Minutes of the regular meeting of the Payments Risk Committee
3:30 p.m. - 5:30 p.m., Thursday June 16, 2016
Federal Reserve Bank of New York
33 Liberty St., New York, NY

Present:

David Russo, Chair, Morgan Stanley
Ebru Pakcan, Citi*
Fred Crosnier, Goldman Sachs
Julie Harris, Goldman Sachs
Roy DiCicco, JP Morgan
Denise Sommerville, Morgan Stanley
Charles Silverman, Wells Fargo
Richard Dzina, FRBNY

Alan Basmajian, FRBNY
Kelli Cumiskey, FRBNY
Alex Merle-Huet, FRBNY
Larry Sweet, FRBNY
Joseph Sommer, FRBNY
Ronald Stroz, FRBNY

Staff at Board of Governors*

*Participated by phone

Part I only
William Dudley, FRBNY
Luis Uranga, FRBNY

Part I

1. Opening remarks, President, Federal Reserve Bank of New York
   The President of the Federal Reserve Bank of New York (FRBNY) emphasized the
   importance of the Payments Risk Committee and recalled several work initiatives led by the
   PRC over the years. The President of the FRBNY thanked Committee members for their
   dedication and urged members to remain active.

2. Tour de table
   Committee members discussed various topics involving the payments, clearing, and
   settlement arena. The topics of discussion included:
   - The negative interest rate environment and the potential impact on liquidity
   - Potential of Britain's withdrawal from the European Union
   - Fraud in the payments space
Part II

1. PRC Administration
   • Minutes for the May 11, 2016 meeting were approved.

2. Update and next steps on continuing strategic agenda topics
   a. Central counterparty topics
      The workstream lead updated Committee members on the PRC’s continued progress related to the follow-on work focused on enhanced clearing member disclosure to CCPs. The workstream lead requested that all Committee members ensure that their respective institutions submit the CCP data disclosure template to CCPs, as agreed, to complete this work.

   b. Intraday Liquidity Flows (ILF) update
      The Committee members discussed the recent progress related to the ILF study and the timeline for completion and approval of the report.

   c. Developing industry best practices for recovery of payments activity during an extended outage
      The workstream lead provided an update to Committee members on the continued progress of work to develop best practices for the Payments Activity Recovery initiative. Committee members were requested to review and provide comments on the draft best practices.

   d. Fraud in the payments environment
      The workstream lead briefed Committee members on the agenda for the Seminar on Fraud in the Payments Environment scheduled in June.

3. Update and discussion of potential future initiatives
   Committee members briefly discussed same-day settlement of FX transactions and the evolution and impact of new technologies and real-time payments.

4. Other business
   a. Meeting schedule for 2016
      • September 15, November 1, December 15

The meeting adjourned at approximately 5:15 p.m.