



Department of Commerce

Division of Financial Institutions

John R. Kasich, Governor

Jacqueline T. Williams, Director

April 23, 2018

OHIO LICENSED MONEY TRANSMITTERS

Re: Ohio Security Device Policy (Calculation Instructions)

Dear Ohio Money Transmitter Licensee:

Ohio Revised Code Section 1315.07 requires that each Ohio money transmitter licensee provide and maintain a security device in a form satisfactory to the superintendent of financial institutions. Previously, each licensee's security device amount was to be calculated using its annual Ohio volume and Ohio customer outstandings. This is no longer the policy.

Effective as of the date of this letter, each licensee must provide and maintain a security device permitted under ORC Section 1315.07 that is: **the greater of \$300,000 or an amount equal to 0.5% (one half of one percent) of the licensee's total annual dollar volume of money transmission in Ohio, up to a maximum of \$2,000,000. The total annual dollar volume shall be calculated monthly, on a rolling basis.**

For example:

- For the period ending January 31st, the volume shall be calculated from February 1st of the previous year through January 31st of the current year.
- For the period ending February 28th, the volume shall be calculated from March 1st of the previous year through February 28th of the current year.
- For the period ending March 31st, the volume shall be calculated from April 1st of the previous year through March 31st of the current year.
- Etc.

If you have any questions regarding this policy, please contact Craig Kaiser, Money Transmitter Administrator, at (614) 644-9517 or craig.kaiser@com.state.oh.us.

Sincerely,

A handwritten signature in blue ink, appearing to read "K. Allard".

Kevin R. Allard
Superintendent