

PMG Meeting

23 May 2019 (13:00-17:00)

24 May 2019 (09:00-12:30)

National Bank of Denmark, Copenhagen

WebEx: connected

FINAL OUTCOME

*National Bank of Denmark | Havnegade 5
| DK 1093 Copenhagen | Denmark*

1. APPROVAL OF THE AGENDA AND INTRODUCTORY REMARKS

The participants will be invited to agree on the present agenda.

The participants agreed to the proposed agenda.

2. OUTCOME OF THE PREVIOUS MEETING AND ACTION POINTS

The participants will be invited to approve the outcome of the previous meeting and to go through the list of Action Points.

Background documentation

- Outcome of the 22 March 2019 PMG
- List of Action Points

The PMG agreed to follow up on 2 specific points on the outcome of the PMG meeting on 21 March regarding common component via new action points (**AP-3799** and **AP-3800**). On this basis, the PMG approved the outcome of the meeting on 21 March 2019 and agreed to its publication.

The PMG agreed to close AP-3748 and AP-3747.

3. Go/No-Go for the Release 3.0

The participants will be invited to discuss the PMG recommendation to the T2S Steering Level on deploying of the Release 3.0 to production. In addition, the participants will be orally informed about the outcome of the OMG Go/No-Go meeting regarding the deployment of Release 3.0 to PROD.

Background documentation

- Service Transition Plan (STP) for release 3.0
- Service Transition Status Report (STSR) for R 3.0 (v.1.0)
- PMG recommendation to the T2S Steering Level on deploying of the Release 3.0 to production

The PMG reviewed the background documents provided and agreed to make changes to the *PMG recommendation to the T2S Steering Level on deploying of the Release 3.0 to PROD* during the meeting. On this updated version, the PMG agreed to recommend the deployment of R 3.0 to PROD and send it to the T2S Steering level together with the OMG recommendation.

The participants noted that the managing of release defects had improved on the 4CB and the ECB side compared to the previous releases. In the future, the participants would like to discuss in PMG Go/No-Go discussions the impact of each open incidents on the release, as it was the case this time. The PMG also acknowledged the benefits of discussing the Go/No-Go recommendation, as opposed to a written procedure, and recommended proceeding the same way, either by teleconference or during a PMG meeting for future releases. It was proposed to have a PMG meeting for the Go/No-Go discussion prior to a major release and to have a dedicated PMG Go/No-Go meeting prior to the minor release in which participants could also join via telco. For PP only releases only a PMG call would be organised.

As a follow up to the R3.0, the PMG discussed the amount of Release defects, which was perceived by some PMG members to be rather high. The 4CB stated that taken into account the size of the scope and compared to previous releases, the amount of release defects was lower than in earlier releases. The participants agreed that the reason for detecting release defects quite late during the user testing should be further analysed and assigned the task for the UTSG (**NEW AP-3795**). The results of the investigation should be part of the overall *Lessons learned from R 3.0* report.

4. UPDATE ON CRG ACTIVITIES

The Eurosystem will provide an update on the CRG activities.

Background documentation

- Briefing of the CRG meeting on 21 May 2019 (table document)

The participants were informed about the outcome of the CRG discussion in its meeting on 21 May 2019. The participants agreed to start the detailed assessment for CR-702 and CR-703 with view of R 4.2, subject to the CSG authorisation.

The ECB team also informed about the outcome of the CRG discussion on clarification note SDD-PBR-0047 (UHB calculation of "Projected Balance" should not contain the amount of outstanding intraday credit from auto-collateralisation). The chairperson agreed to a suggestion of a PMG participant to review whether one of the possible solutions presented to CRG members could be implemented without a Change Request (AP-3810)

5. Release scoping

Based on the information provided, the participants will be invited to discuss about the allocation of new CRs and PBIs (problems) to a release, thereby initiating the Feasibility Assessment / detailed assessments.

Background documentation:

- Ranked list of Change Requests ([ECB website](#))
- Consolidated list of problems
- Detailed assessment of CR-658, CR-671 and CR-677
- Update of the CR implementation capacity consumption

Regarding the consolidated list of problems, the participants agree to ask the 4CB to start the feasibility assessment for **PBI-204658**, **PBI-204619** and **PBI-204645** with view of R 3.1 (or R 3.2 if R 3.1 is not possible) and for **PBI-204631** and **PBI-204660** with view of R 4.0.

With regards to the detailed assessment of **CR-658**, **CR-671** and **CR-677**, the PMG approved the proposed allocation and agreed to recommend to the T2S Steering level approval. However, the 4CB indicated that to meet their timeline, the Steering level approval should take place on 06 June 2019, whereas the CSG meeting will take place on 13-14 June 2019. The participants discussed and agreed that the risk of CSG rejecting the allocation proposal was considered low and decided to:

- ask the 4CB to start the implementation work for CR-658, CR-671 and CR-677 prior to the CSG meeting
- plan for the first EAC package of R4.0 on 07/02/2020 and first UTEST package on 09/04/2020.
- the deployment to PROD on 13/06/2020.

The participants discussed the **updated capacity consumption** and noticed that the capacity management has improved in comparison with previous years. For the time being, there is still some capacity left for 2019 and the participants agreed that it should be discussed how to best use this capacity and reach as close to 100% consumption as possible. The PMG was informed that the detailed assessment of **CR-668** and **CR-689** will be provided on 01/07/2019, thus, the PMG could discuss the usage of the remaining capacity for 2019 in its meeting on 05/07/2019 (**NEW AP-3796**).

The participants were informed about the **demand management workshop** which will be organised on 5 June 2019. This workshop aims at discussing the long term demand covering the next 3 years (i.e.2020 to 2022) and whether the demands are aligned with the planned implementation capacity.

6. UPDATE ON USER TESTING & MIGRATION ACTIVITIES

The Eurosystem will provide an update on the User Testing and Migration activities.

Background documentation

- Status update on User Testing and Migration activities (*oral update*)
- Presentation about the improvement of UTSG work
- Timeline of inclusion of PPs in a T2S Release

With regards to the **improvement of UTSG work**, the participants discussed the proposal to cancel the UTSG calls, adding a testing topic to the PMG call, but keep the UTSG role as centre of expertise on testing. The participants noticed the low participation level in the UTSG calls but agreed that the solution is not to cancel the calls but to reinforce the obligation of T2S CDSs and CBs to support the testing activities.

The participants discussed the proposed **timeline of the inclusion of PPs in a T2S release**. In particular, the PMG members suggested having regular biweekly PMG calls (i.e. not skipping the calls in case the PMG meeting takes place the same week). During these calls, the PMG would, as a general rule, decide:

- a) on the start of the feasibility assessment based on the OMG prioritization call;
- b) on the allocation of PBIs to a specific release based on the feasibility assessment done and the testing information available so far.

The participants agreed to receive an updated proposal considering the discussion held and to discuss this proposal in the next PMG meeting on 05 July 2019 (**AP-3798**).

7. PLANNING AND MONITORING OF T2S RELEASES

The participants will be invited to discuss the status on the various releases and the Service Transition Plans of the respective releases. In addition, the participants will be invited to discuss the standard way forward in case critical production problems are defined in a later stage and proposed to be delivered in packages reserved for release defects or critical release defects.

Background documentation:

- PMG information on release status

The participants took note of the current release status. The details about the release specific discussion can be found below under each release section.

7.1 Release 3.1

The participants will be invited to discuss the updates to the documentation supporting this release.

Background documentation:

- Service Transition Plan (STP) for release 3.1

The participants took note of the information provided and approved the Service Transition Plan (STP) for R 3.1. (v0.7)

7.2 Release 3.2

The participants will be invited to discuss the updates to the documentation supporting this release.

Background documentation:

- Service Transition Plan (STP) for release 3.2
- Updated results of detailed assessment of CR-694

The participants took note of the information provided and approved the Service Transition Plan for R 3.2. (v4.1) Regarding the **CR-692**, the participants confirmed that the allocation to a release can only take place after the test results of CR-609 (due to their link to each other) are available and based on the result of the discussion on CSDR. The PMG agreed to ask the OMG to propose and decide on the exact date for the CR-692 (activation of the reporting) in PROD.

Regarding the **updated detailed assessment of CR-694**, the PMG agreed to allocate the CR to R 3.2. taking into account the following elements:

- no costs are allocated to the CR,
- deployment to EAC and UTEST as part of Package 1,
- no testing is possible in EAC as discussed in the UTSG, and
- the OMG should decide on the activation date of the CR-694 in PROD.

This information will be documented in the STP. The PMG agreed to follow same approach for CR-694 regarding the Steering level approval as for CR-658, CR-671 and CR-677, i.e. the 4CB will start the work already, prior to the CSG meeting on 13-14 June 2019.

7.3 Release 3.3

The participants will be invited to discuss the updates to this release.

Background documentation:

- Service Transition Plan (STP) for release 3.3

The participants took note of the information provided and approved the Service Transition Plan for R 3.3. (v0.2). The PMG members were informed that the CRG approved the SDD-CN-50 related to the **PBI-204525**. On this basis, the participants agreed to ask 4CB to initiate the feasibility assessment for **PBI-204525** in view of R 3.3. The participants were also informed that the OMG approved the Operational Acceptance Criteria for R3.3.

7.4 Release 4.0

The participants will be invited to discuss the updates to this release. The participants will discuss the proposal for the SDD delivery plan for Releases 4.0 and 4.2.

Background documentation:

- Service Transition Plan (STP) for release 4.0
- SDD delivery plan for Releases 4.0 and 4.2

The participants took note of the information provided. The participants agreed on the updated **SDD delivery plan** and, accordingly, approved the STP for R 4.0. (v0.1). The STP will be shared with the T2S Steering Level.

7.5 Release 4.2

The participants will be invited to discuss the updates to the documentation supporting this release. Also, the participants will discuss the inherent risks of the formal MyStandards configuration upgrade from ISO 20022:2004 to ISO 20022:2013 standard for the T2S community, in case it would be done in the Release 4.2 (AP-3747).

Background documentation:

- Service Transition Plan for R 4.2
- Note presenting the inherent risks of the formal upgrade from ISO 20022:2004 to ISO 20022:2013 standard for the T2S community in case it happens in the Release 4.2
- Planning of CR-695, CR-684, CR-713 and CR-715

The participants took note of the information provided and approved the Service Transition Plan for R 4.2. (v0.3)

The participants were invited to discuss the proposed allocations of **CR-684, CR-695, CR-713 and CR-715** for R 4.2. In particular, the 4CB identified synergies in implementing CR-684 with CR-713 and for both, testing of A2A interface is required. Similarly, there are synergies in implementing CR-695 together with CR-713. CR-684, CR-695 and CR-713 trigger changes in the sese.023 XSD specifications whereas CR-715 is an enhancement for the T2S Penalty Mechanism CR. The participants agreed to:

- allocate the CR-684, CR-695, CR-713 and CR-715 to R 4.2.
- ask the 4CB to initiate the detailed assessment.
- be informed of the outcome of the CR-695 authorisation by the CSG, and in case it is negative to have an ad-hoc PMG discussion.

Regarding the **upgrade from ISO 20022:2004 to ISO 20022:2013 standard**, the participants agreed to ask the 4CB to investigate whether the MyStandards configuration update is possible as of 27 June 2020 (AP-3747).

8. CR & PBI IMPACTING COMMON COMPONENTS AND RAISED BY THE T2S COMMUNITY

The participants will be invited to discuss the timing and implementation steps (testing, monitoring of readiness, etc.) in view of the changes related to the Eurosystem Market Infrastructure projects.

Background documentation:

- Presentation about testing of T2S CRs related to Consolidation

The purpose of the discussion was to provide more clarity on the testing effort will be needed for the respective CRs. The participants agreed that the allocation of these CRs to the package 1 in EAC and UTEST of the Releases 4.2, 5.0, 5.2 and 6.0 is a working assumption to be confirmed after the detailed assessment. The participants discussed the general timeline for the testing of T2S CRs related to Consolidation, and the CRs related to the following common components: Connectivity to TARGET Services and ECMS (ESMIG) and Common Reference Data Management (CRDM). The PMG asked the 4CB to analyse in the ongoing CR preliminary assessments (T2S CRs caused by CSLD (i) any dependencies with other CRs foreseen for R5.2, and (ii) whether and if yes, how, a phased migration of T2S actors to ESMIG for T2S and common component business interfaces after CSLD go-live but before R6.0 could be feasible. Furthermore, the issue of T2S testing with TARGET2 and T2 prior the go-live of T2 was raised.

The participants agreed to continue the discussion in the next PMG meeting on 5 July 2019.

9. CR & PBI IMPACTING COMMON COMPONENTS AND NOT RAISED BY THE T2S COMMUNITY

The participants will be invited to discuss about the CRs and PBIs that are not raised by the T2S community but and still require its involvement or should be informed about.

Background documentation:

- Clarification note on TIPS CR-0010

The participants discussed the TIPS CR-0010.SYS "Routing Enhancements" that will be deployed with the TIPS Release 2.0 (T2S Release 3.2) and will have an impact on common components specifically on the Common Reference Data Management (CRDM).

The participants were informed that the CRG members assessed the functional change of this CR and concluded that there will be no functional issue for T2S. The PMG members did not raise any objection with regards of deploying of TIPS CR-0010.SYS "Routing Enhancements" either. The CR will be included in the STP of R 3.2.

10. T2S STATUS UPDATE ON PLAN AND RISKS

The participants will be invited to discuss the issues/status/risks and to monitor the implementation of the various response plans. The participants will be invited to discuss the T2S plan.

Background documentation:

- T2S Summary Plan, T2S Release & Migration Calendar
- T2S Release Management status overview - Annexes - Issues and risks – 2019 Q1

The participants took note of the information provided. The participants were also informed that the OMG had agreed to close Risk 82 – Connectivity problems with VAN providers (lack of alternate communication channel).

11. UPDATE ON OTHER GROUPS ACTIVITIES

11.1 Operational Management Group – OMG

The Eurosystem will provide an update on the OMG activities.

Background documentation:

- Update on the OMG activities

The participants took note of the information provided and discussed about the recycling period for unmatched instructions in UTEST as the OMG had agreed to change the recycling period permanently from 20 to 5 business days. As a consequence, the T2S PPE Terms of reference has been updated to reflect the change introduced.

11.2 Security Management Group - SMG

The Eurosystem will provide an update on the SMG activities.

Background documentation:

- Update on the SMG activities

The participants took note on the information provided.

12. UPDATE OF THE T2S OPERATIONAL GOVERNANCE PROCESS FRAMEWORK

The participants will be invited to discuss the progress made in the update of the T2S Operational Governance Process Framework (OGPF).

Background documentation:

- Status update

The participants took note on the information provided. In particular, the participants were informed about the proposed definition for the common components that will be discussed in the coming T2S Operational Governance Process Framework workshop scheduled for 03-04 June 2019. In addition, the participants took note about the areas in the T2S Framework Agreement and Currency Participation Agreement in which the need for adaptation should be assessed.

13. ANY OTHER BUSINESS

13.1 Timing of PMG meeting and calls

The PMG will discuss its coming planned activities.

Background documentation:

- T2S Meeting calendar

The participants agreed to the proposed calendar.