



Symposium on Immediate Funds Transfer for General Purpose Payments September 7, 2011

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Fiscal Year 2010 FMS Cash Flows

■ Payments

- ACH
- Fedwire
- Checks
- Total**

Transactions

869.174 Million
 .086 Million
189.043 Million
1.1 Billion

Dollars

\$1.7 Trillion
 \$.3 Trillion
\$.3 Trillion
\$2.3 Trillion

■ Collections

- ACH
- Fedwire
- Checks
- Debit/Credit Cards
- Total**

193.6 Million
 1.5 Million
 123.7 Million
90.9 Million
409.7 Million

\$1.5 Trillion
 \$.9 Trillion
 \$.5 Trillion
\$.009 Trillion
\$2.9 Trillion

IFT for Payments

Potential Uses

■ Federal Agencies

- Small Same Day Payments
 - Fedwire Minimum - \$100,000
 - 10,000 Wires Annually Less Than \$100,000
- Exception Processing

■ Public

- Reach the Unbanked
- Exploring Payments Via Pay Pal

IFT for Collections

Potential Uses

- Federal Agencies
 - Requirement to collect some funds at the time of the transaction (ex. auctions, real estate) on a same day basis.
- Public
 - Desire to use the same payment instruments for the government sector that they use when conducting transactions in the private sector.
- Federal Government
 - Improve cash management processes by settling transactions faster and electronically.
- Exploring use of alternative payment instruments (such as Same Day ACH and IFT) to complement the use of existing settlement payment instruments.



Conclusions

- IFT Potential for the Government
 - Speed
 - Fedwire and ACH Complement
 - Reach Unbanked Recipients
 - Improve Cash Management
 - Integration with Existing Processes