

Secure Payments Task Force

Steering Committee

September 2, 2015 Call Summary

Barbara Pacheco, Senior Vice President, Federal Reserve Bank of Kansas City, opened the Secure Payments Task Force (SPTF) Steering Committee call and introduced Nick Billman, Counsel, Federal Reserve Bank of Kansas City, who reminded attendees to participate in a manner consistent with antitrust and other applicable laws.

Task Force Meeting Recap

Ms. Pacheco reported that 112 of the 175 SPTF members attended the August 25-26 meeting and were surveyed to gather their perspectives on the value and relevance of the topics discussed, location and facilities, and need for additional education to supplement SPTF members' knowledge. Ms. Pacheco expects to share preliminary results of the survey during the September 16 task force call.

Ms. Pacheco solicited feedback from Steering Committee members regarding the August 25-26 SPTF meeting. Two committee members suggested capturing breakout activity output electronically rather than exclusively through flip charts. Two Steering Committee members underscored the importance of encouraging task force members to complete pre-work. One Steering Committee member noted that a document repository would be a useful tool. One Steering Committee member emphasized the importance of keeping Task Force discussions at this early stage to a high level.

SPTF Next Steps

Ms. Pacheco solicited feedback on the success statements developed during one of the table top exercises at the August 25-26 meeting. The Steering Committee members generally agreed with the draft success statements, noting that they aligned with the success measures discussed at the July 21-22 Steering Committee meeting.

Ms. Pacheco provided an update on the faster payments criteria timeline and deliverables, noting that the Faster Payments Task Force is on track to finalize the criteria in November. Ms. Pacheco mentioned the request for volunteers from the Secure Payments Task Force to form a working group, led by Steve Mott, CEO, BetterBuyDesign, to refine the definitions, considerations and effectiveness scale of a subset of the security criteria. The working group's work is targeted to conclude by September 24 and will be reviewed by the Steering Committee at its October 1-2 meeting.

Ms. Pacheco summarized a timeline for identifying areas of focus and priorities for SPTF action, including a process for forming work groups. One Steering Committee member asked whether the work groups would have Federal Reserve facilitators. Ms. Pacheco indicated that the Federal Reserve plans to support work group efforts, and the nature of Federal Reserve support will depend on the number, purpose and scope of work groups that are established.

Ms. Pacheco outlined a high-level plan for the SPTF to advise the Federal Reserve on payment security matters, and noted that the Federal Reserve will discuss its views on the most promising opportunities that came out of the August 25-26 meeting at a future task force meeting. One Steering Committee member noted that some government agencies provide grants or other funding to private-sector entities to promote innovation and asked that the Federal Reserve consider such an approach to help the industry strengthen payment security. Ms. Pacheco stated that the Federal Reserve might help in

this regard by coordinating between industry stakeholders and government agencies that have an interest in strengthening payment security.

Upcoming meetings and deliverables

Ms. Pacheco indicated that the upcoming September 16 task force call agenda would include similar topics discussed on this call, including preliminary results from the attendee survey and a review of available meeting outputs and next steps. She also noted that the Federal Reserve is developing a glossary of terms and seeking feedback from the SPTF Steering Committee. In addition, Connie Theien, Vice President, Industry Relations, noted that she is working on a Task Force and Community Engagement Plan for outreach to the wider payments community and will seek input at a future meeting.