Meeting Minutes –I&RS Review Board

CATEGORY	DESCRIPTION
Meeting Name:	DTCC I&RS Review Board
Facilitator	Jeanann Smith
Scribe	Jeanann Smith
Date & Time:	October 6, 2020
Location:	Conference Call

Advisory Group Attendees

NAME	GROUP
Yolanda Austin Karen Mottley	ACORD
Tracy Lane Adam Neumann Raja Perumal Ramachandran Lalitha Nagarajan Monica Avery Christa Bustillos	AIG
Weusi Sharp Scot Hosler Bryan Fort	Albridge
Cindy Robeck	Allianz
Carol Albright	Allstate
Michele Reece Wendy Crane	American-Equity
Travis Misslin	Ameriprise Financial
Lisa Mitchel	Banner Life
Mike Watermiller Kelly Dinville Charlie Evans	Brighthouse Financial
Danny Avalos	Delaware Life
Jeanann Smith Cory Stark Jon Volpe	DTCC
Bryan Holland Suzanne Dorman Saul Herrera	EBIX
Krysti Spohn Ryan Brown Stephanie Reinagel	Edward Jones
Alicia Watkins Richard Sutphin Suzanne Kennedy Sharla Piepkow Daniel Surber	Fidelity & Guaranty

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JoAnn Booth	Fidelity Insurance Agency
Brenda Brown-Morris	Genworth
Steve Kilbon	Global Atlantic
David Desrocher	Insurance Technologies
Andrew Mcmorris Jay Rottenberk Adam Ducorsky Dave Lamphere	Ipipeline
Dan Falco	John Hancock
Rob Hosier Dan Wilson	Lincoln
Carol Steele	Merrill Lynch
Sarah Baraff	M Financial
Joe Wengler	Morgan Stanley
Nick Jellings	National Western
Katie McIntyre	National Financial
Eric Dulaney	Nationwide
Matt Sullivan	New York Life
Nidhi Mehra-Kumar	Ohio National
Brian Clark	OneAmerica
Joe Procacini Liz Moore Danny Smith	Pacific Life
Mike McCombs Chad Turner	Principal
Susan Sanders	Protective
Mike Syrett	Prudential
Lindsey Kniebel	RBC
Michelle Path Donna Scott Mike Grund	Sammons Financial
Rene Ostrea	Schwab
Deb Hillebert	Security Benefit
Jeff Barnett	SE2
Shelley Wallace Ryan Hoffman Kathi Carter	Stifel
Chani Lu	Symetra
Brian Gossman Fran Forslund Rosario Paget Emily Cole Ishwar Boodimoole Nancy Merryman Willis Heitshusen	TransAmerica
Larry Nguyen	USAA

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Matt Brant Janina Buldrini	Venerable Annuity
Jonas Hellie Carolyn Palmer Ben Daniels April Grover	Wells Fargo
Laura Mancini	WS Financial

Meeting Minutes

Enhancements Re-Reviewed:

No enhancements to be re-reviewed.

New Enhancements Reviewed:

IPS00654 – FAR – Add New Transaction Identifiers

During a recent IRI Framework and Conformity work group meeting, there was a discussion around the need to identify and support the soft and hard closed fund restrictions. Today, within DTCC files, we have the ability to identify restrictions and specific reasons at the fund level on POV. This is identified by Fund Level Restriction Indicator (item # 3120) and Fund Level Restriction Reason (# 3121) on the 13/03 Fund Record. Once funds are deemed hard-walled funds (where money is moved out of the fund by the insurance carrier – sometimes called fund substitution), there is a need to report this back on the FAR file to the distributors.

Several distributors mentioned that they do post-processed review of financial transactions. This would be helpful to be able to identify this transactions immediately to eliminate review by the compliance oversight team.

Survey questions will be sent out to attendees to allow the carriers to research:

1. Are these transactions easily identified when a fund is hard closed and monies must be moved out of the fund into another fund?
2. If so, should this be added as a Transction Source to indicate as carrier initiated transaction? If so, should Transaction Source be made mandatory?

Questions for the distributors:

1. Will this be helpful to identify these types of transfers?
2. If so, should this be added as a Transaction Source to indicate as carrier initiated transaction? If so, should Transaction Source be made mandatory?

10/6/2020: These questions will be sent out with the meeting notes to ensure the approach DTCC is looking to take makes sense for both carriers and distributors. We will revisit this enhancement during the November 3th call.

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IPS00655 – IFW – Add New Elements to 113 & 21209

Ebix is looking to make changes to Insurance Web Inforce Transactions, particularly the 21209 VI Response and the 113 message. There is a need to add elements to the 113 and increase number of occurrences of Participant to 21209 VI Response and 113. These changes will meet Ebix's business needs and align the elements that are available between messages.

The following data elements will be added to the following messages:

Values Inquiry (21209 Request & Response)

- Increase number of occurrences of Participant to 6 (from 1)

Policy Administration (113 Response & Request)

- Add AuditEntry and make it optional under the OLife extension under the OLife object;
- Increase number of occurrences of Participant to 6 (from 1)
- Add ID and PartyID as optional
- Add the following elements on Rider object, as optional
    - ID
    - RiderTypeCode
    - RiderSubTypeCode
    - RiderCode
    - RiderStatus
    - LivesType
    - ShortName
    - Participant

10/6/2020: In addition, it was requested for consistency purposes to add the increase of participant occurences to both the 21207 and 21208 request/response.

This enhancement was approved to be included in the next enhancement release.

IPS00656 – ATT – Add New Attachment Type Codes

This enhancement was reviewed to support four (4) new AttachmentType TC's to the allowable supported types in the Attachment schema.

These are being requested to support additional attachment use cases. The attachment type description and type codes are as follows:

- Insurance Agent (Producer) Disclosure for Annuities (ACORD Form 660) – **tc = 545**
- Idaho Annuity Disclosure (ACORD Form 960) – **tc = 546**
- 1035 Exchange/Rollover/Transfer eForm (ACORD Form 951E) = **tc = 547**
- Advisory Fee Adjustment – **TC = 548**

10/6/2020: These codes will be added as extension values within DTCC Attachment schema version and will also be added to the Attachment Access tool. Ebix needs this sooner than the next release and requested these be added to the next code release. DTCC will take back and work internally to see if we can get them added to the full Attachment (103) message prior to next enhancement release.

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This enhancement was approved to be included in the next enhancement release.

Discussion Items:

Reg SCI Testing Weekend

- Reminder that we have another Reg SCI testing weekend coming up on October 24/25
- DTCC production systems will be unavailable between the hours of 5:00 AM (ET) Saturday and 8:00 AM (ET) Sunday.

Email notifications will be sent out as each testing date is approached. Files sent during these times will not process and DTCC will not hold them to be sent after testing. The important notice (doc# - a8851) can be found at the following link:

https://www.dtcc.com/legal/important-notices-archive?subsidiary=NSCC&category=Insurance+and+Retirement+Services&year=2020&pgs=1

DTCC Revised Saturday Processing Schedule

Effective 2021, DTCC will be changing Saturday processing scheduled. The last outbound cycle will be changed from 3pm to 2pm. This will impact products: Asset Pricing (AAP) and Position & Valuations (POV) whose last output is currently 3pm, which will be moved to 2pm. No other products' last outbound transmission times will be impacted as they are either already at 2pm ET or earlier. Beginning on Saturday, January 16, 2021 and each Saturday thereafter, the revised processing schedule will be completed at 2:00pm ET.

This change is due to comply with DTCC's internal disaster recovery exercises, covering various scenarios at a minimum of 16 times/year, to ensure DTCC is well prepared to minimize the risk of an event impacting service to our clients. Changing the Saturday processing schedule will provide DTCC the additional time to conduct these exercises.

To support this change and minimize impact to our clients, we conducted an analysis of Saturday activity over a five-month period showing that over 96% of activity was received by 2pm. Based on this analysis, this change will have minimal impact to Saturday activity processing. The important notice (doc# - a8878) can be found at the following link:

https://www.dtcc.com/legal/important-notices-archive?subsidiary=NSCC&category=Insurance+and+Retirement+Services&year=2020&pgs=1

September 2020 Enhancement Release Clean Up

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- Reporting of 'House Account' – PA versus HA as the agent role
    - I&RS noticed during the PSE testing window, many carriers continued to send Primary Agent (PA) on POV with the Distributor/Insurance Agency as the Non-Natural Name and TIN.
    - I&RS will need send out a brief survey to understand on how they are sending and receiving Agent Roles on House Account activity.
    - House Account (HA) was added as part of the release to support and easily identify this type of business but not everyone is using. Does DTCC need to add an edit to force usage of HA as agent role?
- IFT (CAT confirm input from carrier) – is there a need for NPN to be sent?
    - Currently, IFT CAT confirm has an edit that states NPN is not allowed. Several carriers are having several CAT rejects due to this edit. DTCC will make a change to allow NPN and/or CRD to be passed.
        - Please note: PSE – 10/13 and Production – 10/15

Schema Upgrade Discussion

The September 2020 enhancement release included the schema upgrade to Producer Management (TXLife228). Should we schedule another product (Attachments or IFT Web Services) for upgrade?

The review board asked to defer this decision until it is known which web service application will be updated with enhancements.

Next Call:

Tuesday, November 3rd, 2020 at 2:00 – 3:30pm ET

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