

Download This Paper (Delivery.cfm/fednep00043.pdf?abstractid=3090328&mirid=1)

Open PDF in Browser (Delivery.cfm/fednep00043.pdf?abstractid=3090328&mirid=1&type=2)

Add Paper to My Library

Share:

## The Development of the Government Securities Clearing Corporation

*Economic Policy Review, Issue 23-2, pp. 33-50, 2017*

18 Pages  
Posted: 20 Dec 2017

Jeffrey Ingber (https://papers.ssrn.com/sol3/cf\_dev/AbsByAuth.cfm?per\_id=453339)  
Independent

Date Written: 2017

### Abstract

Despite its vast size, liquidity, and global importance, the U.S. government securities market was one of the last major securities markets to benefit from centralized clearance and settlement services. The development of these services began in 1986 with the establishment of the Government Securities Clearing Corporation (GSCC)—now part of the Fixed Income Clearing Corporation, a unit of the Depository Trust & Clearing Corporation. This article traces the history of the GSCC. The author describes the state of the government securities market in the 1980s and the events that led to GSCC’s formation, then details the adoption by GSCC of an automated comparison and netting system, which boosted efficiency and reduced risk. Subsequent sections cover the addition of Treasury auction awards to the system; the extension of comparison and netting services to repurchases and reverse repurchases of government securities, and subsequently to brokered repos; and the launch of the General Collateral Finance Repo service (GCF Repo®).

**Keywords:** trade clearing, trade settlement, net settlement, Government Securities Clearing Corporation

**JEL Classification:** E4, N22, O31, O35

[Suggested Citation](#) >

[Show Contact Information](#) >

Download This Paper (Delivery.cfm/fednep00043.pdf?abstractid=3090328&mirid=1)

Open PDF in Browser (Delivery.cfm/fednep00043.pdf?abstractid=3090328&mirid=1&type=2)

## 0 References

Fetch References

## 0 Citations

Fetch Citations

Do you have a job opening that you would like to promote on SSRN?

Place Job Opening (https://www.ssrn.com/index.cfm/en/Announcements-Jobs/)

Some cookies are necessary to make our site work. We may also use additional cookies to analyze, improve, and personalize our content and your digital experience. For more information, see our [Cookie Policy](#)

(https://www.elsevier.com/legal/cookiepolicy)

DOWNLOADS

105

[Cookie Settings](#)

Accept all cookies

PlumX Metrics



(https://plu.mx/ssrn/a?ssrn\_id=3090328) **Related Journals**

Capital Markets: Market Microstructure eJournal (https://papers.ssrn.com/sol3/ELJOUR\_Results.cfm?form\_name=journalBrowse&journal\_id=1504404)

Follow



New Institutional Economics eJournal (https://papers.ssrn.com/sol3/ELJOUR\_Results.cfm?form\_name=journalBrowse&journal\_id=1492258)

Follow



View more >

Feedback

Submit a Paper > (https://hq.ssrn.com/submission.cfm)

SSRN Quick Links

SSRN Rankings

About SSRN

**f** (https://www.facebook.com/SSRNcommunity/)

**in** (https://www.linkedin.com/company/493409?trk=tyah&trkInfo=clickedVertical%3Acompany%2CentityType%3AentityHistoryName%2CclickedEntityId%3Acompany\_493409%2Cidx%3A0%2F&trkSource=SSRN)

**t** (https://twitter.com/SSRN)

(http://www.elsevier.com/)

Copyright (https://www.ssrn.com/index.cfm/en/dmca-notice-policy/) Terms and Conditions (https://www.ssrn.com/index.cfm/en/terms-of-use/)

Privacy Policy (https://www.elsevier.com/legal/privacy-policy)

All content on this site: Copyright © 2024 Elsevier Inc., its licensors, and contributors. All rights are reserved, including those for text and data mining, AI training, and similar technologies. For all open access content, the relevant licensing terms apply.

We use cookies to help provide and enhance our service and tailor content.

To learn more, visit [Cookie Settings](#).



(http://www.relx.com/)

(https://papers.ssrn.com/sol3/updateInformationLog.cfm?process=true)