



FedNowSM Service

The FedNow Service, [launching in July 2023](#), will expand the delivery of immediate, irrevocable payments, 24 hours a day, 7 days a week, 365 days a year, across U.S. financial institutions. The service is in development by the Federal Reserve and is in pilot with a broad range of banks and credit unions. FedNow will greatly expand the network for instant payments throughout 2023 and 2024, particularly with smaller regional banks and credit unions.

How will FedNow and the RTP[®] network compare for instant payments?

The RTP[®] network, established by The Clearing House in 2017, currently delivers immediate payments and rich data 24/7/365, reaching 65% of U.S. DDAs. The RTP network continues to experience rapid growth in transaction and payment volume. The addition of FedNow will enable transactions to a broader range of banks and credit unions. In the future, both networks will offer:

- Immediate payments, 24/7/365
- Irrevocable, good funds payments
- Leverage ISO[®] 20022 to deliver data rich messages

Throughout the 2023/2024 launch period, FedNow capabilities will continue to be developed and new financial institutions will be onboarded. Many banks that participate in the RTP network will also use FedNow to deliver the full reach of instant payment endpoints.

The transaction limit

RTP

\$1 million

FedNow







\$500,000



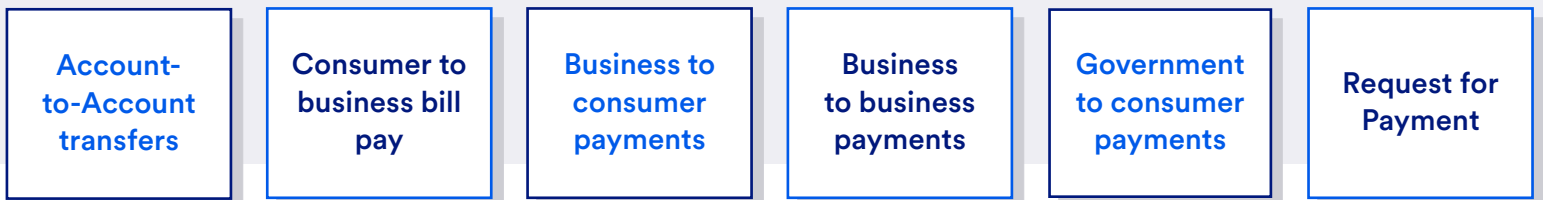
Accelerate your instant payments journey

Leveraging the RTP network today prepares you for expansion of instant payment options through FedNow. In the future, with intelligent routing you will be able to seamlessly use the optimal network for each payment.

The Value of FedNow

 Immediate Funds are immediately available to the receiving person or business.	 Data-rich Rich payment and remittance data reduces manual reconciliation.
 Certain Every payment is final, irrevocable and confirmed in near real time.	 Expanded Network Reaches more businesses and consumers through banks and credit unions of all sizes
 Always on Transactions can be completed 24/7/365, even weekends and holidays.	 Network Options Promotes resiliency through redundancy of private sector and Federal Reserve networks

What types of payments will be available through FedNow?



What is the impact for my business?

If you are already using real-time payments through the RTP network, the addition of FedNow expands your options for sending and receiving instant payments. With our U.S. Bank intelligent routing capabilities, you will be able to send and receive these real-time, instant payments seamlessly, whether it's through RTP or FedNow. If you haven't started your instant payments journey, now is the time to get started.

Partner with U.S. Bank

At U.S. Bank, we listen, understand and meet our customers where they are on their digital journey and work collaboratively to remove friction in the payments process. We were part of the first payment on the RTP network and are currently part of the FedNow pilot. The work we've done over the years in real-time payments brings the expertise to help you accelerate your digital payments strategy.

Plan your journey on the digital road ahead.

Disclosures

FedNow is a service mark of the Federal Reserve Bank. RTP® is a registered service mark of The Clearing House Payments Company, L.L.C. Eligibility requirements, other conditions and fees may apply. Deposit products offered by U.S. Bank National Association. Member FDIC. CR-31209336