

Automatic Credit Hold Setup

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This article explains the process of automating credit holds for past-due accounts. **It's crucial to ensure compliance with local and regional regulations** when applying credit holds and managing charges for accounts under such restrictions.

The screenshot displays an account page for 'Example Account' (ID: 49111). A red arrow points to the 'Credit Hold' link. The account details include address (1234 W Beverly Blvd, Houston, TX 90640-4145), phone number (+1 555-555-6324), terms (Net 20), and invoice delivery (Printed). A table shows the current balance across various periods: CURRENT (0.00), 1-30 (0.00), 31-60 (0.00), 61-90 (0.00), 91-120 (380.00), 120+ (0.00), and TOTAL (380.00). The interface also features a 'HIGHLIGHTS' section with a warning 'Account is past due', a 'PENDING' section with two customer requests, 'ACTIVE SERVICES' (1) including '96 Gal Trash - Comm', and a 'TXLENDAR' for October 2024 showing dates Sep 29, Sep 30, and Oct 1.

Permissions

The following permissions are required to set up an automatic credit hold:

Permission ID	Permission Name
22	Setup \ Accounting
120	Setup \ System and Security

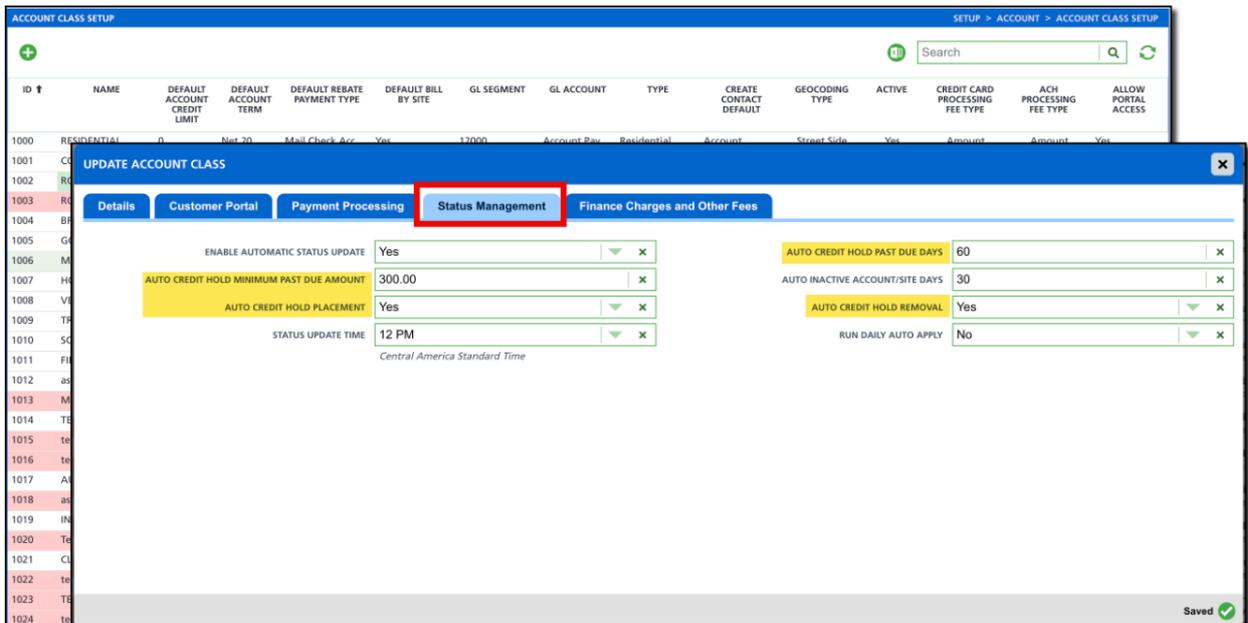
Account Class Setup

Pathway: [Setup](#) > [Accounting](#) > [Account Class](#)

Automating credit hold status is managed at the account class level. Review the settings in both the Status Management and Finance Charges & Other Fees tabs when configuring auto-credit holds.

Review the [Account Class Setup](#) document, to learn more about the Credit Hold configurations.

Status Management [Tab]



Configuration Fields

Field	Description
Enable Automatic Status Update	Select 'Yes' to enable the system to automatically update an account's status. This setting applies to both applying and removing auto-credit hold and other automatic status updates.
Auto Credit Hold Past Due Days	Specifies how many days a single invoice must be past due before auto-credit hold is applied. An account requires just one past-due invoice for the credit hold to take effect. Note: 'Auto Credit Hold Placement' must be enabled for settings here to apply.
Auto Credit Hold Minimum Past Due Amount	Specifies the monetary amount an account must be past due before an auto-credit hold is applied. Note: 'Auto Credit Hold Placement' must be enabled for settings here to apply.
Auto Credit Hold Placement	Setting that directly applies to placing a past-due account on credit hold. Select 'Yes' to allow. Note: This field must be enabled for 'Auto Credit Hold Past Due Days' and 'Auto Credit Hold Minimum Past Due Amount'.
Auto Credit Hold Removal	Setting that directly applies to removing an account from a credit hold status after the past-due balance has been paid.
Status Update Time	Indicates the time the system will process status updates. It's recommended to schedule this during off-hours when system activity is low and to avoid disrupting operations.
Run Daily Auto Apply	Enables a daily check for unapplied payments and credits on an account and applies them to the account's oldest invoice balances first.

Finance Charges and Other Fees [Tab]

UPDATE ACCOUNT CLASS x

Details Customer Portal Payment Processing Status Management **Finance Charges and Other Fees**

FINANCE CHARGE TYPE	During Billing x	ANNUAL RATE	15.00 x
CHARGE CODE	NSF Fee v	CHARGE MINIMUM	10.00 x
PAST DUE MINIMUM	10.00 x	INSUFFICIENT FUNDS FEE	15.00 x
INSUFFICIENT FUNDS FEE CHARGE CODE	Insufficient Funds Fee v	CREDIT HOLD PLACEMENT FEE	20.00 x
CREDIT HOLD PLACEMENT FEE CHARGE CODE	Credit Hold Placement Fee v	PER INVOICE FEE 1 CHARGE CODE	v
PER INVOICE FEE 1	<input type="text"/>	PER INVOICE FEE 2 CHARGE CODE	v
PER INVOICE FEE 2	<input type="text"/>		

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Configuration Fields

Field	Description
Credit Hold Placement Fee	If a fee should be applied when an account is placed on credit hold, enter the fee amount here.
Credit Hold Placement Fee Charge Code	If a credit hold fee is applied, select the charge code to be used for billing. Additional information about charge codes can be found here: Charge Code Setup .

System Options Setup

Pathway: Setup > System > System Options

If an account is placed on credit hold, an automatic notification can be sent to account contacts based on system settings. This is an optional feature that can be enabled as needed.

Account [Tab]

In the Account tab, select the credit hold notification template customers will receive when their account is placed on credit hold. More information about notification templates can be reviewed here: [Notification Template Setup](#).



The **Credit Hold Notification Template** field only displays 'Account Notification' template types created in Notification Template Setup. Templates are configured in Setup > System > Notification Template.

Related Articles

[Account Class Setup](#)

[Service Code Setup](#)

[Notification Template](#)
