

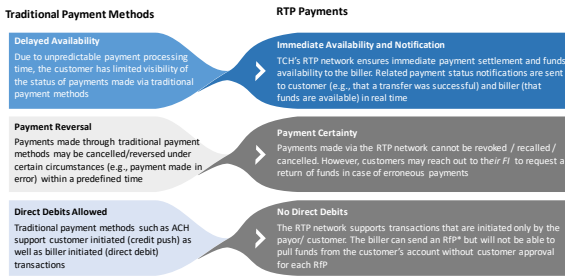


Digital Directions – The State of Instant Payments



1

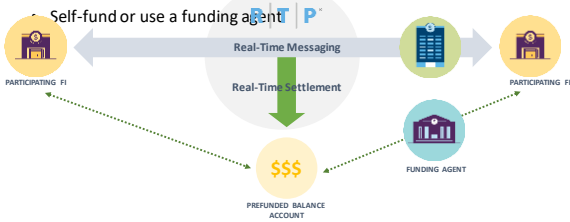
RTP® is different than other payment methods



2











RTP® connecting and funding options

- Connect directly or through a third party (TPSP) which is a core processor, gateway or bank












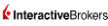


3

How RTP® capabilities are being used today

 A2A	 Payroll	 Wallets
 Loan Funding	 Merchant Funding	 Insurance Claims
 Gig Economy	 Title Companies	 Cash Concentration
 B2B		


7

The RTP® network is being used by many different types of companies





8

RTP® Headlines Today

 <p>U.S. Bank, Driveway deliver payments instantly to online car sellers</p> <p>Customers selling a car on Driveway.com can now have the payment deposited instantly into their bank account after a sale is complete and before the vehicle even leaves their driveway.</p>	<p>Trustly launches Instant Payouts</p> <p>In partnership with Cross RiverBank, Trustly's technology platform enables US businesses to provide their US customers with near-instant payouts to their bank accounts.</p>
<p>Giving Customers More Ways to Instantly Access Their Money</p> <p>At PayPal, we're beginning to roll out Instant Transfer to bank to consumers in the U.S. now and we expect to roll this out for businesses in the U.S. in the coming weeks, with international expansion expected in the near future. We're able to offer this functionality to our customers following our expanded partnering with @Mazooma. Through this partnership, PayPal is able to access the RTP network from The Clearing House and enable Instant Transfer to bank.</p>	<p>Mazooma and Fifth Third Bank are the First to Bring Instant Withdrawals to the \$150B+ U.S. Sports Wagering and iGaming Markets</p> <p>iGaming and sports wagering players can now withdraw funds to their bank accounts instantly through the RTP® network from The Clearing House</p>

9

RTP® 2.0 – Enabling new functionality and use cases

<p>Transaction Limit Increase</p>  <p>Individual RTP payment message limit increased to \$1 million from \$100,000</p>	<p>RfP Bill Pay</p>  <p>Changing customer expectations are driving the need for a reimagined bill pay experience</p>	<p>Document Exchange</p>  <p>TCH supporting temporal storage of registered content and presentment of content</p>	<p>Immediate Cross Border (IXB)</p>  <p>Real-time processing with synchronized settlement of cross-border payments between instant payment networks</p>
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10

RTP® Resources

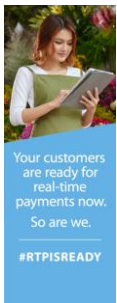
Visit The Clearing House website for:

- Videos and demos
- Documents
- Event schedule
- Podcasts
- Partners and participants
- Articles and press releases



and more . . .
theclearinghouse.org/payment-systems/rtp

11



The RTP® network is ready now

- Millions of payments are clearing through the RTP network every month, with the volume doubling about every quarter
- If your financial institution were on the network now, your customers could be receiving payments now
- Companies such as Paychex, PayPal, Digit, and others are currently sending payments to customers of community banks and credit unions on the RTP network

12



Questions

13



14

What is the FedNow Service?

The FedNow Service is a way for financial institutions of every size and in every U.S. community to provide safe and efficient instant payment services around the clock, 365 days a year.

Delivers gross settlement of funds, with integrated clearing functionality, 24x7x365

Enables funds transfers and confirmation of good funds



Offered to all eligible financial institutions to enable businesses and individuals to send and receive instant payments conveniently

Supports a range of use cases

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15

2022: Focus on Readiness for 2023 Launch

- ✓ Announced planned FedNow Service pricing
- ✓ Kicking off Testing Phase of FedNow Pilot Program
- ✓ Published Liquidity Management Transfer details
- ✓ Expanded education and support to prepare financial institutions for the FedNow Service and instant payments
- ✓ Collaboration and alignment with the ecosystem to enable readiness for high-demand use cases across the industry



16

FedNow Pilot Program Progress



Beginning the testing phase:

- Onboarding Managers assigned
- "Discovery" sessions
- Technical deep dives
- Onboarding activities

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17

17

Capabilities to Enhance the Safety of the FedNow Service

Transaction Limits	Negative Lists	Fraud Reporting
Profile Choices	Request for Information	Digital Signatures
Accept without Posting	Return Request	Data Protection

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18

18

FedNow Explorer



An experiential platform designed to educate and engage financial institutions and service providers
➤ Find curated content and business tools to support your instant payments journey
➤ Visit FedNowExplorer.org

19

Service Provider Showcase

Repository of video and narrative profiles of service providers with instant payments solutions that support the FedNow Service on FedNowExplorer.org



78 providers currently featured

20

Resources and Engagement



- Sign up for the FedNow Service emails**
 - [FBBservices.org](https://fbb.services.org) ➤ Financial Services tab ➤ FedNow Service ➤ Sign Up for FedNow Emails
- Join the FedNow Community**
 - Be part of a national group of experts whom the Fed calls upon for insight: Over 2,100 members from more than 1,200 organizations
 - [FBBservices.org](https://fbb.services.org) ➤ Financial Services tab ➤ FedNow Service ➤ Community ➤ "Join the Community" button ➤ Complete questionnaire ➤ Submit
- Visit FedNowExplorer.org**
 - FedNow Explorer offers organizations the information and guidance they need to start preparing, mobilizing and innovating for the FedNow Service—right now
 - FedNowExplorer.org ➤ Watch our welcome video ➤ Choose your way forward ➤ Take a guided journey or explore the site on your own
- Learn about the Ecosystem Accelerator Group**
 - Be a catalyst for innovation: The newly launched group is open to all payment service providers within the FedNow Community
 - FedNowExplorer.org ➤ Explore the City tab ➤ Community Center ➤ Ecosystem Accelerator Group

21
