



# **How are payment accounts special?**

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- How Will/Should New Payment Systems Link to the Existing Backbone?
  - Eurozone Answer: SEPA
  - US Answer ???
- Part of the complexity due to the role of accounts in payments



# What makes payment accounts special?

## token-based vs account-based payment systems

## Identification requirements



- What accounts do
- Allow for credit relationships
- Aggregate payments
- Permit information collection



- Identity verification
- Different responsibilities in token-based versus account-based systems



- Network effects
- Additional implications in account-based systems



- Governance of account based networks
- Externality from size of participant
- Responsibilities for gatekeeping
- Good/bad reasons for restricting membership



- Implications
- For sub-network formation
- For tokenization, directories, etc







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