

Panel

Which CBDC, If Any, is Right for the U.S.?

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Payment system	Issuer/Form of money	Role of the banking system	Role of the central bank	Market failure/Public good?
Paper currency	Central bank/Bearer instrument	Distribution	Issue liability; offers 1:1 convertibility with bank reserve balances	Public good introduced to provide a uniform currency
Check	Depository institution/Deposit	Issue liability; process check payments on behalf of customers	Operates payment system; provides final settlement	Public good introduced to support par banking and provide access to the payment system
FedNow	Depository institution/Deposit	Issue liability; process payment orders on behalf of customers	Operates payment system; provides final settlement	Public good introduced to provide access to a fast and efficient payment system
Stablecoin	Non-bank/Bearer instrument	Customers transfer funds from/to deposit accounts to/from stablecoin issuer	N/A	Potential market failures associated with run risks, payment system risks
CBDC	Central bank/TBD	TBD	TBD	What is the market failure? What public good does CBDC provide?

Executive Order Digital Assets, Section 4

- Values relevant for money and payment systems, and a CBDC
 - Global financial leadership
 - National security
 - Economic growth and financial stability
 - Technology, privacy
 - Financial inclusion
 - Payment system efficiency
- Separately, Fed is encouraged to continue to research and report on a CBDC, for payments and ability to conduct monetary policy