

## Meeting Minutes –I&RS Review Board

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| Category | **description** |
| Meeting Name: | DTCC I&RS Review Board |
| Facilitator | Jeanann Smith |
| Scribe | Cory Stark/Jon Volpe/Jeanann Smith |
| Date & Time: | May 3, 2022 |
| Location: | Conference Call |

# Advisory Group Attendees

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| --- | --- |
| **Name** | **Group** |
| Karen Mottley  Yolanda Austin | ACORD |
| Srilakshmi Vallalar  Monica Avery | AIG |
| Cindy Robeck  Shelley Wallace | Allianz |
| Carla Prado  Velma Quintero  Diane Gates  Salman Mohiuddin | Allstate |
| Michele Reece  George Johnson  Lily Hunt  Tina Chandavong | American Equity |
| Monica Clancy | Ameritas |
| George Barker  Brian Houwman | Ameriprise |
| Hata Tursunovic  Jonna Sandegren | Athene |
| Rajni Chanshetty  Mark Watermiller  Kelly Dinville | Brighthouse |
| Kevin Lowe | Broadridge |
| Ron Gibney  Jean Randall | Cetera |
| Christine Phuong | Citizens Securities |
| Danny Avalos | Delaware Life |
| Jon Volpe  Giselle Minchala  Jeanann Smith  Jovani Munoz  Cory Stark | DTCC |
| Bryan Holland  Saul Herrera  Suzanne Dorman | EBIX |
| Paul Destefanis  Rob’n Stanley | Edward Jones |
| Matt Springer | Envestnet |
| Daniel Surber  Scott Roskilly  Truda Wodke  Richard Sutphin  Susanne Kennedy | Fidelity & Guaranty |
| Nate Brooks  JoAnn Booth | Fidelity Insurance |
| Steve Parcel | Fid-X |
| Brenda Brown-Morris  Jennifer Yerly | Genworth |
| Ellen Lester | Global Atlantic |
| Andrew McMorris  Denise Madigosky  Ana Doucet | Ipipeline |
| Rene Fedewa | Jackson |
| Dan Falco  Tina Jorge | John Hancock |
| Antonio Pishvai  Dan Wilson  Rich Short  Rachel Smith  Andrea Trosper  Stephanie Dielmann | Lincoln |
| Sarah Baraff | M Financial |
| Teresa Celsi | Mass Mutual |
| Angela Thompson | Merrill Lynch |
| Jennie O’Leary | Mutual of Omaha |
| Matt Myers  Eric Dulaney | Nationwide |
| Chris Crowley  Matthew | New York Life |
| Nidhi Mehra-Kumar  Steve Roberts  Matt Sullivan  Dave Turner  Eileen Sorrows | Ohio National |
| Joe Procacini  Danny Smith | Pacific Life |
| Holly Gulling  Mike McCombs | Principal |
| Amy Hamilton  Susan Sanders | Protective |
| Michael Syrett | Prudential |
| Lindsey Kniebel | RBC |
| Rick Godfrey | Refinitiv |
| Michelle Path  Kerry Neibergall | Sammons Financial Group |
| Rene Ostrea | Schwab |
| Beverly Erieau  Matt Gergen  Kevin Norby | Securian |
| Jeff Barnett | SE2 |
| Wendell Tobiason  Mary Heimlich | SparkIPS |
| Michael Young  Kathi Carter  Tricia Sjoholm  Greg Gammon  Lisa Zawisza | Stifel |
| Chani Lu | Symetra |
| Michael Sullivan | Talcott Resolution |
| Dan Reiss  Jamie Penning  Emily Cole  Roxanne Kasal  Nancy Merryman | TransAmerica |
| Lala Guerrero | USAA |
| Able Mahaffey | Venerable Annuity |
| David Krawczyk  Kristi Patterson  Corey Skadburg  Katie Byrnes-Esteves  Stacy Broders | Voya |
| April Grover  Ben Daniels  Emily Pletsch | Wells Fargo |

## Meeting Minutes

## Announcements:

* May Code List Release – PSE – May 12th / May 26th
* FET User Interface integration into IIEX – PSE – May 26th / Prod – June 30th
  + FET will be migrated over the evening of Thursday, June 30th.
  + Firm operators who are leveraging FET only, should have their SAC's provision users for IIEX – Product view role
  + If the firm operators are CST users today, they will have FET available with no role updates needed
  + Any questions, please reach out to your relationship manager.
* Summer Release – PSE – June 30th / Production – July 21st
  + Includes ATT, COM, IFW, and PRP
  + IPS00673 – IFW – Add Digital Payment

As part of the Summer 2022 Release, a new code and new properties will be added to the 212 Response, 107 Request, and 105 Request messages for IFW. This is to support reporting of Digital Payments. Currently, the Summer 2022 Release has in place to add new digital payment code and properties only to the request message for the 107 and 105 messages – not to the response (these new properties would fall under the Banking object, but object is not used on the response today). DTCC questioned the Review Board whether firms planned to echo this information in the request back on the response, and therefore need to add Banking object and all associated properties to the response messages as well. The group discussed and determined to add Banking object and all associated properties to both 107 and 105 Response. Banking object will be optional and edits for all associated properties will match the request message. Documentation for Summer 2022 Release currently on the website will be updated.

* Fall Release – PSE – September 15th / Production – October 13th
  + Includes POV and APP (will include approved requests through June meeting)
  + Will also include Attachments c2c enhancements

Enhancement requests approved so far for the Fall 2022 Release are:

* + IPS00679 – ATT – Add New Property (expanded for IRI task force)
  + IPS00688 – POV – Updated Edit (Fund Identifier)
  + IPS00701 – APP – Add Submitting Third Party ID Name
  + IPS00703 – APP/SUB – Tax Withholding Changes
* August 2022 – New DTCC Web Services Certificates
  + DTCC web services certificates for 2-way authentical will expire in August 2022 (2-year expiration date)
  + DTCC will communicate renewed certificates in the coming months
* RegSCI Testing will take place on the following weekends:
  + August 27-28
  + September 24-25
  + October 15-16

Please be advised that during these testing weekends, DTCC production systems will be unavailable between the hours of 5:00AM (ET) Saturday and 8:00AM (ET) Sunday.

The NSCC important notice is on DTCC’s website. I&RS will post its important notice regarding the RegSCI weekend testing in the coming weeks.

## Enhancements Re-Reviewed:

None

## New Enhancements to Review:

IPS00703 – APPSUB – Tax Withholding Changes

The IRS is changing their withholding requirements for annuity payments with revisions to the W-4P withholding form (for repetitive annuity payments) and the creation of the W-4R (for single payments).

Since repetitive payments and the associated tax withholding are part of the annuity application process for certain scenarios (SPIA, DIA, and potentially systematic withdrawals), carriers need a way to have the relevant information transmitted to them so they can calculate the proper tax withholding.

Recommended changes are as follows:

1. Item 4240, change name from Withholding Amount Type to Withholding Authority
2. Expand the type code list for Item 4240 to include an additional option for ‘Local’
   * TBD – Local
3. Create a new property on the 33/34 Service Feature Withholding Record to indicate the type of withholding information for this instance of Withholding Amount
   * Field name: “Withdrawal Amount Description” (code list)
   * Optional/Conditional
   * Length: 1 byte
   * Location: TBD
   * Item number: TBD
   * Type codes to include:
     1. TBD – Income from job or pension [Step 2b-iii]
     2. TBD – Extra [step 4-c]
     3. TBD – Deductions [step 4-b]
     4. TBD – Other Income (not job or pension) [step 4-a],
     5. TBD – Dependents and Other Credits [step 3 total]
     6. TBD – Default
     7. TBD – No Withholding
     8. TBD – Selected
4. On the 33/32 record, add new type codes to the Tax Filing Status (Item 4233)
   * Single
   * Married Filing Jointly
   * Married Filing Separately
   * Head of Household
   * Qualifying Widow(er) with Dependent Child
5. On the 33/34 expand the number of tax withholding instances from 5 to 10

The Review Board reviewed and approved the enhancement request. The recommended changes in this request will be part of the Fall 2022 Release.

**Enhancement approved for Fall 2022 Release**

## Discussion Items:

Making Product Type required in CUSIP Profile

This item is a continuation to previous discussions on making Product Type mandatory, discussed some time ago. There is need to make Product Type required in CUSIP Profile, however, DTCC is seeing inaccurate/no Product Type information reported on Insurance Information Exchange (IIEX). DTCC displayed IIEX screen and found the following:

* Of the 12,903 total CUSIPS, 10,959 CUSIPs have no Product Type identified
* Firms are sending different/multiple Product Types through a single CUSIP

Firms stated their Distributor partners requested they set the Product Type differently to their unique POV files and therefore, it’s being reported differently in IIEX. Others mentioned that the Product Type descriptions may need to be redescribed for clarity. DTCC will reach out to firms to further investigate reporting of Product Type.

Index Product Work Group (RILAs, Buffers, Hybrid Products)

DTCC brought up this discussion item to the Review Board. The group were informed that 55 data points were defined to describe the index products in the market today. These data points are mapped to ACORD, POV, FAR, IFW (212, 107) data. Currently, there are about 25 data elements not supported today in POV, FAR, IFW (212, 107). The Review Board were questioned on whether these data elements that are currently not supported, were critical or not to carriers, in terms of processing. Carriers have not reported that these elements are critical. Some carriers reported they are not prepared to send Index Product information through their systems today. As takeaway, DTCC will ask for carrier and distributor feedback of their use (and testing) of these elements and whether they should be included or not in POV and other files and messages.

**Next Call:**

Tuesday, June 7th at 2:00 – 3:30pm ET