

Interchange, Qualification, and Fees Summary

PMB 1277
October 2022
**Interchange Rates,
Qualification, and
Fees**
Version 1

July 19, 2022

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Document History

Version	Notes/Changes
Version 1	90 Day Publication – Initial Publication – July 19, 2022
Version 2	60 Day Publication - Secondary Publication - August 16, 2022
Version 3	30 Day Publication - Final Publication - September 13, 2022

October 2022 Release

Global Payments Inc. received notification of changes to the operating regulations effective October 2022 by Visa®, Mastercard®, Discover® Network and American Express®. Global Payments Inc. has reviewed and analyzed the changes and is providing the following additional summary to serve as a general guideline. Our proprietary systems will be updated and certified by the required release dates. These updates may require changes to your authorization and/or settlement systems and your internal business processes and procedures. Regulatory items listed below may not apply to all business types. This document provides information available as of the published date and is subject to change. While we strive to make sure this information is accurate, we do not warrant the completeness, timeliness, or suitability of this information for your specific needs. In addition, the compilations, summaries and information contained within this document do not substitute for the Association Rules, which are part of your contract with Heartland Payment Systems.

Each item includes an impact box. If there is an “x” in the authorization box, there may be an impact to your authorization platform requiring changes on your end or an update could be made for you by Global Payments Inc. or your authorization vendor. If there is an “x” in the settlement box, there may be an impact to your settlement platform requiring changes to your systems or an update may be made on your behalf by Global Payments Inc. or the vendor that completes your settlement. If there is not an “x” in the box, we are providing you this information for review, as there may be potential impact to your business in any item. Please review the changes and note any impact/action required – please work with your Enterprise Account Team to determine the specific impacts to your authorization and settlement processes.

Release Date	Impact	Key
October 14, 2022	Authorization	Impact to authorizations
	Settlement	Impact to settlement
	Interchange	Impact to interchange
	Card Brand Fees	Impact to fees
	Disputes	Impact to chargebacks

Visa®

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Changes to Visa B2B Virtual Payment Transaction Processing

Release Date		Impact
October 14, 2022	Authorization	X
	Settlement	
	Interchange	X
	Card Brand Fees	
	Disputes	

Visa will implement changes that will impact processing for Visa B2B Virtual Payment purchase and credit voucher transactions.

B2B Virtual Payments program enables online travel agencies, travel service providers, and other travel payment providers to use virtual accounts to pay travel suppliers for inventory.

Visa is enhancing the Visa B2B Virtual Payments program product offering to expand the list of qualifying MCCs. Additionally, Visa is adding a greater number of B2B Program Identification (ID) values associated with a unique B2B Virtual Payments product account range.

New Eligible MCCs for B2B Virtual Payment Transactions

MCC	Description
4111	Local and suburban commuter passenger transportation, including ferries
4121	Taxicabs and Limousines
4789	Transportation services (Not elsewhere classified)
5812	Eating places and restaurants
5813	Drinking places (alcoholic beverages) - bars, taverns, nightclubs, cocktail lounges, and discotheques
5814	Fast food restaurants
5992	Florists
7832	Motion picture theaters

7922	Ticket agencies and theatrical producers (except motion pictures)
7992	Public golf courses
9399	Government services (not elsewhere classified)

Existing and New B2B Program ID Values and Associated Rates

Status	B2B Program IDs	B2B Program ID Descriptions	Rates
Existing	A1	B2B Program 1	0.80% + \$0.00
	A2	B2B Program 2	1.00% + \$0.00
	A3	B2B Program 3	1.20% + \$0.00
	A4	B2B Program 4	1.40% + \$0.00
	A5	B2B Program 5	1.60% + \$0.00
	A6	B2B Program 6	1.80% + \$0.00
New	A8	B2B Program 8	0.90% + \$0.00
	A9	B2B Program 9	1.10% + \$0.00
	B1	B2B Program 10	1.30% + \$0.00
	B2	B2B Program 11	1.50% + \$0.00
	B3	B2B Program 12	1.70% + \$0.00
	B4	B2B Program 13	1.90% + \$0.00
	B5	B2B Program 14	Rates will be announced in a future communication.
	B6	B2B Program 15	
	B7	B2B Program 16	
	B8	B2B Program 17	
	B9	B2B Program 18	
	C1	B2B Program 19	
	C2	B2B Program 20	
	C3	B2B Program 21	

New Visa Flexible Rate B2B Virtual Program Products

Release Date		Impact
October 14, 2022	Authorization	
	Settlement	
	Interchange	X
	Card Brand Fees	
	Disputes	

Visa will introduce the new Visa Flexible Rate B2B Virtual Program products.

Visa is introducing the new Visa Flexible Rate B2B Virtual Program product that will include credit, deferred debit, and prepaid options to enable merchants to use virtual accounts. This is a global fee program that will take precedence over any other fee program including Merchant Verification Value (MVV)-based programs such as Member Supplied Interchange (MSI), Visa Partner Program (VPP) or FPI based.

Fee Program	Fee Descriptor	B2B Program IDs	B2B Program Descriptors	Rates
Flexible Rate B2B Virtual Program	B2B FLXBL PRGM	A1	B2B Program 1	0.80% + \$0.00
		A2	B2B Program 2	1.00% + \$0.00
		A3	B2B Program 3	1.20% + \$0.00
		A4	B2B Program 4	1.40% + \$0.00
		A5	B2B Program 5	1.60% + \$0.00
		A6	B2B Program 6	1.80% + \$0.00
		A7	B2B Program 7	2.00% + \$0.00
		A8	B2B Program 8	0.90% + \$0.00
		A9	B2B Program 9	1.10% + \$0.00

		B1	B2B Program 10	1.30% + \$0.00
		B2	B2B Program 11	1.50% + \$0.00
		B3	B2B Program 12	1.70% + \$0.00
		B4	B2B Program 13	1.90% + \$0.00
		B5	B2B Program 14	Rates will be announced in a future publication.
		B6	B2B Program 15	
		B7	B2B Program 16	
		B8	B2B Program 17	
		B9	B2B Program 18	
		C1	B2B Program 19	
		C2	B2B Program 20	
		C3	B2B Program 21	

New Visa Flexible Credential Prepaid Consumer Product

Release Date		Impact
October 14, 2022	Authorization	
	Settlement	
	Interchange	X
	Card Brand Fees	
	Disputes	

Visa will introduce the new Visa Flexible Credential prepaid consumer product.

Visa will implement a standalone consumer buy now pay later payment credential to support single and multiple use buy now pay later purchases in virtual and physical environments. This buy now pay later consumer credential is a prepaid card

allowing both domestic and international transactions. The AP and CEMEA regions will be the first two regions to roll out this new product in India, Saudi Arabia, and the United Arab Emirates (UAE).

The following MCCs will not be supported for this product: 4829, 6010, 6011, 6012, 6051, 6211, 6540, 7273, 7800, 7801, 7802, 7995, 9406. Existing fee programs will apply to Visa Flexible Credential prepaid consumer purchase and credit voucher transactions for interregional transactions.

Mastercard®

Updates to the Excessive Authorization Attempts Transaction Processing Excellence Program

Release Date		Impact
October 1, 2022	Authorization	X
	Settlement	
	Interchange	
	Card Brand Fees	
	Disputes	

What is the impact?

- Merchants need to be aware of the new threshold and rates for declined attempts within the Excessive Chargeback Merchant program. In order to avoid this fee,

Effective **October 1, 2022** Mastercard will reduce the threshold for repeated declined attempts on the same card **from 20 to 10** previously declined attempts within a 24-hour period. In addition to changing the threshold, Mastercard will increase the fee for these excessive attempts. The TPE fee schedule is as follows:

Fee Program	Current Fee	New Fee Effective January 1, 2023	New Fee Effective January 1, 2024	New Fee Effective January 1, 2025
Excessive Authorization Attempts	\$0.10	\$0.15	\$0.30	\$0.50

To avoid these fees, clients should ensure the following:

- Cease sending authorizations on a same card, the same merchant ID, within a 24-hour period after receiving 10 decline responses from the issuer.
- Ensure they are using the Account Status Inquiry (ASI) transaction type for account status checks.