



GOV #:	GOV104-15
Date:	December 17, 2015
To:	Government Securities Division Members
Category:	Service Updates
Subject:	GSD Fee Change Update

As noted in the Important Notice #GOV103-15 on December 16, 2015, Fixed Income Clearing Corporation (“FICC”) filed a rule change (SR-FICC-2015-005) with the Securities and Exchange Commission pursuant to Section 19(b)(3)(A) of the Securities Exchange Act of 1934. This rule change consists of revisions to the Government Securities Division (“GSD”) Fee Structure. The fee changes will be effective as of January 1, 2016.

For your convenience, attached please find the changes to the GSD Fee Structure.

Please contact your Relationship Manager with any questions or comments.

GSD FEE SCHEDULE

TRADE SUBMISSION SCHEDULE

Current Breakpoint Schedule	Current Charge per Submission	Proposed Tiered Schedule	Proposed Fee per Submission	
(Charge is applied to all submissions if breakpoint is reached)	For all Netting Members	(Charge is applied to all submissions within tier)	Dealer Accounts	Broker Accounts
Per submission for total monthly submissions up to 49,999	\$0.250	Per submission for the initial 49,999 submissions per month	\$0.270	\$0.250
Per submission for total monthly submissions between 50,000 to 99,999	\$0.200	Per submission for those submissions between 50,000 to 99,999 submissions per month	\$0.190	\$0.150
Per submission for total monthly submissions between 100,000 to 249,999	\$0.150	Per submission for those submissions between 100,000 to 249,999 submissions per month	\$0.140	\$0.100
Per submission for total monthly submissions between 250,000 to 399,999	\$0.125	Per submission for those submissions between 250,000 to 399,999 submissions per month	\$0.100	\$0.075
Per submission for total monthly submissions between 400,000 to 499,999	\$0.100	Per submission for those submissions between 400,000 to 499,999 submissions per month	\$0.080	\$0.035
Per submission for total monthly submissions between 500,000 and 999,999	\$0.085	Per submission for those submissions between 500,000 to 999,999 submissions per month	\$0.010	\$0.025
Per submission for total monthly submissions 1M and greater	\$0.085	Per submission for those submissions at 1M or greater submissions per month	\$0.010	\$0.010

Locked-in Trade Data		
Fee Description	Current Fee	Proposed Fee
Non-GCF Repo trade processing from Locked-In Trade Data Source	\$0.16/M	In accordance with the trade submission fee schedule
GCF Repo trade comparison for non-Inter Dealer Broker Netting Members	\$0.05/M	\$0.07/M

NETTING FEES SCHEDULE

Current Breakpoint Schedule	Current Charge per Side	Proposed Tiered Schedule	Proposed Fee per Side	
			Dealer Account	Broker Account
(Charge is applied to all sides if breakpoint is reached)	For all Netting Members	(Charge is applied to all sides within tier)		
Per side for total monthly sides up to 49,999	\$0.150	Per side for the initial 49,999 sides per month	\$0.170	\$0.150
Per side for total monthly sides between 50,000 to 99,999	\$0.125	Per side for those sides between 50,000 to 99,999 sides per month	\$0.120	\$0.110
Per side for total monthly sides between 100,000 to 249,999	\$0.125	Per side for those sides between 100,000 to 249,999 sides per month	\$0.100	\$0.090
Per side for total monthly sides between 250,000 to 399,999	\$0.100	Per side for those sides between 250,000 to 399,999 sides per month	\$0.070	\$0.040
Per side for total monthly sides between 400,000 to 499,999	\$0.050	Per side for those sides between 400,000 to 499,999 sides per month	\$0.040	\$0.025
Per side for total monthly sides between 500,000 and 999,999	\$0.050	Per side for those sides between 500,000 to 999,999 sides per month	\$0.030	\$0.010
Per side for total monthly sides 1M and greater	\$0.035	Per side for those sides at 1M or greater sides per month	\$0.010	\$0.010

Fee Description	Current Fee	Proposed Fee
Into-the-net par per month – Dealer Account	\$0.015/M	\$0.016/M
Clearance (out-of-the-net) par per month	\$0.17/M	\$0.175/M
Auction takedown processing	\$0.50/50M	In accordance with the trade submission fee schedule.
Clearance (out-of-the-net) items per month	\$2.35/obligation	\$0.25/obligation
Clearance (non-GSD) items per month	\$2.35/obligation	\$0.25/obligation
DVP Repo Transaction Processing Fees (cost of carry)		
Fee for gross dollar amount		
Other Netting Members and Repo Brokers with respect to their non-brokered transactions	0.025bps	0.04bps
Fee for net dollar amount	0.060bps	0.08bps
GCF Repo Processing Fees (cost of carry)		
Fee for gross dollar amount		
Netting Members that are not Repo Brokers	0.025bps	0.04bps
Fee for net dollar amount	0.060bps	0.08bps

PASS THROUGH FEES

Fee Description	Fee Amount	Allocation
Clearing Bank fee for settling each DVP obligation	Actual clearing bank settlement fee	Based on Netting Members actual DVP obligations
Fedwire® fee for settling each DVP obligation	Actual fee for settling securities over the Fedwire®	Based on Netting Members actual DVP obligations settling over the Fedwire®
BNY 1bp fee on each GCF Repo deliver obligation that FICC settles in its BNY account, inclusive of inter-bank	1bp	Dealer Accounts at BNY: Full amount on each GCF Repo receive obligation Dealer Accounts at JPM: Pro rata based on GCF Repo receive obligations

BNY daylight overdraft fee on interbank GCF Repo deliver obligations	Actual fee incurred by FICC	Pro rata to all Dealer Accounts at BNY with GCF Repo deliver obligations
BNY daylight overdraft fee on DVP obligations	Actual fee incurred by FICC	Pro rata to all Dealer Accounts at BNY