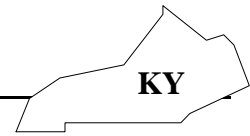


EBT PROGRAM

State of Kentucky



Background

The state of Kentucky went live on May 1, 1999 in Anderson, Fayette, Franklin, Shelby, and Woodford counties. Kentucky offers acceptance of both state food stamp and federal cash benefits under the Quest logo and operating rules. As part of the Southern Alliance of States (SAS), Citibank is the primary contractor for the state, while EFunds Electronic Payment Systems acts as the transaction authorizer. Lockheed Martin IMS is the coordinator for the state for recipient training, card production, and retailer management. For questions of this nature, please contact Lockheed at (404) 572-6558.

BINs (Card Length)

State cards: 507709 (16)

Federal cards: 507688 (16)

Transactions Supported

Food Stamp and Federal Cash Benefit Purchases

Federal Cash Benefit Purchase with Cash Back

Federal Cash Benefit Cash Only

Food Stamp and Federal Cash Benefit Reversals

Food Stamp and Federal Cash Benefit Balance Inquiries

Food Stamp Return

Food Stamp Electronic Voucher

Food Stamp Electronic Vouchers

Refer to the CONCORD Policy and Procedures manual for in-depth information on processing electronic vouchers. To acquire a manual voucher approval number, please contact the EFunds Help Desk at (800) 831-5235 or the phone number listed on the back of the recipient's card (to reach the ARU).

State Equipment Support

State equipment for the state of Kentucky supports Food Stamp transactions only.

State and Commercial Equipment

The state of Kentucky does not allow both state and commercial equipment to be installed in one location for the processing of EBT transactions.

Rebates

The state of Kentucky offers a \$.30 per Cash Only (withdrawal) transaction rebate to the merchants. EFunds passes the rebate funds along to CONCORD, who forwards the funds directly to the customer.

Ordering Manual Vouchers and Logos

CONCORD supplies merchants within the state of Kentucky with both manual vouchers and Quest logo stickers. Contact the CONCORD Customer Service Help Desk.

Contracts

Each merchant must contract with CONCORD. CONCORD must also receive a Schedule 1 for each merchant. Each merchant must receive a copy of the Addendum 1 as it is referenced in the CONCORD contract.

Application Process

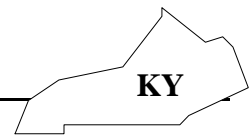
The Schedule 1 includes the FNS number from the Food and Nutrition Services group, which is part of the U.S. Department of Agriculture. CONCORD adds the FNS number to the merchant's profile. CONCORD requires three business days from the date CONCORD receives the contract rider and Schedule 1 to the time the merchant can go live on EBT. EFunds implemented the FNS REDE file system, which accesses the FNS' file of valid FNS numbers before authorizing the transaction. Before the merchant can go live on EBT, the merchant must verify with the regional FNS office that the merchant's FNS number appears on the REDE file. The FNS office phone number for all counties in Kentucky is (606) 233-2411.

Card Usage in Other States

To accept Kentucky cards in other states, the merchant must indicate on the Schedule 1 that they would like to accept Kentucky cards. The merchant must contact their local FNS office to ensure that their FNS number is on the REDE file for Kentucky.

EBT PROGRAM

State of Kentucky



Adjustments

At this time, there is no clear answer on whether or not the U.S. Department of Agriculture will allow adjustments on Food Stamp accounts to be processed for the state of Kentucky. Adjustments may be made to Food Stamp accounts if they are in favor of the Cardholder/Client, but not the Retailer. Also, adjustments to Cash Benefit accounts are permitted in favor of either the Cardholder/Client or the Retailer.

*For further information, please contact your
CONCORD Account Executive.*