

23 March 2020

OUTCOME OF THE 14TH MEETING OF TARGET CONSOLIDATION CONTACT GROUP (TCCG)

13 February 2019 - 10:00 to 16:00

*held at the premises of the European Central Bank, Sonnemannstraße 20,
meeting room MB C2.06, on 2nd floor*

1. Introductory Remarks

The Chairperson of the Contact Group will welcome the participants and open the meeting introducing the Agenda.

Outcome:

The Chairperson welcomed the participants and introduced the agenda, which was approved by the participants.

2. Status Update on Project Deliverables

The Contact Group members will be provided with a status update on the project deliverables.

Document:

- *Status Update on T2-T2S Consolidation project (Presentation ECB)*

Outcome:

The ECB project team presented the status update on the T2-T2S Consolidation project covering the Specifications (UDFS, BDD, UHB), Development, Testing and Migration as well as Operational and Legal Readiness.

As regards the timeline of the BDD, members were informed that the version 2.1 of BDD will be published in March 2020 and they were invited to raise any relevant comments as soon as possible.

Related to the ESMIG Connectivity, the first version of the FAQ on ESMIG Connectivity Services Agreements was published on the Bdl procurement portal and on the ECB website.

The document will be updated on regular basis, based on questions raised by market participants. The participants should get in contact with the NSPs for their own connectivity.

It was also reported that the initial version of the Testing Strategy was an internal Eurosystem document. However, a version for the market has been prepared and will be shared soon.

3. Community Readiness

The Contact Group members will be presented with the outcome of the client readiness monitoring.

Document:

- *Community Readiness reporting - Key milestone NSP2 (Presentation ECB)*
- *Community Readiness - Milestones NSP2 - Community Readiness report v1.0 (Word file)*
- *Community Readiness – Milestones NSP2 - Dashboard v1.0 (PDF file)*

Outcome:

The ECB project team presented the Community Readiness reporting related to the Key milestone NSP2. It was highlighted that the overall NCBs confidence level on the ability of their communities to go-live in November 2021 is positive and is expected to further improve in the next reporting cycle. The next reporting cycle (with deadline 31 March) will involve the Key Milestones IAD4, IAD5 and NSP3. In addition, the Eurosystem is collecting details on information sessions being organised by the NCBs. The document will be published on the ECB website.

4. Specifications (UDFS, UHB)

The Contact Group members will be provided with a status update on the UDFS and UHB.

Document:

- *T2-T2S Consolidation Specifications - Status update. (Presentation 4CB)*

Outcome:

The 4CB project team provided a status update on the T2-T2S Consolidation specifications covering the timeline of UDFS and UHB. Before the UDFS v.2.2 planned for the end of the year, the addendum document will be published. This is a standalone document which is planned to be released in two versions: a first version is expected at the beginning of March and an updated by end of April. The UDFS v2.2 will include the CR assessments which were approved after the UDFS v2.1 publication as well as the content of the addendum document.

In addition, the participants were presented with the planned delivery dates for the Data Warehouse report descriptions. The 4CB explained that the comments received during the written procedures will be analysed, classified (e. g. from typo, clarification up to CR needed) and the valid comments will be taken into account for implementation and for the publication of the DWH UHB. However, not every single comment received will be answered separately. The reports are being reviewed by the CBs and will be also shared with the market.

The CLM and RTGS GUI descriptions v1.0 is planned to be ready at the end of March 2020.

5. Change requests on T2-T2S Consolidation URDs and UDFS

The participants will receive an update on the status of the change requests on T2-T2S Consolidation URDs and UDFS.

Document:

- *Status update on URD and UDFS change requests (Presentation ECB)*

Outcome:

The ECB project team provided a status update on the Change Requests (CRs) on the T2-T2S Consolidation URDs.

6. T2S Change Requests – Consolidation Project Triggered

The participants will be provided with a status update on the T2S change requests stemming from the Consolidation project following the discussion of these CRs in the T2S Governance.

Document:

- *Status update on Change Requests on T2S due to T2-T2S Consolidation (Presentation ECB)*

Outcome:

The participants received a regular status update per release on the T2S change requests stemming from the Consolidation project. It was confirmed that the initial “optional” CRs are now being implemented.

It was also reported that the date of T2S connection to ESMIG is June 2022 as, from a legal perspective; this is when the T2S licence expires.

7. Functional topics

The participants will be presented with various functional topics.

Document:

- *Immediate Liquidity Transfers – Parking vs. Rejection (Presentation 4CB)*

- *Liquidity transfers to Overnight Deposit Account and RTGS Sub Accounts (Presentation ECB)*

Outcome:

Immediate Liquidity Transfers: Some TCCG members had serious concerns with regard to the parking of Immediate Liquidity Transfers between 19:00 and 19:30, mainly because this might result in a relatively long waiting period for the camt.025. It was agreed that the Central Banks would engage with their communities in order to collect market feedback and thereby provide sufficient time for banks to discuss with their system experts. The outcome will be discussed in the next TSWG.

Liquidity transfers to Overnight Deposit Account and RTGS Sub Accounts: The TCCG was invited to take note of the risk and mitigation measures.

8. GUI Workshops

The Contact Group members will be debriefed on the latest GUI workshops. Further information related to the next steps in view of the outstanding workshops will be provided to the members as well.

Documents:

- *GUI Workshop debrief (Presentation ECB)*
- *List of GUI Screens using account number (Excel file 4CB)*
- *Payments and Backup Payments functionality in U2A (Updated Presentation 4CB)*
- *Naming conventions in T2 (Presentation ECB)*

Outcome:

The participants received an update on the second CLM and RTGS GUI follow-up WebEx held on 10 December 2019 as well as on the next steps in view of the upcoming workshops.

- The responses to the market feedback related to the Written Procedure on the CLM and RTGS GUI descriptions v0.2 will be available to the market participants by Q1 2020. The CLM and RTGS GUI descriptions with the incorporated market feedback will be submitted for approval to MIB and then published on the ECB website.
- A short Common Component GUI WebEx on a few CRDM screens for invoice configuration and message subscription will be held on 17 February 2020.
- A GUI workshop on CLM, RTGS and DWH screens will be held on 09 March 2020.

The 4CB project team also presented an updated presentation of the backup payment functionality in U2A. The TCCG requested the following: i) to have the scope of backup payments extended to include the pacs.008 to allow for the Payment Banks to perform

Customer Payments in a contingency situation and ii) to make the use of the local instrument code BACP (backup payment) optional to allow for the Payment Banks to send both normal payments and backup payments (pacs.008 and pacs.009) in a contingency situation.

It was agreed that the 4CB will:

- Check whether it would be technically possible to extend the scope of the back-up payments to include the pacs.008;
- Check whether the 'BACP' - local instrument code - is hardcoded or can be deleted/overwritten;
- Check and clarify if the removal of BACP would result in the camt.054 notification not being sent to the A2A-channel.

The ECB also presented the Naming conventions in T2 where they are consistent with TIPS and T2S. It was announced that this topic would also be addressed to the TSWG to agree on whether the Party BIC or the Account BIC should be used in the T2 account number.

The TCCG was informed that with regard to the 'Standing order for limits' CRDM GUI screen, 4CB and ECB were working on a solution that allows the creation of bilateral limits against counterparty Account BICs instead of cash account numbers. The TCCG was reassured that this solution would consider both U2A and A2A. In addition, TCCG members were asked to look through the 'list of GUI Screens using account number' to verify that the issue of counterparty identification only pertains to the Limit-screen.

Finally, one TCCG member asked whether in T2, it would be possible to delete all bilateral limits by sending one single request as in TARGET2 today. It was agreed to follow up this topic by opening a Jira ticket via the respective NCB and include it as an agenda item for the next TCCG.

9. Market enquiries

The participants will be presented with a selection of market enquiries received during the month of January.

Documents:

- *Questions of the month (Presentation ECB)*

Outcome:

The ECB project team presented a selection of market enquiries and answers, which are of interest for the market.

The enquiry one was related to the technical header and more specifically on where participants could find more information on technical headers. In this regard, the ECB invited the participants to refer to their respective NSPs. Indeed, with the introduction of ESMIG which is NSP-agnostic, the technical header has become NSP-specific i.e. different technical header will be used for different NSPs.

The enquiry two was a market request to have more ISO20022 message examples with more business context. The ECB proposed to create such examples (focused on payments and selected cash management messages) with the help of the TCCG and to publish those on the ECB website in addition to the existing message examples. For that purpose, the ECB invited the participants who are willing to have their BICs used for such examples to inform the project team.

10. Legal Framework

The participants will be presented with an overview of the new structure for the TARGET Guideline as well as the timeline envisaged for its publication. Additionally, the ECB team will share more information on the planned market workshop for the new Guideline.

Documents:

- *Legal framework status update (Presentation ECB)*

Outcome:

The participants were debriefed on the work currently being done on the legal framework covering the new structure for the TARGET Guideline and the main milestones. An Informal consultation workshop (with market participants) is planned for the second half of July (foreseen date 16 July). The TCCG and the NCBs will be invited to join the workshop and can also nominate other participants.

The NCBs and the TCCG were invited to send to the ECB any non-functional questions (e.g. on legal/policy aspects), they would consider helpful in order to create a Q&A section on the ECB website.

11. Any Other Business

Documents:

- *IDs for DWH report Statement 01 (Presentation ECB)*

Outcome:

IDs for DWH report Statement 01: Following up on the outcome of the TCCG written procedure on “Statements 01 - statement of account (single account)”, a proposal was presented, to use

two reference fields in the predefined DWH “Statement 01” report for each cash transfer posting. The proposal is still to be discussed and agreed with the 4CB.

Recall request via U2A: The URD RTGS.UR.RTGS.UI150 is aligned with the UDFS 5.3.8 *Payment order revocation and payment recall* which states that “[v]ia U2A/GUI it is only possible to revoke a queued payment order, but not to recall a settled payment”. A written procedure, with deadline 17 February 2020, is ongoing with the TSWG, to collect feedback on the need to be able to handle recall request via U2A. The TCCG will be presented with the TSWG decision in its next meeting.

The next Contact Group meeting will be held on 31 March 2020 via WebEx.

After the Contact Group meetings, all meeting documents will be published on the ECB homepage (link: <https://www.ecb.europa.eu/paym/initiatives/html/documents.en.html?skey=T2/T2S>).