



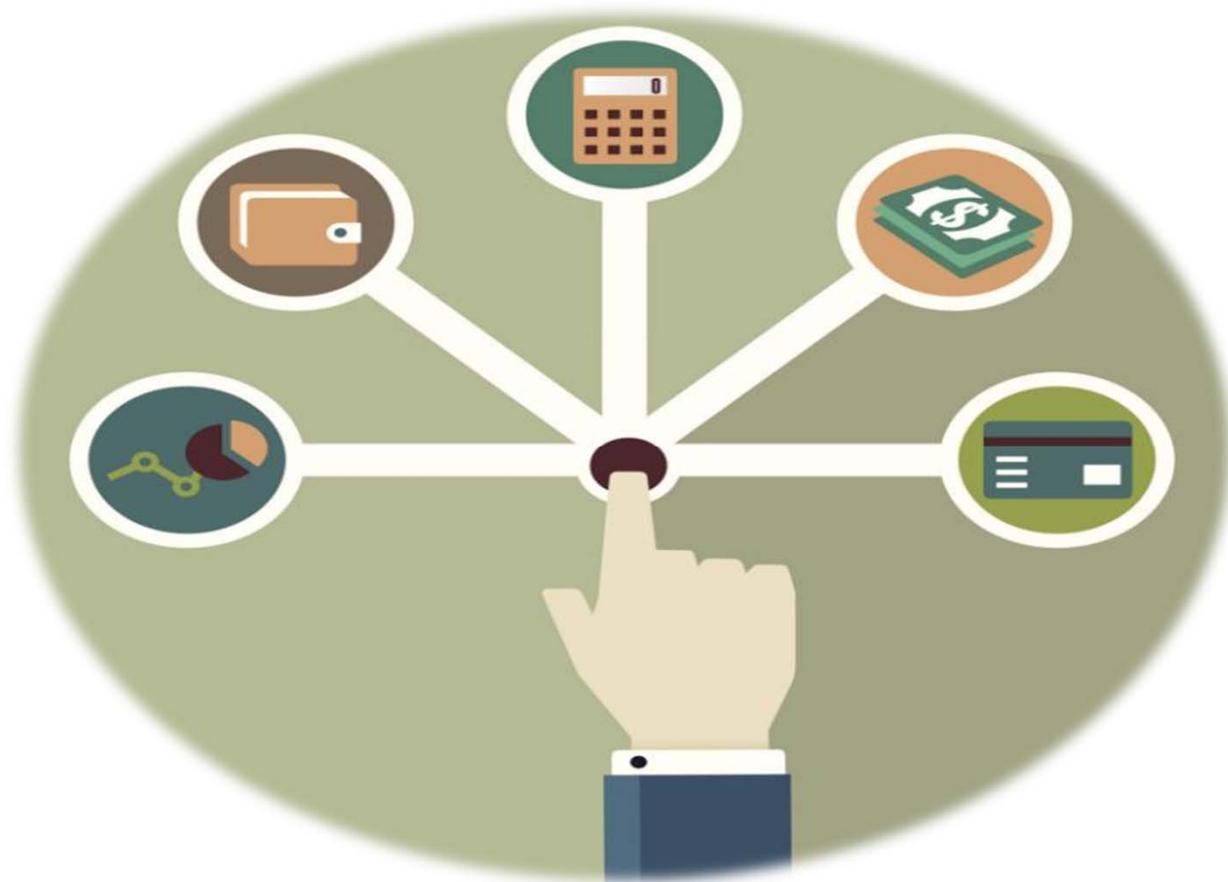
The Path to Real-Time Payments in the U.S.

Will you be prepared?

JON JESWALD

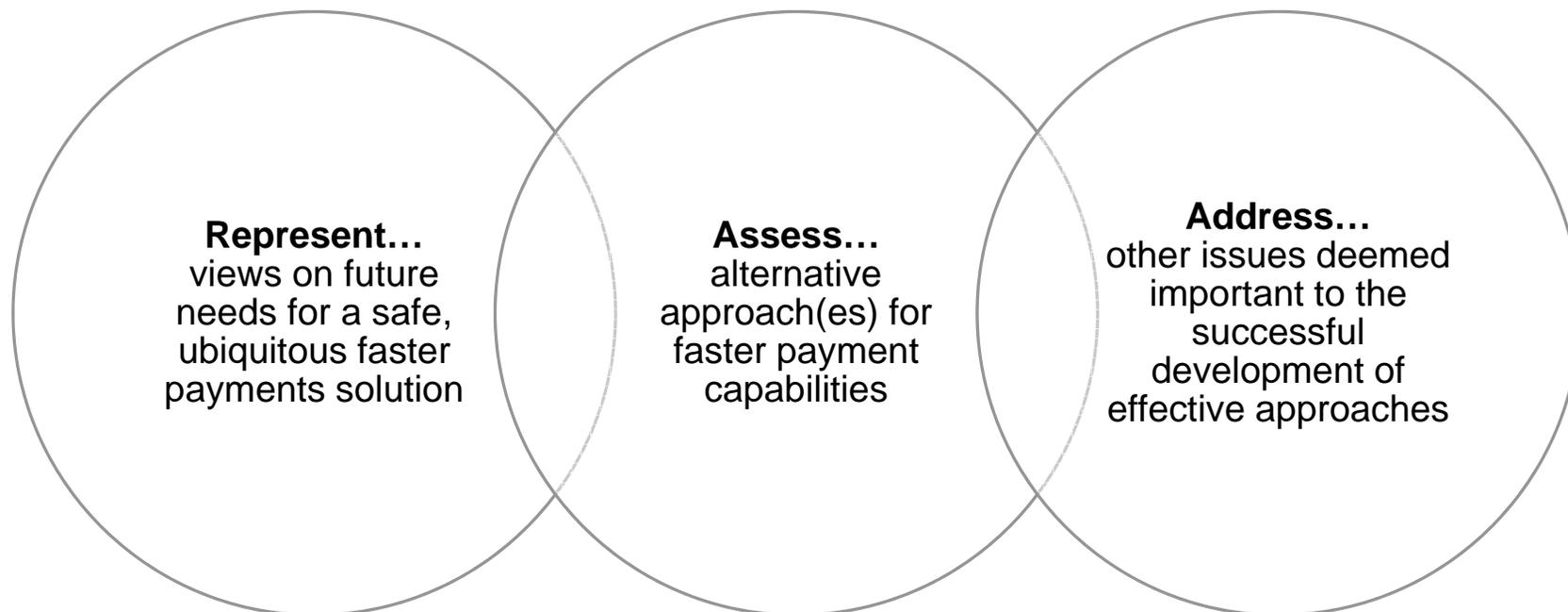
Vice President and Payments Strategy Executive, Federal Reserve System

What Are Faster Payments? Why Faster Payments?



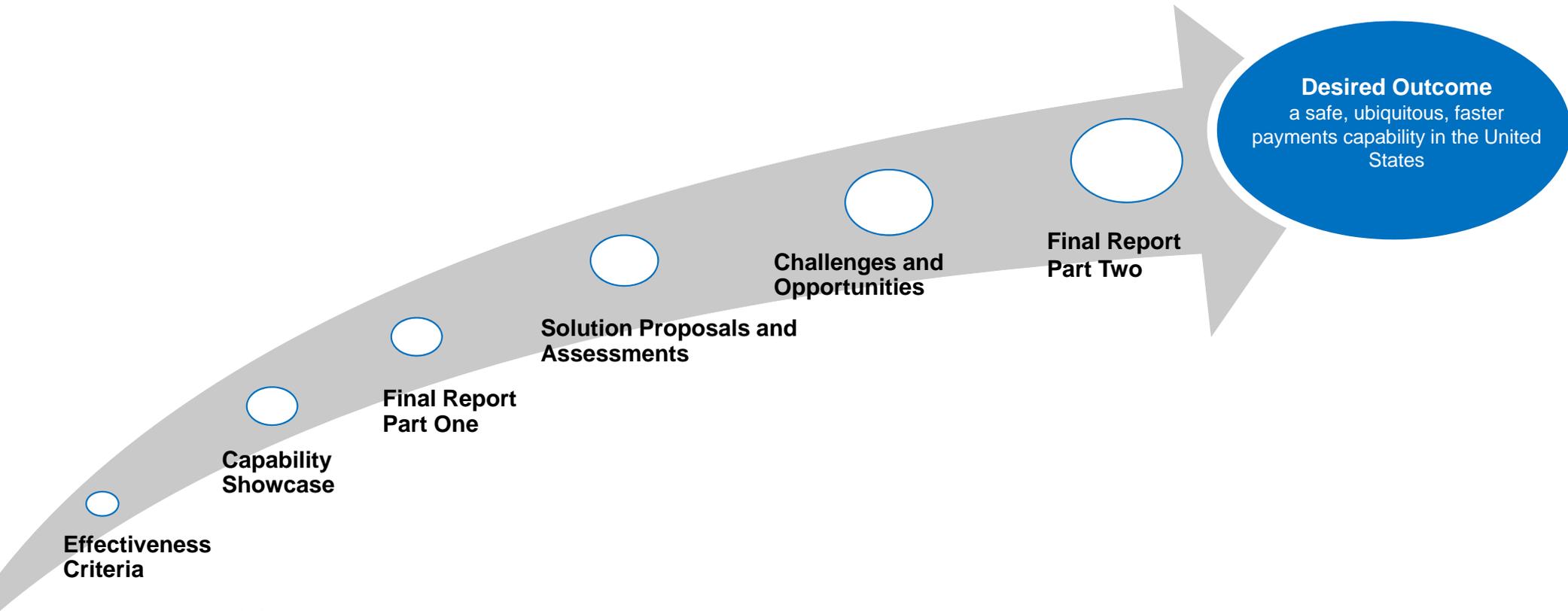
Mission and Objectives of the Faster Payments Task Force

Identify and evaluate approach(es) for implementing a safe, ubiquitous, faster payments capability in the United States



Faster Payment Task Force Overview

The Faster Payments Task Force work helped to accelerate and enhance implementation of real-time payment capabilities in the United States.



The U.S. Path to Faster Payments

To continue the dialogue within the payment industry and general public, the task force released its **Final Report** in two parts.



Final Report Part One

Landscape and Benefits
Task Force Background and
Process Overview



Final Report Part Two:

Proposals and Assessments
Challenges and Opportunities
Recommended Next Steps

Final Report Part Two: A Call to Action

Embrace and promote the vision and the Effectiveness Criteria;

Actively participate in the ongoing dialogue;

Contribute to work group efforts and deliverables; and

Take steps to make your own organization faster payments ready by 2020.

The Task Force Vision

“...a system in which competing solutions interoperate to meet the Effectiveness Criteria and deliver the envisioned characteristics: *faster, ubiquitous, broadly inclusive, safe, highly secure, and efficient by 2020.*”



Many benefits . . .

- ✓ Quick access to funds and working capital
- ✓ Greater efficiency
- ✓ Smarter, data-rich payments
- ✓ Opportunity to address unmet needs

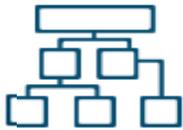
But also challenges

- ✓ Lack of desire to invest in or use multiple solutions
- ✓ Variation in end-user experience
- ✓ Requires pro-competitive, voluntary collaboration

10 Recommendations...

in 3 Key Areas

1:



Governance and Regulation: the task force recommends a framework for collaboration, decision-making, and rule setting, as well as regulations that support the faster payments ecosystem.

2:



Infrastructure: the task force recommends enabling needed infrastructure to support faster payments.

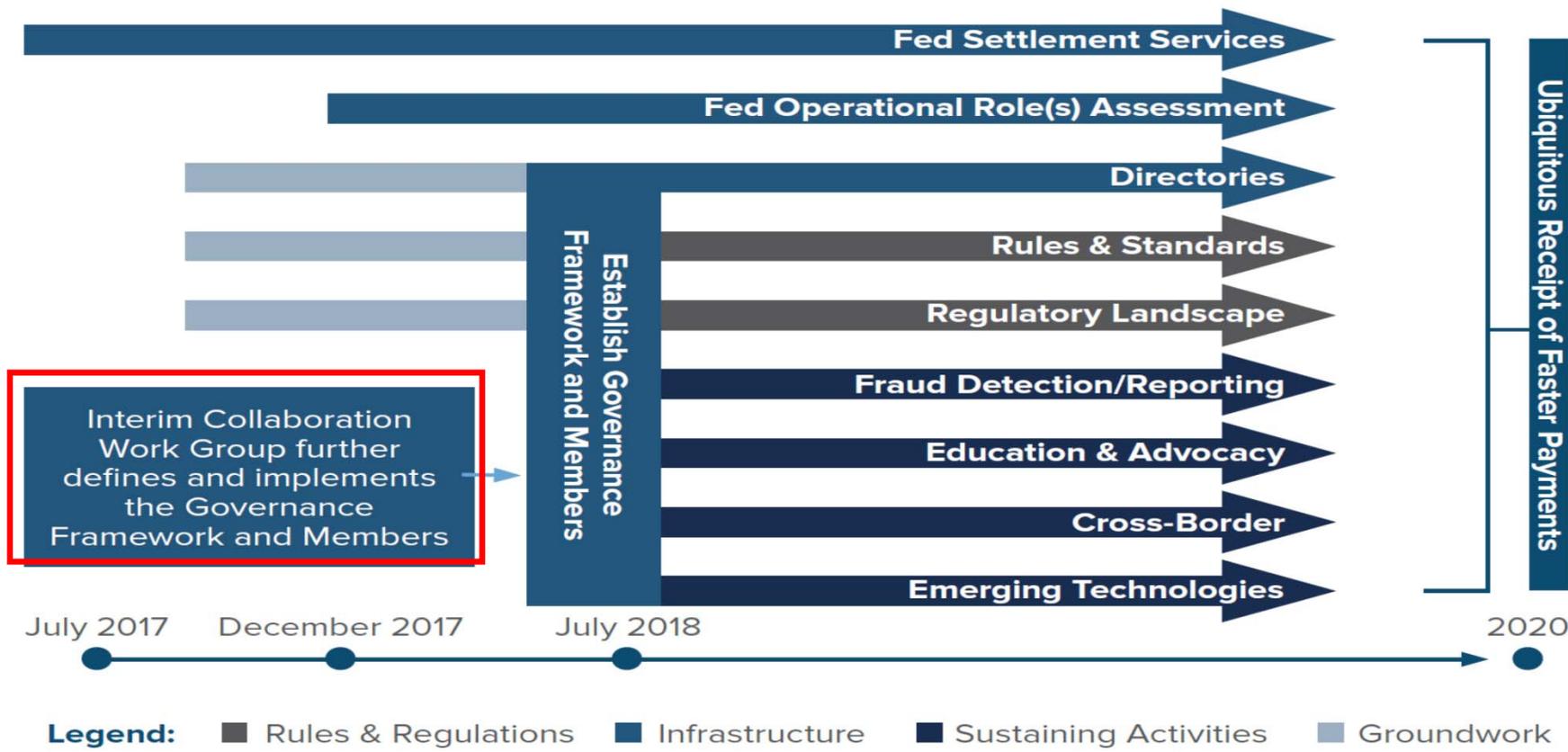
3:



Sustainability and Evolution: the task force recommends that the faster payments system in the United States be future-focused and able to address evolving security threats, meet changing end-user needs efficiently and effectively, and enable continuous innovation through new technologies.

Next Steps and Implementing the Recommendations

DIAGRAM 1: SEQUENCE OF NEXT STEPS FOR IMPLEMENTING THE TASK FORCE RECOMMENDATIONS



The U.S. Path to Faster Payments was released on July 21, 2017

The U.S. Path to Faster Payments

The vision for creating a faster payments system in the U.S. was unveiled with the release of *The U.S. Path to Faster Payments, Final Report Part Two: A Call to Action*. In support of this release, a live online broadcast featured industry leaders from the Faster Payments Task Force discussing the task force's final report and its 10 recommendations for developing and implementing a faster payments system in the United States.



FasterPaymentsTaskForce.org



Questions?

Federal Reserve System

JON JESWALD

Vice President and Payments Strategy Executive

If you have any questions about the presentation, go to our LinkedIn Group (the [Payments Education Forum](#)) and request an invitation (this is a closed group specifically for the payments industry).