

Building FedNowSM – *Be a Part of the Future of Faster Payments*

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Building FedNow – Session Overview

Purpose: Promote broad awareness and understanding of the FedNow Service and facilitate dialogue on the potential service design and ancillary features.

Disclosure: Thank you for participating in this industry engagement effort with the Federal Reserve Banks to gather input on the FedNow Service. Please do not provide any confidential or proprietary information about your product or entity in our discussions.

This session is set-up as an opportunity to dialogue and discuss the FedNow Service as a way for attendees to hear from industry peers and start to formulate their own comment submissions. This is not a formal input event; we encourage formal comments via the Federal Register notice process.

Federal Reserve's Planned Actions

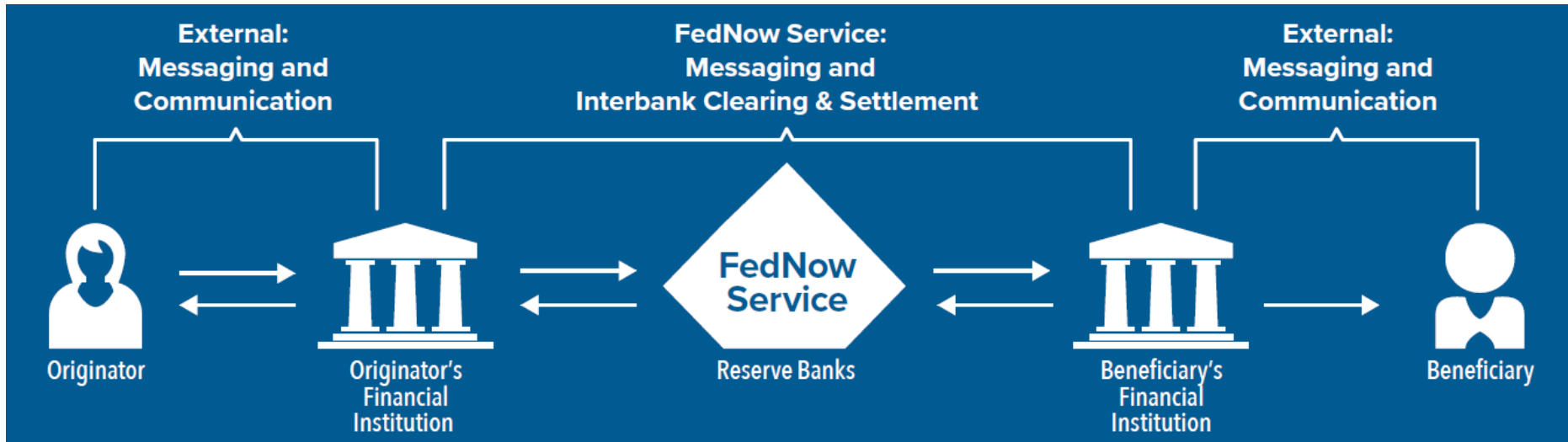
The Board determined the Reserve Banks should develop the FedNowSM Service, a new interbank 24x7x365 real-time gross settlement (RTGS) service with integrated clearing functionality for faster payments.

Determining factors:

- Analysis of public comments received from the 2018 *Federal Register* notice
- Board's policy assessment that such a service would meet the requirements of the Monetary Control Act and the Board's criteria for new or enhanced Reserve Bank payment services

"FedNow" and "Fedwire" are service marks of the Federal Reserve Banks. A complete list of marks owned by the Federal Reserve Banks is available at www.FRBservices.org.

FedNow Service Overview: Proposed Payment Flow



FedNow Service Overview: Proposed Features

Proposed Service Features for Initial Launch

Features would be released during initial launch, pending industry validation

24x7

Real-Time

Credit Push

High Availability

\$25,000
Transaction
Limits

ISO 20022

Remittance
Information

Settles in Master
Account

Correspondent/
Respondent
Relationships

Intraday Credit

7 day
Accounting

Basic Reporting

Access through
FedLine Channel

“ISO” is a registered service mark of the International Organization for Standardization.

FedNow Service Overview: Proposed Features

Proposed Ancillary Features

Features could be released during initial launch, in subsequent releases, or not at all

Request for Payment

Directory

Fraud Mitigation Tools

Enhanced Reporting

Automated Recall/Return

Other Value-Add Features

How to Submit your Comment on the *Federal Register Notice*

The public comment period will run 90 days from the publication of the decision in the Federal Register. Only formal comments submitted during this period will be considered by the Board.

Formal comments may be submitted only in the following ways:

- Board website:** Follow the instructions for submitting or viewing comments on the [Proposals for Comment](#) page
- Email:** Send an email to regs.comments@federalreserve.gov and include the docket number, OP-1670, in the subject line
- Fax:** (202) 452-3819
- Mail:** Ann E. Misback, Secretary, Board of Governors of the Federal Reserve System, 20th Street and Constitution Avenue, N.W., Washington, DC 20551