## Meeting Minutes –I&RS Review Board

| CATEGORY | DESCRIPTION |
|---|---|
| Meeting Name: | DTCC I&RS Review Board |
| Facilitator | Jeanann Smith |
| Scribe | Cory Stark, Jovani Munoz |
| Date & Time: | April 4th, 2020 2pm – 3:30pm |
| Location: | Conference Call |

### Advisory Group Attendees

| NAME | GROUP |
|---|---|
| Karen Mottley | ACORD |
| Sathya Srinivasan<br>Harisudhan Janakiraman<br>Raja Ramachandran | AIG |
| Weusi Sharp | Albridge |
| Aaron Feia<br>Cindy Robeck | Allianz |
| Carol Albright<br>Anupa George | Allstate |
| Travis Misslin | American Enterprise |
| Susanne Kennedy | Athene |
| Kelly Dinville<br>Charlie Evans | Brighthouse |
| Tracy Jones | Bulldog |
| Dawn Maffiolini<br>Daniel Avalos | Delaware life |
| Jon Volpe<br>Jovani Munoz<br>Cory Stark<br>Jeanann Smith | DTCC |
| Bryan Holland<br>Saul Herrera<br>Suzanne Dorman | EBIX |
| Stephanie Reinagel<br>Krysti Spohn<br>Ryan Brown | Edward Jones |
| JoAnn Booth<br>Katie McIntyre<br>Dan Surber | Fidelity |
| Jennifer Yerly<br>Vicki Dees<br>Brenda Brown-Morris | Genworth |
| Ellen Lester | Global Atlantic |
| David Desrocher | Insurance Technologies |



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|---|---|
| Andrew Mcmorris<br>Dave Lamphere<br>Jay Rottenberk<br>Adam Ducorsky | Ipipeline |
| Dan Falco<br>Rolando Rodriguez | John Hancock |
| Rob Hosier<br>Todd France<br>Rachel Smith<br>Dan Wilson | Lincoln |
| Sarah Baraff | M Financial |
| Teresa Celsi | Mass Mutual |
| Carol Steele | Merrill Lynch |
| Nick Jellings | National Western |
| Matt Myers | Nationwide |
| Nidhi Mehra-Kumar<br>Tom Pielage | Ohio National |
| Joe Procacini<br>Danny Smith | Pacific Life |
| Mike Mccombs | Principal |
| Susan Sanders<br>Amy Hamilton<br>Heather Hillman<br>Inge Hadi | Protective |
| Mike Syrett | Prudential |
| Stephen Terry | Raymond James |
| Lindsey Kniebal | RBC |
| Michelle Path | Sammons Financial |
| Rene Ostrea | Schwab |
| Kathi Carter<br>Ryan Hoffman<br>Shelley Wallace | Stifel |
| Chani Lu<br>Wendell Tobiason<br>Andrew Lombard<br>Walter Buck | Symetra |
| Dan | Tcs |
| Rick Godfrey | Thomson Reuters |
| Truda Wodke<br>Emily Cole<br>Fran Forslund<br>Nancy Merryman<br>Brian Gossman<br>Jill Leggett | TransAmerica |
| Larry Nguyen | Usaa |
| Janina Buldrini | Voya |



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| Carolyn Palmer<br>Ben Daniels<br>April Grover | Wells Fargo |

## Meeting Minutes

### Enhancements Re-Reviewed:

No enhancements were re-reviewed.

### New Enhancements Reviewed:

IPS00651 – APP – Add new Entity Role Type

RiverSource has asked Ebix to begin to pass the Lawful Children on APP transactions. This information is needed in order to process death claims within regulatory guidelines.

We are requesting a new entity role type of "Lawful Child" to support the reporting of this information on the inbound APP file only.

The new entity role type would be added to the Contract Entity Role code list (item# 4081) on the Contract Entity ID Record (33-17).

This new role will be used when the advisor selects living lawful children as an entity of the contract. We want to pass the "Lawful Children" in this new role so that when the account goes to a death claim process, we know who the lawful children are and will be able to handle the claim more effectively.

The Review Board discussed this enhancement request. There were many unknowns and questions asked based on the change that is being suggested, however, the requesting member was not able to join the call. The Review Board determined to continue discussion next month for this request.

**This enhancement request is pending and will continue discussion next month**

### Discussion Items

- **September 2020 Enhancement Release**

DTCC gave a reminder to the Review Board of all the changes that will be part of the September 2020 Enhancement Release. The following enhancement requests/items are approved for the September 2020 Enhancement Release:



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- IPS00642 – APP SUB STL – Add Sum Total
- IPS00643 – POV – Add Fee Based Indicator
- IPS00644 – POV FAR FET – Add Fund Level Fee Type
- IPS00645 – IFW – Add Participant & Relation RoleCodes (revised)
- IPS00649 – PMP - ACORD version upgrade
- IPS00650 – ATT Enhance Attachments & Access to support 1035ExchangeReplacements
- Phase II – Removal of PII Data

Due to the size of the September Release, DTCC asked the Review Board if all new codes that are being added to existing code lists in September, can be removed from the release to implement in the June Code List Release as a way to reduce the size. The Review Board discussed this suggestion and were concerned if any of code implementations are mandatory. DTCC confirmed that all codes are optional. The Review Board accepted and approved to add those codes to June.

**New code additions will be removed from September and now be part of the June 2020 Code List Release.**

In addition, DTCC also informed the members of the board of the implementation dates for this release. As requested by clients to expand the timeframe between PSE and Production from the ususal 4 weeks to 8 weeks to allow more time for testing, DTCC informed the Review Board that the PSE date can be scheduled for July 16th with Production remaining September 17th. This will give clients the time they need to test. Additionally, DTCC informed the Review Board that the September Release can be broken down into 2 PSE dates as follows:

- July 16th – Mainframe changes only
- August 13th – Distributed changes

Having 2 PSE dates will further support client needs by breaking down the implementation of changes into two separate groups which will allow clients to focus on implementing distributed and mainframe changes at a time. The Review Board discussed these changes and accepted.

**The September 2020 Release is approved to have 2 PSE dates**

- **DataPower Web Services – PSE Change (Submitters Only)**

DTCC informed the Review Board that work on separating the PSE environment from Production is in place for certificate renewal. Currently, there is a short amount of time to test and renew these certificates when it draws close to its expiration. With the changes that DTCC is implementing, there will be more time to advise of a certificate expiration notice and allow more time to test and renew these certificates.



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DTCC will give some time to clients to apply these changes when they can, but eventually, this will need to get done.

*Note: These changes are for submitters only*

- **Discuss standard usage**
    - (Symetra) Usage of Distributor Assigned Agent ID
        - Will Distributor Assigned Agent IDs be unique to an individual (not used by more than one agent)?
        - Would a Distributor Assigned Agent ID ever be reused?
        - Can the Distributor Assigned Agent ID for an Individual change?
            - If so, is the expectation the most recent will be returned?
        - Would an ID expected to be treated differently by a Carrier based on the DTCC service it was received from (APP/SUB, LNA etc.)
            - E.g. if we get an APP/SUB with an ID different from what we have on file is the expectation to update this?

Symetra had addressed this topic/questions to the Review Board. Some members of the group informed that for an agent ID to be unique it would need to be tied to an agent and a policy. An agent ID can be the same with another under the same carrier but with a different line of service. Additionally, members of the group informed that they're not looking to use the Distributor Assigned Agent ID as a unique identifier. An NPN or CRD number will count as a unique identifier to the agent instead.

There were still some uncertainties with the usage of a Distributor Assigned Agent ID for Symetra and the Review Board. DTCC suggested to resend out matrix survey to the group so they can revalidate this information internally.

- (Morgan Stanley) Settlement - Custodially Owned Death Benefit Payouts – Current Edit
    - STL Item # 2014 – Relation Role Code
        - Item #2014, Data is optional when Transaction Type – DB or DR. Required for all other valid transaction types.
        - Item #2020 (first name) and 2021 (last name), required if the transaction type (2003) is DR; otherwise optional.



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Morgan Stanley had addressed this topic to the Review Board. The group discussed current STL edits on the record layouts. For the Relation Role Code (2014), data is optional when transaction type = DB or DR but required for all other valid transaction types. Codes BE (primary beneficiary), G5 (contingent beneficiary) or blank should be used as valid relation role codes when transaction type = DB or DR. For other transaction types, HA (owner) and G2 (annuitant) are valid codes to use. Additionally, Last Name (2020) and First Name (2021) are required when transaction type = PS or FS, otherwise optional.

Morgan Stanley would like to make changes to have more details, such as first name and last name, provided on custodially owned contracts.

As a takeaway from this discussion, the group were informed to review the items below:

Custodially Owned Use Cases:

1. Full Surrender
2. Partial Surrender
3. Full Withdrawals
4. Partial Withdrawals
5. Systematic Withdrawals
6. Free Look Withdrawals
7. Not Taken Withdrawals
8. Rejected APP-Return of Premiums
9. Death Benefit Payments
10. Periodic Annuitization Payments

Outstanding Questions:

1. For use case 3-10 when money is going back to the custodian for these transactions should the first and last name be required?
2. Is there any additional data that is required for a custodially owned contract?

Regarding Insurance Carriers sending STL as well as Broker Dealer of Record change and C2C replacement, DTCC suggested to have an edit change to make it beneficial and easier to send over information. This can include having a change to make it mandatory to have annuitant information to be present in these files. Further discussion on the next call.

- Positions & Valuations
  - (Symetra) Death Benefit Details & Definitions
  - (Global Atlantic) Deposit/Guaranteed Dates (Start, End, Maturity)
  - (DTCC) Product Share Class Definitions
  - (DTCC IIEX) Usage of Valuation Date (0005) on Submitting Participant
  - (Global Atlantic) Cost Basis POV Data Points
    - Pre-TEFRA



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        - Post-TEFRA
        - Cost Basis
    - (DTCC IIEX) Usage of Carrier Associated Company ID
        - Is it being used by Carriers? Distributors?

- (ACORD & DTCC) Premium Method (4057) & Premium Type (4063)
    - What is the standard usage for these elements on APP/SUB?

These points were not covered during this meeting due to time constraints. The Review Board will discuss these items on the next meeting. **Next Call:**

Tuesday, May 5th, 2020 at 2:00 – 3:30pm ET



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