



EUROPEAN CENTRAL BANK

EUROSYSTEM

# TIPS Pricing

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AMI-Pay Meeting

04 May 2023

target | TIPS  
services



# Background towards a new TIPS Pricing

- A comprehensive revision of the TIPS Pricing is performed for the following main reasons:
  - In the aftermath of the **Pan-European reachability, new services are provided**
  - TIPS should achieve cost recovery
  - **Market feedback** on pricing indicated some direction to review the current fees  
E.g. some ACHs felt that ASTAs' fee were contributing disproportionately to the TIPS revenues; Some ACHs were surprised to observe a direct proportionality between their bill and their internally settled volume → asked to “soften the curve”

# Background towards a new TIPS Pricing

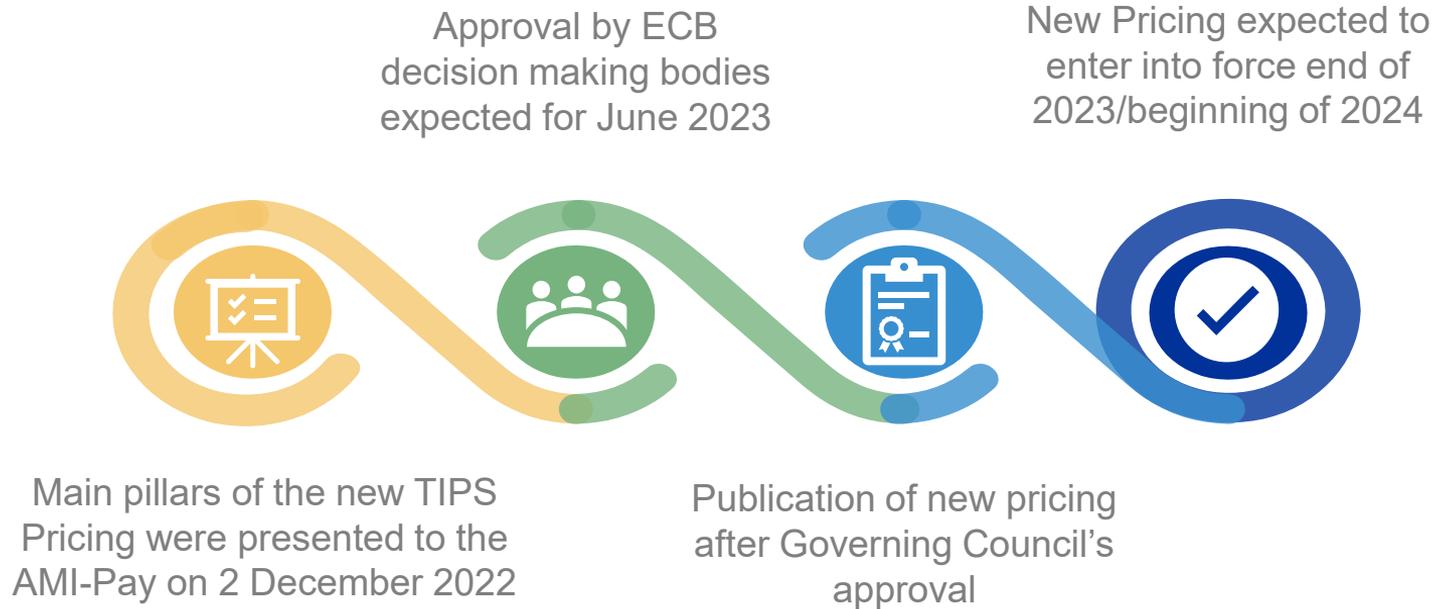
- Based on 2022 discussion with the AMI-Pay, the ECB analysed possible options for the review of the TIPS pricing and presented its considerations to the AMI-Pay in December 2022
- Subsequently, AMI-Pay members were invited to provide their comments and feedback

# Potential changes to be submitted to GovC

Main measure	Main elements on the measure
<b>Degressive fee for internal settlement at ACH made possible by TIPS ASTAs:</b>	The lowest price band could be set at 0.00015 EUR (instead of the current 0.00050 EUR today)
<b>Fixed Monthly fee on:</b>	<ul style="list-style-type: none"><li>• TIPS DCAs for PSPs</li><li>• TIPS ASTAs for ACHs</li><li>• AAUs (with a cap per acct)</li></ul>
<b>Sharing of settlement fee between Originator and Beneficiary:</b>	With the current fee, this translates into: Originator: 0.001 EUR / Beneficiary: 0.001 EUR

- In addition to it, in the future, the Eurosystem will regularly present on the financial performance of TIPS, in line with what is already done for the other market infrastructures of the Eurosystem

# Timeline



**Thank you for your attention!**

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[www.ecb.europa.eu/paym](http://www.ecb.europa.eu/paym)

 **ECB: market infrastructure and payments**