Meeting Minutes –I&RS Review Board

CATEGORY	DESCRIPTION
Meeting Name:	DTCC I&RS Review Board
Facilitator	Jeanann Smith, Cory Stark
Scribe	Jeanann Smith
Date & Time:	August 6th, 2019 2pm – 3:30pm
Location:	Conference Call

Advisory Group Attendees

NAME	GROUP
Karen Mottley	ACORD
Sathya Srinivasan	AIG
Weusi Sharp	Albridge
Zack Nyberg Tim Shaw	Allianz
Carol Albright	Allstate
Brian Houwman Kathy Bangasser	Ameriprise
Susanne Kennedy Makayla Briggs	Athene
Val Vovk	AXA
Christine Phuong	Citizens Securities
Cory Stark Jon Volpe Jeanann Smith	DTCC
Saul Herrera Bryan Holland	EBIX
Ryan Brown Stephanie Reinagel Sue Pettit	Edward Jones
Jennifer Yerly Brenda Brown-Morris	Genworth
Ellen Lester Stephen Kilbon	Global Atlantic
Adam Ducorsky Andrew McMorris Dave Lamphere Jay Rottenberk	iPipeline
Sarah Mudge Rene Fedewa	Jackson National
Dan Falco	John Hancock

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Rob Hosier Dan Wilson Rachel Smith Andrea Trosper Rich Short Heather Larr	Lincoln
Joe Procacini	Mass Mutual
Carol Steele James Garrison Angela Thompson Kelli Warner	Merrill Lynch
Charles Evans Mark Watermiller Kelly Dinville	MetLife / Brighthouse
Joseph Wengler	Morgan Stanley
Matt Myers	Nationwide
Matthew Sullivan Amanda Tripmacher Al Fernandez	New York Life
John Gretz	Ohio National
Liz Moore Denise Madigosky Randi Gordon	Pacific Life
Heather Hillman	Protective
April Ramos Michael Syrett Thomas Tofil Catherine Valeriano	Prudential
Stephen Terry	Raymond James
Kaylan Lewandowski J Evans	R W Baird
Justin Moser Beverly Erieau	Securian
Deb Hillebert	Security Benefit
Michelle Path	Sammons Financial
Ryan Hoffman Kathi Carter	Stifel
Chani Lu Allie Floro Wendell Tobiason	Symetra
Martha Lacobucci	The Hartford
Truda Wodke Emily Cole Brian Gossman Nancy Merryman Roxanne Kasal	TransAmerica

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Nick Jellings Matthew Brant	Voya
Jeanne Adams-Taylor Gregory Searle Jonas Hellie Jim Gilmore	Wells Fargo

Meeting Minutes

Enhancements Re-Reviewed:

No enhancements were re-reviewed during this meeting.

New Enhancements Reviewed:

IPS00631 – POV – Add Illustration Quote Dates

In order to automate the illustration data during new business, Nationwide has requested to add codes Illustration/quote start date and Illustration/quote end date to existing field codes in APP SUB layout.

Nationwide's business needs to capture Illustration/quote start date and illustration end date provided by firms via APP SUB. This will help Nationwide automate entry of illustration data during the new business setup process.
Nationwide proposed adding 2 new code values to Contract Date Qualifier (item 4278)

- Illustration/Quote Start Date
- Illustration/Quote End Date

8/6/19 status: The review board discussed adding these 2 new fields. It was discussed the requested Illustration/Quote Start Date can be eliminated because the current 'Illustration Date' qualifier satisfies that date requirement based on its definition. The review board asked to adjust the Illustration Date to be listed as the **'05 Illustration/Quote Start (Run) Date'**.

The 'Illustration/Quote End Date' was requested to be added and named as **'06 Illustration/Quote End (Expiration) Date'**.

Definitions for both qualifiers are:

- Illustration/Quote Start (Run) Date – The start (run) date of the illustration or quote.

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- Illustration/Quote End (Expiration) Date - The end (expiration) date of the illustration or quote is no longer valid.

Approved for the August 2019 Code List Update.

IPS00632 – APP/SUB – Add Householding Indicator

Lincoln Financial Group handles Householding as an Opt Out, meaning you are automatically enrolled in the feature unless you actively choose to opt out of it. The current Householding Indicator on the file is structured more for an OPT IN. Nationwide is requesting this change to accommodate all their platforms (some are able to require a response and some are not) and to accommodate all Carriers (some treating as an OPT IN and others treating as an OPT OUT).

For Item #4040 (record B33-01 placement 146), Allowed Values are currently Y or Space. DTCC is recommending that the Allowed Values be expanded to include Y, N, or Space.

8/6/19 status: The review board discussed the scenario of adding an 'Opt Out' value represented with 'N' to the Housekeeping indicator. There was some discussion on the difference between value of <space> currently allowed today and the requested value of 'N'. It was agreed the value of 'N' would identify the client is opting out from this mailing service and a value of <space> would indicate the housekeeping response was not provided or the carrier does not participate with this mailing service.

The review board agreed to add the acceptable value of 'N' to the Housekeeping Indicator (item 4040). This change will be supported as part of the March 2020 release.

Approved for March 2020 Release.

IPS00633 – IFT – Add New REP Reject Code

DTCC added the training course type to support the reporting of the Best Interest training required for the NYReg 187 regulation. It has been requested that there is a need to add a new reject code for REP changes via IFT to support the hard rejection of the change due to 'missing' training.

Add new code to the Rep Related Reasons for reject response from the insurance carrier.

057 – Rep has not completed required training

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Carriers will respond with reject code 057 when the requested rep of record has not completed the appropriate training for the specific contract state.

8/6/19 status: The review board discussed this requirement in past meetings and was ready to approve this enhancement once the enhancement request was documented. The review board approved this enhancement. This change will be supported and applied as part of the August 2019 Code List Update.

Approved for the August 2019 Code List Update.

IPS00634 – IFW – Add Codes to VIQ Message

Allianz is analyzing the current IFW processing in preparation to support IF web service messages. Allianz would like to add existing type code values from the ACORD layouts to the DTCC IFW message schema to better transmit messages for their products and systems.

Allianz focused on adding several new code values to DTCC supported IFW code lists. In addition, Allianz requested to expand the transactions supported to include additional Administrative Transactions such as: TXLife 203 (Holding Inquiry), TXLife1213 (Financial Activity Transmittal) and TXLife 181 (Address Maintenance).

Allianz also asked why extension values are used for several code list values.

8/6/19 status: The review board began to review this enhancement request. Requested changes would entail significant coordination between all involved: Brokers, Order Entry Vendors, Carriers and DTCC. It was requested DTCC review their current IFW schemas and document the acceptable code values for the code list properties Allianz identified.

DTCC will provide the code lists information for review board review.

The group discussed why extension values are used within the DTCC IFW schema. DTCC is currently on ACORD version 2.22 for IFW. As new ACORD properties and code values are added to more current ACORD release versions, the usage of these properties and code values are supported as extension values within the DTCC IFW version 2.22.

It was discussed if DTCC should upgrade their support schema version to a more current ACORD version. This would take thorough analysis on message change management between the current and proposed new ACORD version as new properties and codes values, deprecated properties and code values and the

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rearrangement of current properties may be present. All impacted clients would need to implement change at the same time as only 1 version of the schema would be supported.

Discussion items:

- Standard Usage & Best Practices Discussion
  - Usage of POV's RF for 3104 (Contract Valuation) – John Hancock
    - Definition: The Calculated RMD Percent Factor is the factor used in the equation to get the Required Minimum Distribution value for the contract.
      - Does RF equal to the 'distribution period' as defined by the IRS? If not, what information is intended to be reported under code RF?

  Several distributor review board attendees said they do not receive or process RF code in the manner John Hancock described and had no added information to report. The review board suggested John Hancock contact their distributor partners for more information to help respond to their question.

  - Usage of POV Gross Death Benefit vs Guaranteed Death Benefit – Nationwide
    - In instances where there is no guarantee; ie: only a contract value DB, then would the Gross DB be reported? Would there need to be a Guarantee value reported as '0'?
    - In instances where is a guarantee DB, are supported to report both the Guarantee and Gross?

  DTCC requested carriers to email their definition and usage of both fields (Gross Death Benefit and Guaranteed Death Benefit) before August 23rd. This information received will be compiled for review on the next call.

- Potential addition of additional APP/SUB money settlement after 2:00pm

  Carriers responded this change would impact their internal operations and questioned the impact to support such a change. In addition, it was stated DTCC's settlement process requires a time window to process to meet its corporate net settlement processing.

- Reminder: Reg SCI weekend testing
  - September 14, 2019
  - October 26, 2019

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- Reminder: September 2019 Release
    - PSE: Thursday, August 22, 2019
    - Production: Thursday, September 26, 2019

Next Call:

Tuesday, September 3rd, 2019 at 2:00 – 3:30pm ET

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