

# 2025

## FedNow® Service Year in Review

### PARTICIPATION IS STRONG AND DIVERSE

In just over two years since launch, the network has expanded and is poised for continued growth.

NEARLY  
**1,600**  
PARTICIPATING FINANCIAL INSTITUTIONS across all 50 states

**750+**  
banks and credit unions USE THE FEDNOW SERVICE EXCLUSIVELY as their instant payments platform

**7 IN 10**  
of the LARGEST U.S. FINANCIAL INSTITUTIONS are on the network<sup>1</sup>



VOLUME GREW ABOUT  
**460%**   
YOY driven by innovative use cases<sup>2</sup>

 Participants range in size from under **\$500 MILLION** to over **\$3 TRILLION** in assets

**44**  
SERVICE PROVIDERS are certified to process payments

 **x2**  
**SENDERS DOUBLED**  
The number of FINANCIAL INSTITUTIONS SENDING PAYMENTS over the network doubled year over year

<sup>1</sup>By number of deposit accounts  
<sup>2</sup>2024 to 2025

### A VARIETY OF USE CASES ARE SUPPORTED

NEARLY **30K** transactions are made over the service each day including:



Federal disaster relief payments



Real estate transactions



Small business payments



Payroll and earned wage access



Corporate account sweeps



Online marketplace seller payouts



Loan disbursements



Digital wallet defunding



Insurance claim payouts

### ONBOARDING IS EFFICIENT AND EASY



**5 days:** Record for fastest onboarding time



**21** GREATEST NUMBER of customers onboarded in a week in 2025

### KEY DEVELOPMENTS

#### INSTANT FEDERAL DISBURSEMENTS ARE LIVE

U.S. Treasury's Bureau of the Fiscal Service added the FedNow Service to its Digital Payout program, expanding instant payments into federal disbursements including FEMA payments.

#### NONBANK PAYMENT PROVIDERS ARE SUPPORTED

OBO (On Behalf Of) account holders can originate and receive instant payments on behalf of their direct customers through a sponsoring financial institution.

### NEW FEATURES AND FUNCTIONALITY

The service evolved, making it safer, easier and more flexible for participating financial institutions.



**OFFER HIGHER-VALUE USE CASES**  
Leverage the **increased network transaction limit** (now \$10 million) to enable more use cases.



**SEAMLESSLY REQUEST AND RECEIVE DATA**  
Communicate and exchange data with the FedNow Service via **APIs**.



**SWIFTLY RESOLVE EXCEPTIONS**  
Directly communicate with other participants via the **Exception Resolution Service**.



**STRENGTHEN RISK MITIGATION**  
Set parameters around sending activity for a wide range of customer segments with new **risk mitigation features**.



**IDENTIFY RISK BEFORE SENDING A PAYMENT**  
Request information about receiver accounts via a **network intelligence API**.



**IMPROVE SCAM DEFENSES**  
Better identify scam scenarios, collaborate with other participants and strengthen the network using the **ScamClassifier<sup>SM</sup>** model.

### THE INDUSTRY IS BUZZING

“The ability to offer instant money movement is becoming table stakes in our 21st-century economy, and financial institutions that don't have a faster payments strategy need to develop one, and fast.”

– Reed Luhtanen, Executive Director and CEO of U.S. Faster Payments Council, Payments Dive

“The FedNow Service entered the market in 2023 as the Federal Reserve's always-on payment network, and its development has not slowed.”

– PYMNTS

### DON'T GET LEFT BEHIND. NOW IS THE TIME TO JOIN THE FEDNOW SERVICE.

We're here to help. Contact your Federal Reserve relationship manager or visit [FedNowExplorer.org](https://FedNowExplorer.org).

