

Outcome of the T2S Project Managers Group (PMG) Meeting

18 October 2022 (09:30-12:30 & 13:30 – 16:00)

1. APPROVAL OF THE AGENDA AND INTRODUCTORY REMARKS

Outcome

The PMG chairperson welcomed the participants and introduced the meeting, held in hybrid format with several participants joining physically.

No additional items were proposed for inclusion on the agenda of the meeting. The PMG members approved the agenda.

The PMG Chairperson welcomed the new representatives from Euroclear Bank, Iberclear and Euronext Securities Copenhagen.

The PMG was updated on the authorisations and approvals from CSG/NECSG/MIB since the last PMG meeting on 31 August 2022:

*The following CRs were **authorised** by the T2S Steering level:*

- T2S-CR-0787-SYS “Instructions released during cut-off with failing reason ‘CYCL’ must be imposed with a SEFP penalty” (and proposed by the PMG to be detailed assessed in view of R2023.JUN)

*The following CRs were **approved** for implementation by the T2S Steering level:*

- T2S-0699-SYS – ‘Decommissioning LTSI, scope and definition of queries and reports and access specifications to Data Warehouse functionalities’ MIB approved the de-scoping from R6.2 and the new allocation to R2023.JUN
- T2S-0733-SYS ‘Definition of a classification of transactions for CB T2S data’. MIB approved the de-scoping from R6.2 and the new allocation to R2023.JUN

Finally, during the last PMG meeting on 31 August 2022 a question was risen on the functionalities of CR-709 “Make the mandatory automated cash sweep at 17:45 optional” and feedback was to be confirmed. On the question whether it would be possible to configure EoD standing orders based on the event OCS2 (i.e. the T2S optional EoD cash sweep for EUR) before the go-live of T2-T2S Consolidation, it was confirmed that such liquidity transfers could already be setup in the PROD environment. It was acknowledged that a pre-requisite was

that the account to which the liquidity to be transferred (typically an account in T2-CLM) must have been created beforehand, as part of the ongoing T2-T2S Consolidation pre-migration activities. The AP-46 is considered closed.

2. OUTCOME OF THE PREVIOUS MEETING

Background documentation

- A. Outcome of the PMG meeting on 31 August 2022
- B. Outcome of the PMG meeting on 13 September 2022

Outcome

The PMG members approved the outcome of the PMG meetings that took place on 31 August 2022 and 13 September 2022. It was acknowledged that these outcomes would be published on the ECB Website.

3. UPDATE ON CRG ACTIVITIES

Background documentation

- A. Briefing of the CRG activities

Outcome

The PMG took note of the CRG activities updates. More specifically:

- T2S-0699-SYS – Decommissioning LTSI, scope and definition of queries and reports and access specifications to Data Warehouse functionalities: The PMG took note of the MIB approval on 15 September 2022 on the de-scoping from R6.2 and the new scoping in R2023.JUN.
- T2S-0733-SYS – Definition of a classification of transactions for CB T2S data: The PMG took note of the MIB approval on 15 September 2022 on the de-scoping from R6.2 and the new scoping in R2023.JUN.
- T2S-0787-SYS - Instructions released during cut-off with failing reason 'CYCL' must be imposed with a SEFP penalty: The PMG took note that the detailed assessment delivery date was foreseen by end of October 2022.
- T2S-0786-SYS – Counterparty leg of a failing instruction due to reason code "LINK" should not be penalised: The PMG took note that the detailed assessment delivery date was foreseen by end of October 2022.
- T2S-0784-SYS Update in the Credit Memorandum Balance configuration to allow leveraging on the CCBM model: The CRG requested the preliminary assessment which was foreseen to be provided by end of October 2022.
- T2S-0789-SYS Handling automatic cancellation for T2S External Transactions: The CRG agreed to request a preliminary assessment.
- T2S-0791-SYS T2S alignment to ISO 10962:2021 CFI code – addition of new codes: The CRG agreed to request a preliminary assessment.
- T2S-0793-URD Introduce party type Ancillary System in T2S: The PMG acknowledged that this is a new CR and a first draft would be discussed at the CRG meeting on 26 October 2022.
- CR Ranking exercise for 2022: the new business value collection had started and will be discussed at the CRG meeting on 26 October 2022. At the next PMG meeting on 14 December the new CR ranking will be discussed together with the 4CB proposal on the R2024.JUN scoping.

- *The PMG took note of the upcoming 2023-2025 T2S demand vs capacity expectations workshop to be held on 21 October 2022.*

4. RELEASE SCOPING

Background documentation:

- A. Ranked List of Change Requests as of September 2022 ([Website](#))
- B. T2S-0762-URD New option for opening T2S during the week-end
- C. T2S Recovery Solution: initial planning of next phases
- D. T2S-0787-SYS Instructions released during cut-off with failing reason 'CYCL' must be imposed with a SEFP penalty - Test scenario
- E. T2S SDD-PBR-0088 - PBI-223418 - Outbound and Inbound message for BDM and BILL
- F. Post go-live T2 HF releases

Outcome

Ranked List of Change Requests as of September 2022

The PMG took note of the updated ranking of Change Requests, available in the ECB Website, as of 13 October 2022 that included the new authorised CR-0787- 'Instructions released during cut-off with failing reason 'CYCL' must be imposed with a SEFP penalty' now ranked #25/25.

T2S-0762-URD New option for opening T2S during the week-end

4CB presented the detailed assessment of CR-762. With respect to the planning aspects, it was noted that CR-762 would be deployed in two parts for R2023.JUN: original scope to be deployed with package 1 in EAC on 3 February 2023 and the new scope would be included in package 4 in EAC with deployment date on 3 March 2023. Compared to the first detailed assessment delivered in February 2022, the costs had increased by 30.000,00 EUR for the development phase and 4.000,00 EUR for the annual maintenance. The annual running cost had decreased by 3.300,00 EUR. One PMG member remarked that testing should start after the second package delivery in EAC, while another member noted that their preference is to start testing only in UTEST with more realistic volume data in the course of May 2023. There was agreement that this aspect would be discussed with test managers in the UTSG and that a recommendation would be made to the PMG (new AP-50).

A written procedure on the revised detailed assessment to be initiated across the technical groups after the PMG meeting.

T2S-0787-SYS Instructions released during cut-off with failing reason 'CYCL' must be imposed with a SEFP penalty - Test scenario

The PMG took note of the test scenario provided for CR-787 as requested in the PMG call on 30 September 2022. Due to the complexity of the topic, it was agreed that when the detailed assessment was delivered, the PMG secretariat would follow-up with the UTSG Secretariat so that this test scenario could be discussed with the test managers in the UTSG (new AP-47 opened).

T2S SDD-PBR-0088 - PBI-223418 - Outbound and Inbound message for BDM and BILL

The 4CB explained that although the SDD-PBR-0088 was approved by the OMG and CRG in September 2022 and was allocated to R2023.JUN, there was a mistake in this note when saying that the incoming and outgoing screens of BDM and BILL should cover messages relevant for these CoCo in query mode. Considering that these messages were never been under the scope of the GUI screens before R6.0 went live, it was acknowledged that the scope of SDD-PBR-0088 was far beyond the scope of the legacy T2S functionality. Hence, the 4CB proposal was to reduce it to only to cover camt.077 "BillingReport".

In view of the late delivery of the documentation for the PMG meeting, the PMG agreed to provide comments in written also in view of the discussion on 26 October 2022 by the CRG.

Post go-live T2 HF releases

The PMG took note of the discussion of the Trilateral Group on two HF releases after the CSLD go-live. The PMG agreed to share any comments in a written procedure¹.

5. Change Requests impacting common components

Background documentation:

- A. Presentation covering agenda point 5.1 and 5.2

5.1 CRs raised by the T2S community

Outcome

T2S Recovery solution and potential impact to other TARGET Services:

On T2 dependencies: The PMG took note that in case of a postponement of the go-live of CSLD the timeline for the discussion on the T2 Recovery solution would also be revisited. A new AP (AP-XX) was opened in order to follow up on the timelines of T2. The current planning of the T2 was as follows: i) Drafting and approval of the T2 detailed recovery storyline (by April 2023); ii) Preparation of the CR (by August 2023); iii) DA approval (by Feb 2024); iv) Start of implementation (Feb 2024). On TIPS side, the impact clarification note raised was shared with the TSWG-TIPS with no comments received. The main conclusion of the note is that (thanks to TIPS-21 'Intraday change synchronization between TIPS and CRDM'), no new CR was expected to be raised in TIPS assuming that in a particular scenario, CRDM would assign different identifiers for the reference data already created in TIPS side. On ECMS side an ICN had already been raised and 4CB were clarifying some points that were raised.

CR-720 "Optional inbound liquidity transfer in case of negative NCB account balance at liquidity cut-off" detailed assessment:

The PMG members acknowledged that CR-0720 was put on-hold until further notice due to its functional dependency with CSLD CR-67 'CLM changes to accommodate T2S rule-based LT', which could not be detailed assess by 4CB due to resources focused in T2-T2S consolidation go-live. In addition, TIPS CR-28 'Rule-based liquidity transfer orders between MCA and TIPS DCA' could only be detailed assessed by 2023 second half because there were other CR/projects with higher priority. This implied that CSLD-67 could not be detailed assessed until then due to its functional dependency with TIPS-CR-28.

CR-0762 'New option for opening T2S during the week-end' re-assessment in view of R2023.JUN:

The detailed re-assessment had already been received. An ICN was raised in T2 with some main conclusions (still to be approved by TSWG): no software impact; no impact on the daily data propagation; impact on the management and planning for shift activities for T2 actors; need for editorial updates on the UDFS in order to update the BDM camt.019 Usage Guidelines in MyStandards to include the new status codes.

5.2 CRs not raised by the T2S community

Outcome

T2 CR-88 'Participants invoices' in DKK:

¹ In view of the decision after the PMG meeting on the rescheduling of the CSLD the written procedure on this item is void.

The delivery of the detailed assessment is foreseen for mid-November 2022. The corresponding ICN would be raised in T2S to assess the impact stemming from T2 CR-88 impacting the Bill component (CoCo).

TIPS-54 'Editorial changes to TIPS SDD R5.0.1' & TIPS-21 'Intraday change synchronization between TIPS and CRDM' detailed assessment was completed. Changes in CRDM with no impact in T2S.

5.3 Impact of a postponement of CSLD to T2S R6.2

Background documentation:

- A. CR-734 - Allow 18 digits (of which max 2 decimals) in Amount fields of messages camt.004, camt.052, camt.053 and alignment of error texts
- B. Presentation by 4CB on impacts to T2S

Outcome

The 4CB confirmed that XSDs can be kept on the user testing side following the descope of CR-734. An update on MyStandards was planned for 28 October 2022. It was further clarified that the EAC environment would not be changed back in case the TARGET2 CUST was switched on again.

The PMG asked for further clarification on the new deployment of CR-734 and when could be tested again in UTEST. In addition, the PMG asked further clarifications on the efforts needed for the reconnection of T2 CUST to T2S EAC and T2S UTEST, especially on what was the timeframe for such connection, what level of synchronicity with the production data. The PMG acknowledged that in case of a connectivity with TARGET2 CUST then the go/no-go meetings had to be postponed in order to allow for a testing period.

6. Update on T2S Billing

Background documentation:

- A. Weekly Test Report – 14.10.2022

Outcome

The PMG took note of the updated test report following the UTSG call on 14 October that no major issues were raised and the tests are ongoing.

7. Update on User Testing

Background documentation

- A. Update on the User Testing activities

Outcome

The PMG took note of the User Testing activities.

8. Update on Migration Activities

Background documentation:

- A. Monthly testing progress report EFI
- B. Report on lessons learnt from PMWDR
- C. EFI – Volume test and pre-migration schedule

- D. Monthly testing progress report Euroclear Bank
- E. SKDD Onboarding to T2S
- F. *User Testing and Migration Strategy for SKDD migration to T2S*
- G. Annex A: SKDD & EB & EFi Calendar of User Testing and Migration Activities
- H. Annex B: Pre-Migration Strategy EB Efi SKDD
- I. Annex C: MWP EB EFi SKDD
- J. Annex D: Pre-Migration and Migration Weekend activities

Outcome

Monthly testing progress report EFi – September 2022

The PMG took note of the testing progress report regarding the Euroclear Finland on-boarding in T2S. The PMG asked for reassurances that the purge incident should not be repeated and 4CB confirmed that the root cause was identified and a PBI is planned to be implemented in order to avoid the problem to reoccur.

Report on lessons learnt from PMWDR and EFi – Volume test and pre-migration schedule

The PMG took note of the last version of the report on the lessons learnt from the August 2022 MWDR. In order to improve the quality of next rehearsals / volume tests, Euroclear Finland identified three proposals that the PMG should assess before the next rehearsal occurring on 9-10 December: 1. Extension of the pre-migration period from 4 to 8 weeks; 2. Extension of the volume test period from 1 to 2 weeks; and 3. Postponement of the data purge. The PMG agreed that the UTSG should check first the proposals in view of identifying any impact on other release management and testing activities (new AP 49). The PMG planned to re-discuss the three proposals and the outcome of the UTSG consultation at a meeting on 14 November 2022, with the aim to take a decision.

Monthly testing progress report Euroclear Bank

The PMG took note of the testing progress report regarding the Euroclear Bank on-boarding in T2S.

SKDD Onboarding to T2S

The PMG took note of the v1.0 of the User Testing and Migration Strategy. The PMG recommendation letter to the CSG and MIB will be finalised in a written procedure.

The PMG agreed to open an AP (new AP-48) on the drafting of a contingency scenario for all three on-boarders in September 2023. One PMG member mentioned that they have a preference in limiting any risks on the migration weekend in Sep 2023 and thus the necessary measures should be in place to avoid that SKDD migration has any impact on the other onboarding entities.

9. Planning and Monitoring of T2S releases

Background documentation:

- A. Service Transition Plans for R6.2, R2023.JUN, R2023.NOV
- B. Proposal on enhancement of STPs – recording of ICNs
- C. Planning T2S Editorial CR R2023.JUN
- D. T2S 4CB SDD Planning for R2023.NOV
- E. T2S SDD Updates Release 2023.JUN - Final schedule

Outcome

Service Transition Plans for R6.2 and R2023.JUN, R2023.NOV

The PMG was informed about the updated Service Transition Plans (STPs) for R6.1, R6.2 and R2023.JUN. The PMG agreed to run the related written procedures to approve the STPs.

Proposal on enhancement of STPs – recording of ICNs

The PMG took note of the proposal on how to treat ICNs that had no impact in T2S but a regression test campaign was deemed as necessary by the market. The PMG agreed that in these cases when a common component was impacted by other TARGET service and the T2S ICN concluded that no software change was needed in T2S, a new change request would be raised to track the testing campaign when this was required by the market. This should also be reflected in an update of the current provisions of the T2S OGPf.

For the specific case at case, T2S-ICN-0015 dealing with ECMS-0039, the PMG acknowledged that the message scheme would be tested and saw the need to add it as a testable scope element in the STP and STSR (Annex A). The PMG was of the opinion that a testable scope element should not be referenced by a clarification note in the STP/STSR but rather a PBI or CR. For lack of time and acknowledging that this is an exceptional solution, the PMG requested the 4CB to open a PBI in order for this to be recorded in the STP and STSR of R2023.JUN and the testing campaign of this PBI be monitored as the T2S testers had to know what exactly is changing so that they can define the test cases. 4CB agreed to check this request and to revert back to the PMG.

It was agreed that in the next PMG meeting on 14 December 2022, the PMG would discuss the exact process to be followed in such cases like this (AP-44 updated).

Planning T2S Editorial CR R2023.JUN

The PMG took note of the planning of the editorial CR for R2023.JUN.

T2S 4CB SDD Planning for R2023.NOV

The PMG approved the planning and relevant dates for the updates of the SDDs for R2023.NOV

T2S SDD Updates Release 2023.JUN - Final schedule

The PMG took note of the final schedule for the update of the SDDs for R2023.JUN.

10. T2S Status update on plan and Risks

Background documentation:

- A. T2S Risk Responses – update
- B. T2S Summary Plan, T2S Release & Migration Calendar – for information

Outcome:

T2S Risk Responses – update

The PMG agreed to close Risk 102 and took note of the Risk Responses with due date in the next months. The PMG took note that RR506 and 511 are completed.

T2S Summary Plan, T2S Release & Migration Calendar – for information

The PMG took note that the T2S Summary Plan, T2S Release & Migration Calendar was shared for information.

11. Update on other groups activities

11.1 Operational Management Group – OMG

Background documentation:

- Update on the OMG activities

Outcome:

The PMG took note of the OMG activities.

11.2 Trilateral Group – TG

Background documentation:

- Update on the TG activities

Outcome:

The PMG took note of the TG activities.

12. REVIEW OF ACTION POINTS

Background documentation:

- List of action points – 18 October 2022

Outcome

The PMG agreed with the updated timestamps of APs 31 and 39. AP40 was closed while AP 46 was provided as information under item 1 of this meeting. New APs were opened as indicated in the relevant outcome of some agenda points.

13. ANY OTHER BUSINESS

Background documentation:

- A. T2S 2022 meetings calendar – for information
- B. T2S 2023 meetings calendar – for information

Outcome

The PMG agreed on the new meeting date on 7 September 2023.

The ECB requested for one PMG member to host one of the PMG 2023 meetings.

The PMG requested for the 12 July 2023 meeting to be anticipated to an earlier day around June 2023. A new date will be confirmed by the PMG Secretariat.