _____

Business Name Tax ID

_____ _____

Merchant Signature Date

_____

Please Print Name

Important Notice **Revised 01/01/2008**

This service is not designed to eliminate all of the risks associated with accepting or cashing checks. Merchants must continue to uphold strict guidelines when accepting checks as a form of payment. Red Check's system is an effective tool utilized by Merchants to reduce or limit the inherent risks associated with checks.