



Value Proposition: Settlement and Cash Management |

Settlement services from Catalyst Corporate Federal Credit Union maximize convenience for credit unions by allowing all transactions to settle through a single **cash management account**. The benefits are substantial.

Dollars maintained for settlement earn interest – a feature that is not available from banks, where compensating balance accounts generally result in lost earnings on excess funds.

Members' settlement activity is supported by a **line of credit**, which ensures that all critical payments activity is funded. Catalyst Corporate advances low-cost overnight loans *automatically* as needed to cover any shortfalls.

Catalyst Corporate provides **intra-day credit** as well, covering settlement activity even when a settlement account goes negative during the day. This extraordinary benefit is possible due to the aggregation of funds across the corporate's membership and is provided free of charge. In contrast, credit unions settling directly with the Federal Reserve are at risk for penalties and fees for overdrafts. As a result, they must employ dedicated resources to monitor their Fed accounts throughout the day, transfer funds to cover activity and ensure sufficient funds are on deposit overnight.

Online account access, combined with comprehensive member service call center support, further enhances the overall experience.