

Instant Payments

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RTP® and the FedNow® Service (Receive Only)

- Since the start of RTP we're up to 25 credit unions (as of June 18)
 - It's up and running with Corporate One
 - Can get you going in as a little as 45 days
 - Contact Cards & Payments to get started
- The FedNow® Service (receive only) is still in development
 - Request to have a project opened now so we get you in the pipeline
 - Contact Cards & Payments to get started



Hop on the Rail!

IF YOU'RE WAITING, WHY?

- ▶ Receive gets you on the rail
 - ▶ Other apps out there will then find you
 - ▶ Remember you need to be on both
- ▶ Maybe receive is all you need...for now
 - ▶ Start your due diligence

SettleMINT^{EFT}

Connect fast:
THIRD-PARTY SERVICE PROVIDER (TPSP) FOR THE RTP[®] NETWORK

CorporateOne

PAID RECEIVED

The advertisement features a blue background with a subtle pattern of lines and dots. It includes icons of a smartphone displaying a payment confirmation, a laptop with a 'RECEIVED' stamp, and a credit card.

LC24.info/RTPstore



Instant Payments

MANY WAYS TO MAKE PAYMENTS MORE QUICKLY

- ▶ Instant payments via a new payment rail
 - ▶ RTP® from The Clearing House
 - ▶ The FedNow® Service
- ▶ Instant payments via other payment rails
 - ▶ Payrailz P2P via debit card rails
 - ▶ Zelle via the Velera shared branch rail
 - ▶ The next big thing...and the next...



Other Instant Payment Options

Payrailz P2P

- Instant via debit card rails
- Or next-day via ACH
- \$0.675/transaction

LC24.info/Payrailz

Zelle

- Via the Velera (CO-OP) issuer shared branch rail
 - You don't need to use shared branching, but settlement is the same
- Beta target is September
- \$1,500 setup, \$500/monthly
 - Add'l costs if not already on the issuer rail

LC24.info/Zelle



Send for RTP® and the FedNow® Service

BUILDING AN ENGINE FOR SENDING FUNDS VIA THE NEW PAYMENT RAILS

- Send adds another layer of requirements
 - Look before you leap!
- Our first use case: sending loan funds to dealers
 - What's yours?
- Creating the controls and the tools
 - For CU staff, for members

Conversations on 

Instant Payments
A CU*Answers Collaboration Group



Check out the Instant Payment FAQs

LC24.info/handouts



Instant Payments FAQ

Will members be charged fees for participating?
There are no fees for receiving an instant payment. The CUSO and payment rail do not charge the member fees. However, third-party money transfer apps will almost always charge members a fee. The cost of these fees depends on the app's configuration, and the fee is typically a percentage taken out of the funds sent.

Can I send instant payments?
No. At this time, credit unions can only receive instant payments. CU*Answers is currently working on building the necessary infrastructure to send instant payments.

What's the difference between RTP® and the FedNow® Service?
These two instant payment rails are very similar with few differences. RTP was created by The Clearing House, and the FedNow Service was created by the Federal Reserve. RTP has a higher transaction limit than the FedNow Service. The FedNow Service is more widely available and has more robust mitigation features than RTP.

How do we sign up?
To sign up for the RTP instant payment rail, visit the [RTP store tile](#). To sign up for the FedNow Service, visit the [FedNow Service store tile](#) on the Federal Reserve to offer the FedNow Service. Keep an eye on the FedNow Service page for sign up.

Can my CU sign up for only one instant payment rail?
Officially, you can choose to connect with only one of the available rails. However, we highly recommend your credit union connect with both RTP and the FedNow Service. For users to choose which payment rail is used for transactions, so you can choose which payment rail, your credit union (and members) will benefit from both opportunities.

When will we start receiving instant payments?
After your credit union's receiving capabilities are set up on an instant payment rail, you will receive notice before vendors notice your credit union was added to the directory of instant payment rails. This 'activation time' varies by vendor and unfortunately is not under the credit union and member's hands.

For more information, contact cardsandpayments@cuanswers.com.
[Learn more about the FedNow Service](#)
[Read about RTP](#)

The FedNow® Service FAQ

When can I sign up for the FedNow Service?
CU*Answers will begin connecting credit unions to the service as receive-only participants before the end of 2024. Keep an eye on the [Kitchen page](#) for a store tile link to sign up.

What is the transaction limit?
The FedNow Service has set a maximum transaction limit of \$500,000; however, this editable limit is defaulted to \$100,000.

How do self-processing credit unions connect to this rail?
Self-processors can ride our rails for the FedNow Service, but we cannot set them up like we can for online clients. They will need to configure their FRB portal to point to our servers. Stay tuned for full instructions!

RTP® FAQ

What is RTP®?
Created by The Clearing House, RTP® is a new fast, efficient, and secure payment rail that allows those connected to push funds in real time, 24/5/365. Payments are instantly received, confirmed, and settled. RTP® is available to all federally insured depository institutions.

Why did the transaction fail?
[View a list of common return codes.](#)

What is the transaction limit?
The Clearing House set an RTP transaction limit of \$1 million.

How do I sign up to connect to the RTP network?
Visit the store to get connected to the RTP network!

What account number format needs to be used?
You will need to use the account base AND suffix. The full MICR with check digit is the best information to provide to avoid errors, but it is not necessary.

My CU is not in ET time zone. What does this impact?
Per TCH, all RTP transactions are reported in Eastern Time for uniformity, no matter what time zone they are submitted in. You must convert the transaction timestamp from your local time to ET to find the RTP transaction in both your G/L and your Corporate One account.

How will RTP payments impact the accounting team?
There will be little operational impact. Transactions post and settle automatically with no reversals. Balancing is an easy process; you pull RTP payment reports from your Corporate One account to match back to your Corporate One G/L.

CU*ANSWERS
Cards & Payments

For more information, contact cardsandpayments@cuanswers.com.
[Learn more about the FedNow Service](#) or [about RTP](#) in the Kitchen.



Additional Resources

For more information, contact cardsandpayments@cuanswers.com.
[Learn more about the FedNow Service](#) or [about RTP](#) in the Kitchen.

Learn More About Instant Payments

- Don't miss the next Conversations On Instant Payments
 - August 22, 2024

- Sign up for the instant payments email group

Conversations on *

Instant Payments

A CU*Answers Collaboration Group

Sign up: LC24.info/co-ip

Sign up: LC24.info/ip-email

