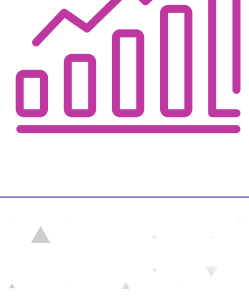


ACH payments modernization for the US mid-market

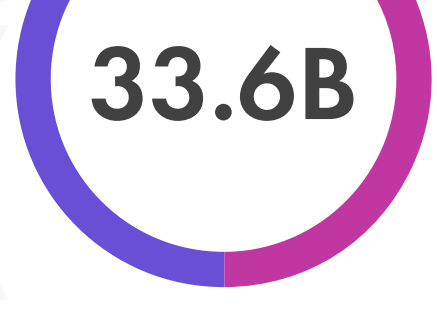
How to keep pace with continuous transactions volume growth and the rapidly modernizing payments landscape



73.8%

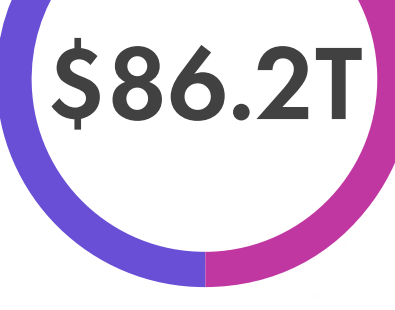
ACH traffic keeps on growing, with payment volumes increasing by 73.8% from 2015 to 2024, according to Nacha¹.

2024 ACH Volume



18.8 Billion Debits
14.7 Billion Credits

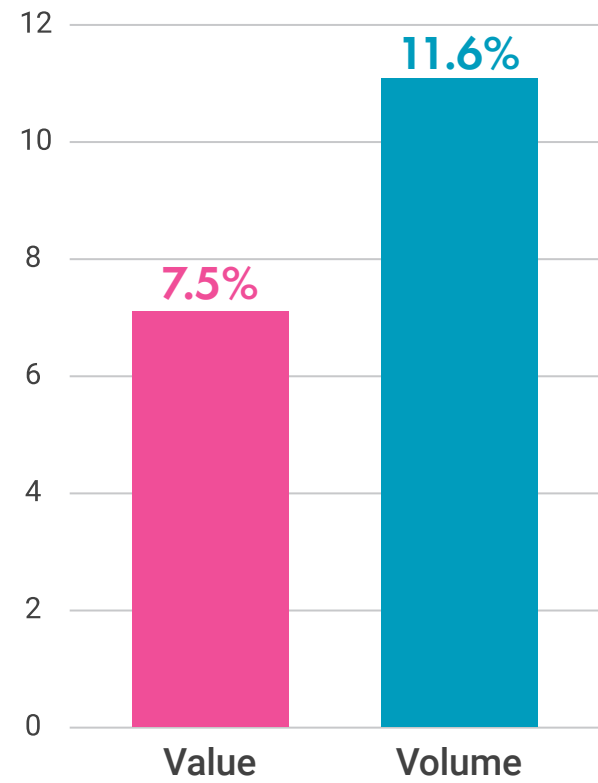
2024 ACH Value



\$29.3 Trillion in Debits
\$56.8 Trillion in Credits

B2B ACH payments value and volume increased in 2024

Business-to-Business (B2B) ACH payments volume continues to increase as companies in the U.S. are actively and constantly shifting their payment methods from checks to digital formats. This trend is highly likely to continue in the coming years.

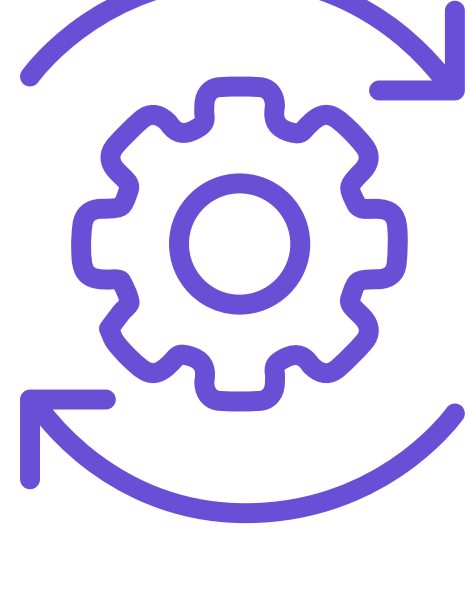


In March 2022, the per-payment limit on Same Day ACH transactions increased from \$100,000 to \$1 million, a ten fold increase to continue servicing the growing demand for ACH payments. That change expanded the use cases and brought new players which has resulted in remarkable year-over-year growth for the payment method.



50.5%

YoY growth of Same Day ACH for B2B payments was 50.5% for 2024

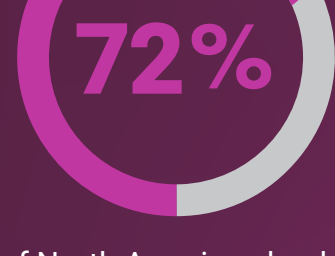


While the U.S. payment industry is excited and focused on the advancement of instant payments and the set of use cases uniquely suited to real-time processing, ACH payments remain a “must-have” service for U.S. Financial Institutions (FIs).

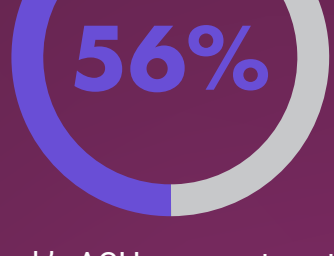
However, FIs are struggling to keep up with the significant increase in ACH payments volume and new ACH services enhancements due to their outdated ACH processing systems which are heavily dependent on proprietary custom code and patches that are not being adequately supported.

At the same time, most of the FIs in the U.S. are also investing in supporting instant payments as well as meeting their end-users’ demand for faster, frictionless, and more transparent payment capabilities.

A new survey conducted by Celent² shows the impact of payments modernization on FIs in the U.S.



of North American banks believe the pace of change will increase



of bank's ACH payment systems across North & Latin America will need replacements over the next 5 years to keep pace with payments modernization

For many FIs it has become extremely complicated and costly to update and upgrade existing payment systems to support their evolving payments business needs.

Furthermore, manual management of highly complex and fragmented payment services, and continuously changing customer demands are undermining the ability of banks not just to innovate, but also to deliver and operate existing services in a timely and efficient manner.



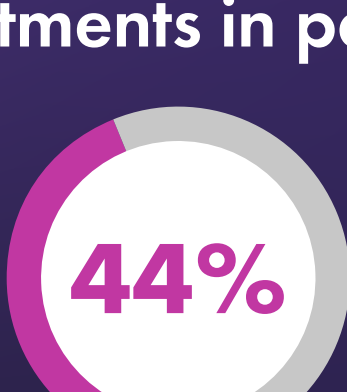
To meet these challenges³



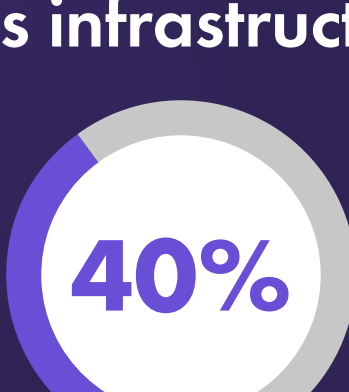
58%

of banks will increase their spend on payment orchestration/payment hubs in 2024

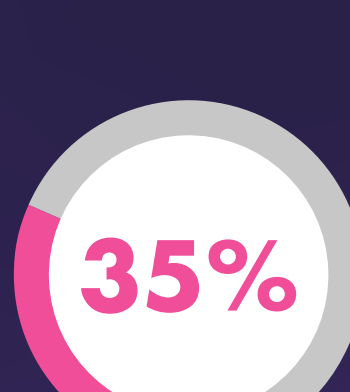
Banks indicated the following priorities for their investments in payments infrastructure³



Launching innovative new products/services to respond to competition



Improving customer experience

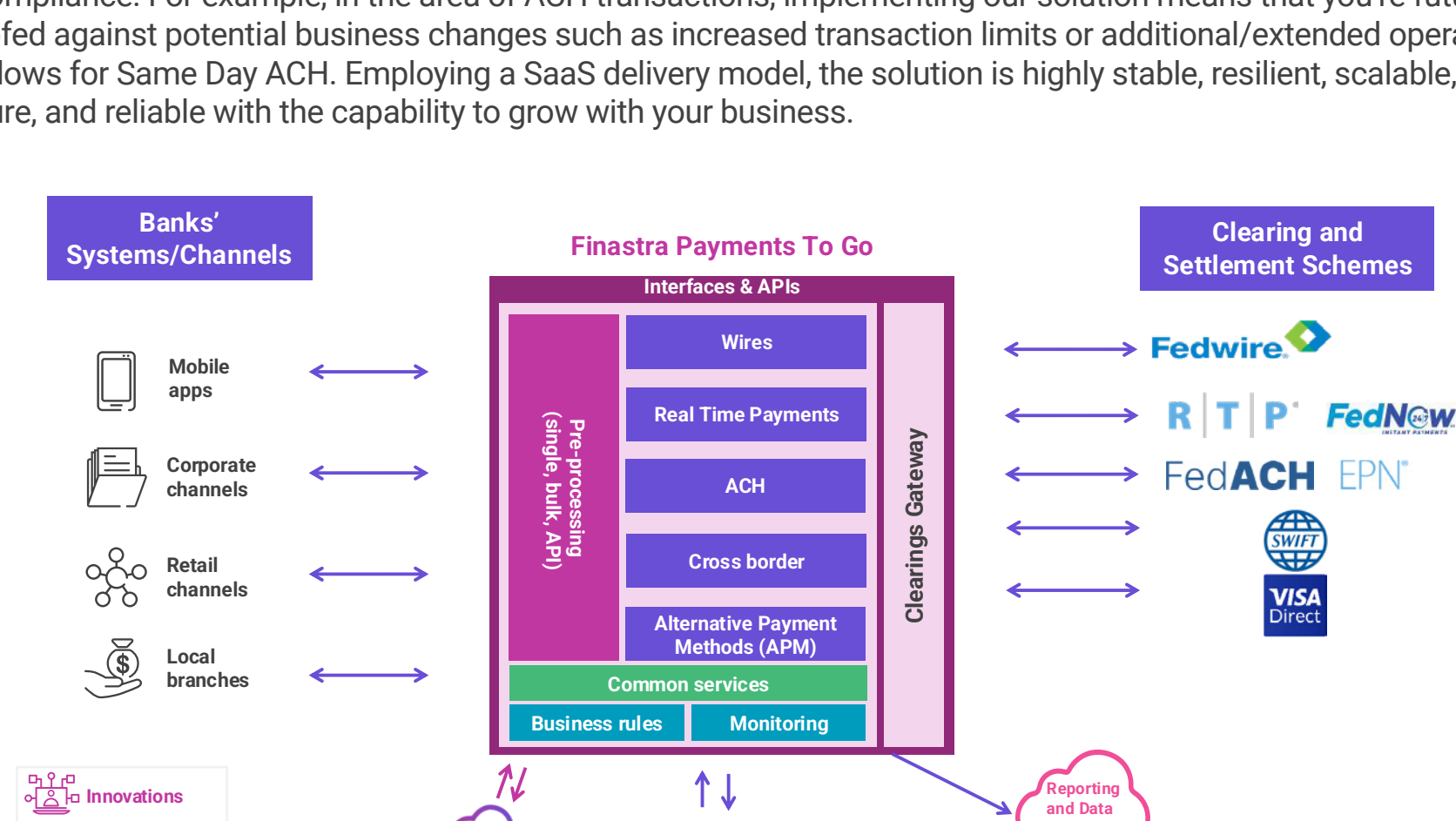


Improving operational efficiency

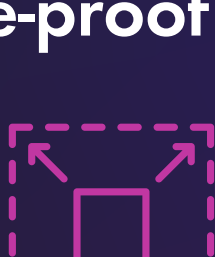
Payments-as-a-Service solutions are increasingly becoming the answer for mid-market modernization projects

Finastra's modern Payments-as-a-Service solution, Payments To Go, consolidates the processing of multiple payment types - Wires (Fedwire), ACH (FedACH and EPN), instant payments (RTP and FedNow), and cross-border - onto a single central, standardized solution, enabling mid-market organizations, such as Community Banks and Credit Unions, to modernize and transform their payments business without the cost, effort, and risk of maintaining legacy, on-premise solutions. The centralized and modular hub solution not only helps improve processing efficiency and reduce operating costs, but it can also be a foundation for competitive differentiation as it enables FIs to deliver faster time to market for new products and value-added services.

Payments To Go levels the playing field for the mid-market to access new, open technologies rapidly and with built-in compliance. For example, in the area of ACH transactions, implementing our solution means that you're future-proofed against potential business changes such as increased transaction limits or additional/extended operating windows for Same Day ACH. Employing a SaaS delivery model, the solution is highly stable, resilient, scalable, secure, and reliable with the capability to grow with your business.



Future-proof your ACH and other payments processing



API and microservice-based, scalable and modular architecture enables the addition of new payment rails and services as needed

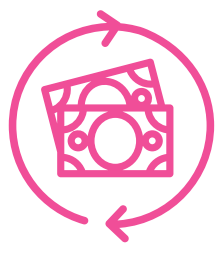


Supports ISO 20022 and Nacha formats, FedNow, RTP, and Fedwire



Mandated regulatory and compliance updates included in the service

Boost operational efficiency



A unified system for handling all payment types



Boost productivity and STP rates through end-to-end payment processing automation



Centralized control and tracking of payment operations

Accelerate innovation and time to market



Comprehensive pre-configured, best practice payment workflows



Onboard in as little as 4 months



Pre-integrated with FusionFabric cloud, offering the necessary tools and technologies to co-create and co-innovate through our value-added fintech partners



Learn how Finastra can help future-proof your ACH payment processing

[Find out more](#)

1. Nacha

2. Celent, The imperative for payments modernization: Doubling down before it's too late

3. Ondia, Embracing the revenue-generating opportunities of a modern payment hub