

Meeting Minutes –I&RS Review Board

CATEGORY	DESCRIPTION
Meeting Name:	DTCC I&RS Review Board
Facilitator	Cory Stark, Jeanann Smith
Scribe	Cory, Stark, Jeanann Smith
Date & Time:	September 4, 2018 @ 2:00pm – 3:30pm
Location:	Conference Call

Advisory Group Attendees

NAME	GROUP
Karen Mottley	ACORD
Dan Surber Sathya Srinivasan Adam Neumann Harisudhan Janakiraman Narendra Dommaraju	AIG
Zack Nyberg Nate Strauman Aaron Feia Andrew Carter Becki Carnahan	Allianz
Carol Albright	Allstate
Susanne Kennedy Makayla Briggs	Athene
Dawn Maffioli Dan Avalos	Delaware Life
Jeanann Smith Cory Stark	DTCC
Saul Herrera Bryan Holland	Ebix
Sue Pettit Ryan Brown Catherine Estrada	Edward Jones
Jennifer Yerly	Genworth
Steve Kilbon Ellen Lester	Global Atlantic
Ron Funari Mike Gonce	Janney
Sarah Mudge Rene Fedawa Brian Kleman Catrice Lane	Jackson National
Sanjay Bharadia Dan Falco	John Hancock

Sarah Baraff	M Financial
Joe Procacini Dawn Gambacini	Mass Mutual
Kelly Dinville	MetLife
Angela Thompson	Merrill Lynch
Joseph Wengler	Morgan Stanley
Gary Carmichael	Nationwide
Matt Sullivan	New York Life
Jordan Donnellon Dan Lyons Laura Klohe	Ohio National
Liz Moore Randi Gordon	Pacific Life
Mike McCombs	Principal
Mirnes Jusic	Prudential
Stephen Terry	Raymond James
Mike Grund	Sammons
Beverly Erieau	Securian
Shelley Wallace Ryan Hoffman	Stifel
Wendell Tobiason Chani Lu	Symetra
Fran Forslund Nancy Merryman	TransAmerica
Albert Cardona	Valic
Nick Jellings	Voya
Jeanne Adams-Taylor Greg Searle	Wells Fargo
Laura Mancini	Western & Southern

Meeting Minutes

Enhancements Re-Reviewed:

IPS00600 – PRP, POV – Add new Core Fund Indicator Field

Nationwide needs the ability to distinguish between core and non-core funds for retirement plans. The definition of the indicator, which is Y, N or space, and optional will identify the core funds that are selected and monitored by the advisor and/or plan sponsor for plan participants and may have fiduciary responsibility.

Nationwide currently reports plan level retirement plans for some distributors on POV and did confirm this new field should be added to PRP as well.

Today's status: This new field will be added as part of the upcoming release in March 2019. This new field will be added to both PRP and POV record layouts. Nationwide will draft a definition and standard usage for this field.

Approved for inclusion for the March 2019 release.

IPS00602 – IFW – Add New Withdrawal Activation Indicator

There is a need to identify variable annuity products with living benefit riders that allow the owner to elect the withdrawal payment options post issue. In addition, there is a need to incorporate this election process as part of the inforce transaction withdrawal process (e.g. Ebix's AMP platform.) To support the development work needed to support this functionality, Protective needs an Income Election Indicator field added to the VI response message as well as the full 9-digit SSN field to be passed in the 107 XML arrangement message to capture Joint payout information.

Today's status: This type of indicator is not currently available on the Values Inquiry (212) message at ACORD. Karen Mottley is determining the best place for this element, perhaps under the <Rider> object. This element will be addressed with ACORD's Program Advisory Council (PAC) for recommendation. Karen will present the latest status to the group during the October meeting. ACORD will work with EBIX and Protective (ER requestor) to revise the enhancement request as needed to best describe the needed change.

Once this is determined on how to handle, we will discuss the usage of the full <GovtID> on the 107 message. This may be accomplished by including a business rule instead of a schema change. This is to be determined.

Pending until October 2018 review board meeting.

IPS00603 – ICP – Add New Product Code Field

For years, I&RS has captured a number of specific data points in support of the CUSIP number on the Insurance CUSIP Profile.

They include:

- Participant Number
- CUSIP Number
- CUSIP Name
- CUSIP Type
- ACATS Eligible

- NAIC Number
- Off-Shore Indicator
- PMP Eligible Indicator
- Fee Based (Advisory) Indicator

This information, set up and controlled by the insurance carrier, is used for informational and validation purposes. In addition to the CUSIP Type, I&RS also supports the reporting of the Product Type on the post-issue files (POV, FAR, etc.) to further define the product being reported on. I&RS would like to add a product type to the CUSIP Profile to correlate the CUSIP and product being reported on in the files to enhance the reporting that DTCC completes internally.

Today's status: Reviewed the Product Type listing and the CUSIP Type listing. The CUSIP type listing does not support the adequate level of reporting needed to identify the true description of the product. Suggestion is to remove the usage of the CUSIP type and support the reporting of the product type on CUSIP Profile. Additional review needs to be completed by all firms, including DTCC to determine impact of downstream reporting.

CUSIP Types	
A	Fixed Annuity
B	Variable Universal Life
C	Variable & Fixed Annuity
D	Long Term Care
E	Indexed Annuity
F	Fixed Immediate Annuity
G	Group Annuity
H	Other
I	Variable Immediate Annuity
J	Last to Die: Joint Issue
K	Variable & Fixed Immediate Annuity
L	Variable Life
T	Term Life
U	Universal Life
V	Variable Annuity
W	Whole Life

Product Types	
DIS	Disability
EIA	Indexed Annuity (formerly Equity Indexed Annuity)
FIX	Fixed Annuity Products
FIA	Fixed Immediate Annuity
IVA	Index Variable Annuity
UL	Fixed Universal Life Insurance
WL	Fixed Whole Life Insurance
LTC	Long Term Care
MVA	Market Value Adjustment
MMT	Money Market Products
OIP	Offshore Investment Products
PEN	Pension Plan
RXA	Registered Index Annuity
RET	Retirement Plan
TRM	Term Life
VAR	Variable Annuity Products
VIA	Variable Immediate Annuity
VUL	Variable Universal Life Insurance
VWL	Variable Whole Life Insurance
INL	Index Life

Take away: Please review all downstream reporting to determine possible removal usage of CUSIP Type codes and replacement with Product Type.

The Review Board asked to continue this review in the December 2018/January 2019 Board meeting.

Pending until December 2018 review board meeting.

New Enhancements Reviewed:

IPS00605 – FAR, POV – Add Target Premium Code Value

Janney would like to have the target premium added to the POV record layout for Life and LTC policies. Janney is building a platform for Life and LTC products and the Target Premium will allow them to compute the expected revenue for the policy.

The Target Premium amount will be used to measure sales and revenue for Life Insurance and LTC business.

The recommended change is:

- FAR – Contract Transaction Record / Transaction Amount – Add a code to the list for Premium – Target
- POV – 1302 Record (Contract Valuation Record) / Contract Value Amount (1,2,3,4 or 5) / Contract Value Qualifier (1,2,3,4, or 5). – Add a code to the Contract Value Qualifier list for Target Premium.

Today's status: The review board did not have a clear description of what was being requested. The Board thought other existing codes could possibly be used to satisfy Janney's request.

Janney agreed to withdraw this request and check if existing codes could be used. If needed, Janney will resubmit their request with a clear description of the change.

Request has been withdrawn from review.

IPS00606 – COM, FAR, POV – Party Role, Contract Entity Role Code List Sync

Mass Mutual has requested to sync up the code lists used to identify Party/Contract Entity for COM, FAR and POV. In addition, add a new code to identify the Plan Name (PN) for Retirement Plans.

Recommended change is:

POV Party Role Code List – item 3808

- AD – Administrator
- KC – Key Contact
- PP – Plan Participant
- PN – Plan Name (New)

FAR Contract Entity Role – item 5030

- PN – Plan Name (New)

COM Party Role - item 2340

- PP – Plan Participant
- PN – Plan Name (New)

Today's status: Supporting this change to POV will have a negative impact to DTCC's PRP (Positions for Retirement Plans) with duplication of retirement plan data reporting and could cause PRP to become less marketable and client beneficial.

DTCC will address this topic internally and with the DTCC Senior Steering Committee and report back to the Review Board.

Discussion Items:

- POV Contract Value Qualifiers (Benefits) and associated Service Feature
 - Review feedback from Athene, Mass Mutual and Global Atlantic

Limited feedback was received on this topic. Carrier were again asked to review the data presented and report back for suggested usage.

- Future dated FAR Transactions (Merrill Lynch)

According to Merrill Lynch, a large number of future dated transactions where we are being sent a process date that is current, eg: 6/19/2018, but an effective date that is in the future – 9/22/18. It is happening most often on life insurance and SPIAs but there is a mixed bag.

Review Board carrier members requested to further review internally and report back in 2 months (November Review Board meeting).

- Advancement of Life Insurance Commission (Nationwide)

Many carriers do offer advancement of commissions on life insurance applications. The group suggested setting up a separate working group to discuss standard usage and best practices would be beneficial. DTCC will send out an invitation to the group to discuss before the next meeting.

- Carrier to Carrier Settlement (STL) – Death Benefit Proceeds (Jackson)

This should be reviewed with other STL carrier to carrier replacement clients. It was thought this was not made available due to tax implications for transmitting this transaction type.

- Reg SCI testing 2018 – in Production environment
 - Saturday, August 18th (completed)
 - Saturday, October 13th (test)

Announced August 18-19 test was completed and next Reg SCI test will occur on October 13-14.

- Account Number Expansion - *ongoing*
 - 4 bytes -alphanumeric
- September 2018 Release
 - PSE – August 30, 2018 (*in PSE*)
 - Production – September 27, 2018
 - Products Included:

* Attachment Access	* FAR
* APP/SUB	* IFW
* COM	* POV
* CST	* STL

Next Call:

Tuesday, October 2nd @ 2:00pm