

# Business Demand for Immediate Funds Settlement in the U.S.

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Together we'll go far



# NACHA – ACH rankings

## Largest inter-bank originators for 2010

		Volume (MM)	YOY Change
1	J.P. Morgan Chase	3,174	-2.7%
<b>2</b>	<b>Wells Fargo</b>	<b>3,028</b>	<b>2.7%</b>
3	Bank of America	1,934	-1.3%
4	Citigroup	788	-2.6%
5	PNC Financial Services Group	654	33.8%

## Largest inter-bank receivers for 2010

		Volume (MM)	YOY Change
1	Bank of America	1,531	2.1%
<b>2</b>	<b>Wells Fargo</b>	<b>1,460</b>	<b>-1.7%</b>
3	J. P. Morgan Chase	987	2.0%
4	PNC Financial Services Group	444	-1.2%
5	U.S. Bancorp	403	8.1%

## Same-Day ACH Perspective

- Same-Day Opt-In Model creates complexity in selling a solution to Corporate Originators to reach a limited number of endpoints.
- Opt-In model requires significant development to manage participant lists.
- Debit and credit entries should be supported in a same-day solution with appropriate limits.
- Same-Day ACH Service should be a premium service that reflects increased risk and increased costs and benefits.

## Same-Day ACH Perspective

- A limited same-day ACH service has potential benefit for electronic check conversion, emergency payroll / tax payments, expedited bill payment and reversal entries.
- Same-day deadlines need to meet the needs of participants.
- Same-day ACH has value for emerging P2P and mobile payments.

# Same-Day ACH

## Issues and Opportunities

- RDFIs will have to pick up and post same-day entries. May not be staffed today to support this activity.
- ACH software changes are likely necessary.
- Fraud and potential recoveries may change.
- Should participants in the ACH same-day settlement value chain be compensated/rewarded for supporting a new class of premium transactions?