



Connected FSA Archive

HOW TO MEET THE NEW FEDERAL MANDATES — WITHOUT NEW HEADACHES

Federal requirements for accepting FSA and other benefit cards don't stop at your store's POS and electronic payments systems.

The IRS also requires grocers to implement five-year secure storage with ticket and item-level reporting on demand for all transactions tendered by these health-care cards.

StoreNext's Connected FSA Archive automates the whole process to make compliance easy — and very inexpensive.

StoreNext

New IRS rules for 2008 require grocers to implement an Inventory Information Approval System (“IIAS”) within their POS in order to accept FSA, HRA and other health-care debit cards. Every grocer is affected since these cards are tendered for thousands of common over-the-counter items such as aspirin, acne medications, cold relief tablets – and even hearing aid batteries.

The IIAS capability at POS must recognize health-care qualified items and account for them separately. Then the system must manage the payment cycle: only the amount of the qualified items may be tendered via FSA or other health-care debit card media.

THE RULES DON'T STOP THERE

But Federal IRS mandates also require stores to archive each health-care debit transaction for five years. Full ticket detail on each item must be available to enable audits — even in the distant future — to demonstrate conclusively that all health-care payment transactions were executed properly and against qualified items only.

Few grocers have the means to separate health-care transactions, organize them into searchable databases across multiple stores and build the tools to isolate transaction subsets and report on them. Grocers also must manage secure archival off-site storage in compliance with payments industry and federal regulations — for five years.

How can you comply?

THE CONNECTED FSA ARCHIVE SERVICE

Fortunately your answer is simple: StoreNext provides a fully automated service that collects the data, handles all the necessary archive functions and provides the

reporting you need, in real time, based on your own criteria and requirements.

StoreNext's Connected FSA Archive service automatically manages:

Data Collection Transaction information is automatically collected daily from each store: no manual exports, processes, conversions, consolidations, deletions or transports.

Database Storage Your enterprise data is maintained worry-free in ultra-secure data centers. And it's always at the ready.

Transaction Reporting StoreNext provides a full range of FSA transaction reports based on your selected time period, stores, transaction amounts, even by terminal or cashier.

FSA Item Reporting Based on your criteria, you can report which health-care qualified items were sold, the quantities and the health-care qualification itemizers and flags that are critical to federal compliance.

Drill-Down Simply click any transaction in the report to display the full ticket image and line-by-line transaction details. And your current selection criteria can always be checked with a single click.

Exporting FSA Archive facilities include exporting selected data to Excel. Exports can even include the receipt images.

Archive Management Your data is automatically managed: there's no need to manually add transactions or remember to delete old data to meet IRS sunset requirements.

Plug-and-Play Compatibility currently extends to all FSA-equipped Retailix StoreLine and StoreNext ISS45 and ScanMaster POS systems.

The FSA Archive service is available for a low subscription price.

[continued overleaf...]

REPORTING SCREEN EXAMPLES: CONNECTED FSA ARCHIVE

The screenshot shows a reporting application with a grid of transactions and a pop-up window for a specific ticket.

Store	Business Date	Transaction Date	Transaction Time	Ticket No.	Cash Register	Cashier	Total Amount	Total Discount	Total Items	Comments
Store 01	01/01/2007	01/01/2007	11:29:41	5985	1	130	25.45	---	7	Cancelled Line
Store 01	01/01/2007	01/01/2007	11:40:27	5993	1	130	45.00	---	2	Cancelled Line
Store 01	01/01/2007	01/01/2007	11:42:44	5994	1	130	18.86	---	7	
Store 01	01/01/2007	01/01/2007	16:40:04	6257	1	130	65.00	---	10	
Store 01	01/01/2007	01/01/2007	17:07:22	6283	1					
Store 01	01/01/2007	01/01/2007	15:45:16	2009	2					
Store 01	01/01/2007	01/01/2007	16:03:54	2004	2					
Store 01	01/01/2007	01/01/2007	17:28:21	2060	2					
Store 01	01/01/2007	01/01/2007	17:48:29	2071	2					
Store 01	01/01/2007	01/01/2007	18:53:55	2112	2					
Store 01	01/01/2007	01/01/2007	19:19:07	2122	2					
Store 01	01/01/2007	01/01/2007	19:32:00	2130	2					
Store 01	01/01/2007	01/01/2007	19:32:34	2131	2					
Store 01	01/01/2007	01/01/2007	19:33:39	2133	2					
Store 01	01/01/2007	01/01/2007	12:04:46	6053	3					
Store 01	01/01/2007	01/01/2007	12:06:07	6054	3					
Store 01	01/01/2007	01/01/2007	12:39:29	6072	3					
Store 01	01/01/2007	01/01/2007	14:33:00	6140	3					
Store 01	01/01/2007	01/01/2007	14:36:52	6143	3					
Store 01	01/01/2007	01/01/2007	14:45:11	6148	3					
Store 01	01/01/2007	01/01/2007	15:06:42	6157	3					
Store 01	01/01/2007	01/01/2007	15:48:46	6184	3					
Store 01	01/01/2007	01/01/2007	16:53:57	6231	3					
Store 01	01/01/2007	01/01/2007	18:41:34	6278	3					
Store 01	01/01/2007	01/01/2007	18:50:11	6284	3					
Store 01	01/01/2007	01/01/2007	07:05:33	298	4					
Store 01	01/01/2007	01/01/2007	08:48:12	351	4					
Store 01	01/01/2007	01/01/2007	14:56:12	465	4					
Store 01	01/01/2007	01/01/2007	14:58:35	466	4					
Store 01	01/01/2007	01/01/2007	15:49:01	490	4					
Store 01	01/01/2007	01/01/2007	16:02:27	498	4					
Store 01	01/01/2007	01/01/2007	18:27:14	576	4					
Store 01	01/01/2007	01/01/2007	19:04:51	602	4					
Store 01	01/01/2007	01/01/2007	12:07:30	5923	5	230	50.52	---	14	
Store 01	01/01/2007	01/01/2007	12:10:03	5926	5	230	56.47	---	16	

The pop-up window shows a detailed receipt for Ticket No. 5923:

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GIFT CARD
PURCHASE A GIFT CARD 30.00
MULTIPLY
PRESCRIPTION CO-PAY 20.00 F
GROCERY REIM
ENTERTAINMENT 45.00 -6.00 F
BALANCE DUE
FSA CARD 20.00
(01) MAKE MAKE MAKE 0612
Exp. Date: 09/30/09
Auth: #223344 Sale #03864321
Credit Card
123 *****0000
Auth Code = 502236
CASHIER
CASHIER
Total number of items sold = 3
FSA Purchase Summary
Item # 20.00
FSA Total 20.00
Note: Individual FSA cards can represent multiple personal accounts. The amount tendered with an FSA card in this transaction cannot be applied against other FSA accounts.
CASHIER NAME: JEFF MEYER
STORE: 0001, REGISTER: 001, CASHIER: 0330
TIMESTAMP: 5993 JAN2007 11:42:06
    
```

The screenshot shows a 'Healthcare Tendered Items Report' with the following data:

Item Code	Item Description	FSA Flag	Quantity Sold	Amount Sold
381 37005670	BAND-AID SPORT STRP		12	\$59.88
24291 29353	TYLENOL PM		2	\$14.56
3057801 6020	ADVIL CAPLETS		25	\$197.00
100001	PRESCRIPTION CO-PAY REG	0	54	\$1,080.00
100002	PRESCRIPTION CO-PAY FORM	0	17	\$680.00
30084062732	COUGH CONTROL		2	\$9.98
2420000890	DIME TAPP COUGH		7	\$48.98
30031 867012	ROBITUSSIN COUGH		1	\$8.99
381 37004430	BAND-AID FLEXI		2	\$12.98
381 37004488	BAND-AID BLISTER		1	\$4.28
30045048020	TYLENOL SINUS		26	\$221.00
30045084124	TYLENOL FLU		2	\$7.28
4501 9204	CHILDRENS MOTRIN		10	\$127.50
30045046302	MOTRIN IB CAPLET		16	\$35.68
Totals:			177	\$2,568.06

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CS-FA-04-08