



EUROPEAN CENTRAL BANK

EUROSYSTEM

Readiness monitoring for pan-European reachability measures

Ad hoc workshop on TIPS
pan-European reachability
17 February 2021



Progress made since the previous AMI-Pay workshop

- On 3 December 2020, the ECB presented the **general description** and **guiding principles** on the Readiness Reporting for TIPS Reachability Measures;
- The **Community Readiness Framework for TIPS Reachability Measures** was defined by the Eurosystem and approved by the MIB;
- The **Readiness Questionnaire** for the first Readiness Reporting on TIPS Reachability Measures was defined and distributed to the NCBs;
- The **first Readiness Reporting cycle** was launched with the cut-off date of **29/01/2021**;
- The preparation of the **first Readiness Report** regarding the TIPS Reachability Measures is currently **on-going**.

Readiness Monitoring: What are objective & scope?

Objective of the readiness monitoring:

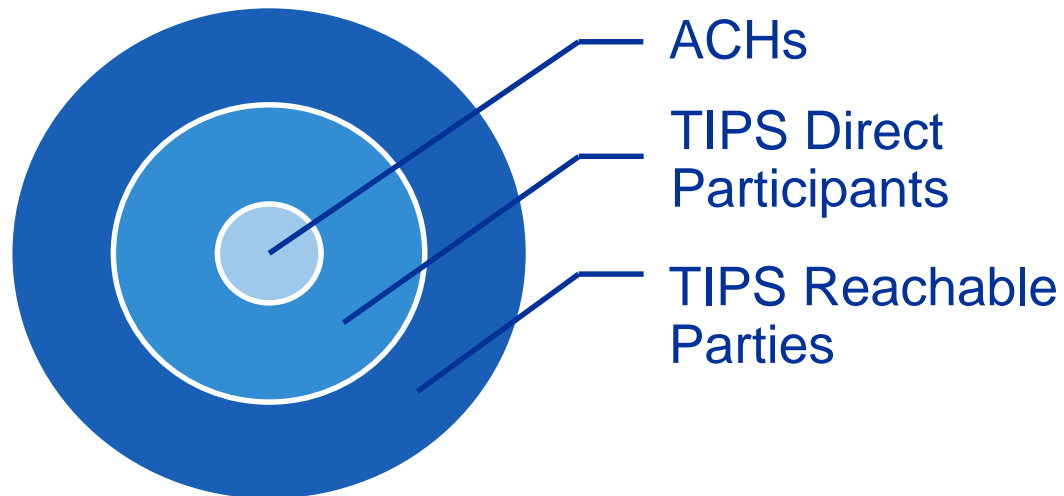
- monitor the **readiness status of the PSPs and ACHs** during the onboarding/migration process to TIPS,
- **identifying potential risks/issues** that the PSPs and ACHs might encounter, and
- **provide regular status updates** on community readiness to the TIPS Steering Level.



Scope of the readiness monitoring:

- **PSPs (TIPS Direct Participants and TIPS Reachable Parties)** against their **status for four key phases** (Preparation, Implementation, Testing, On-boarding),
- **ACHs** against the **completion of key milestones** as defined in the project plan.

Readiness Monitoring: Who needs to be ready?

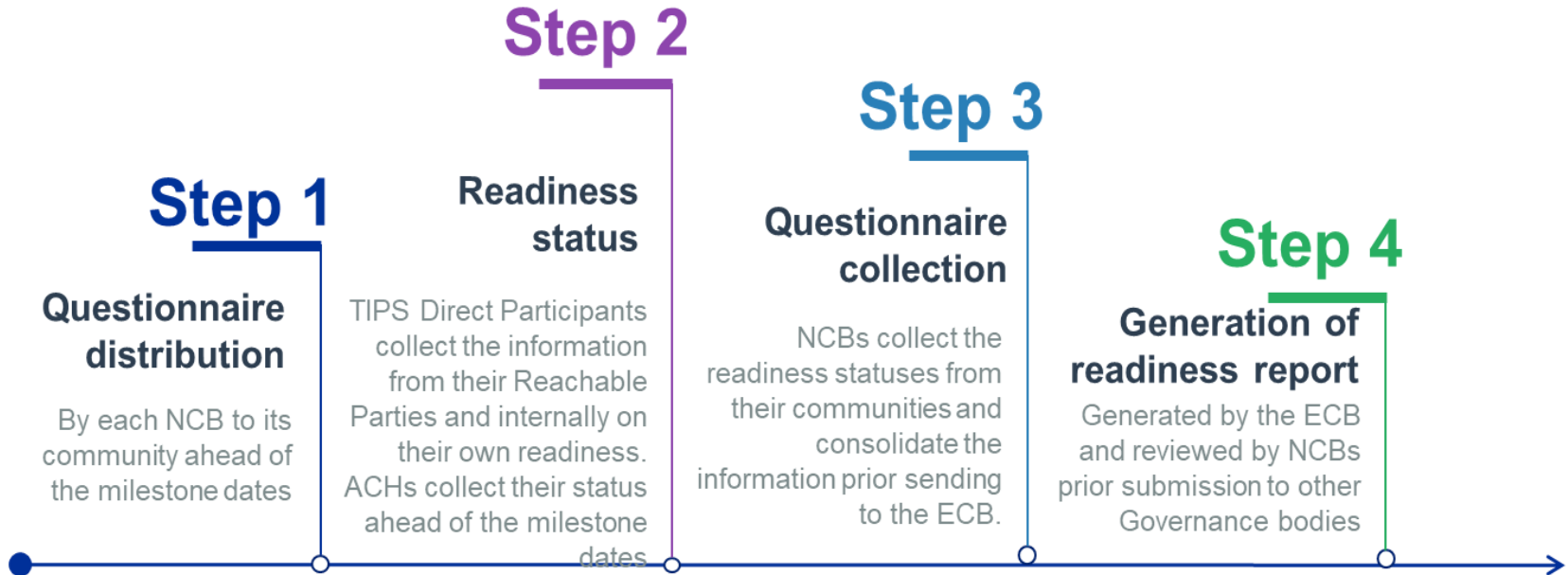


Readiness Monitoring: How is reporting organised (1/2)?

- There will be **six reporting cycles** to monitor the readiness of the PSPs and ACHs
- **Reporting takes place on an average duration of 2 months** evenly distributed throughout the on-boarding period
- **The reporting will be extended to cover the ACHs migration** once the timeline for migration waves is defined
- **Cut-off dates** for the six reporting cycles are as follows:

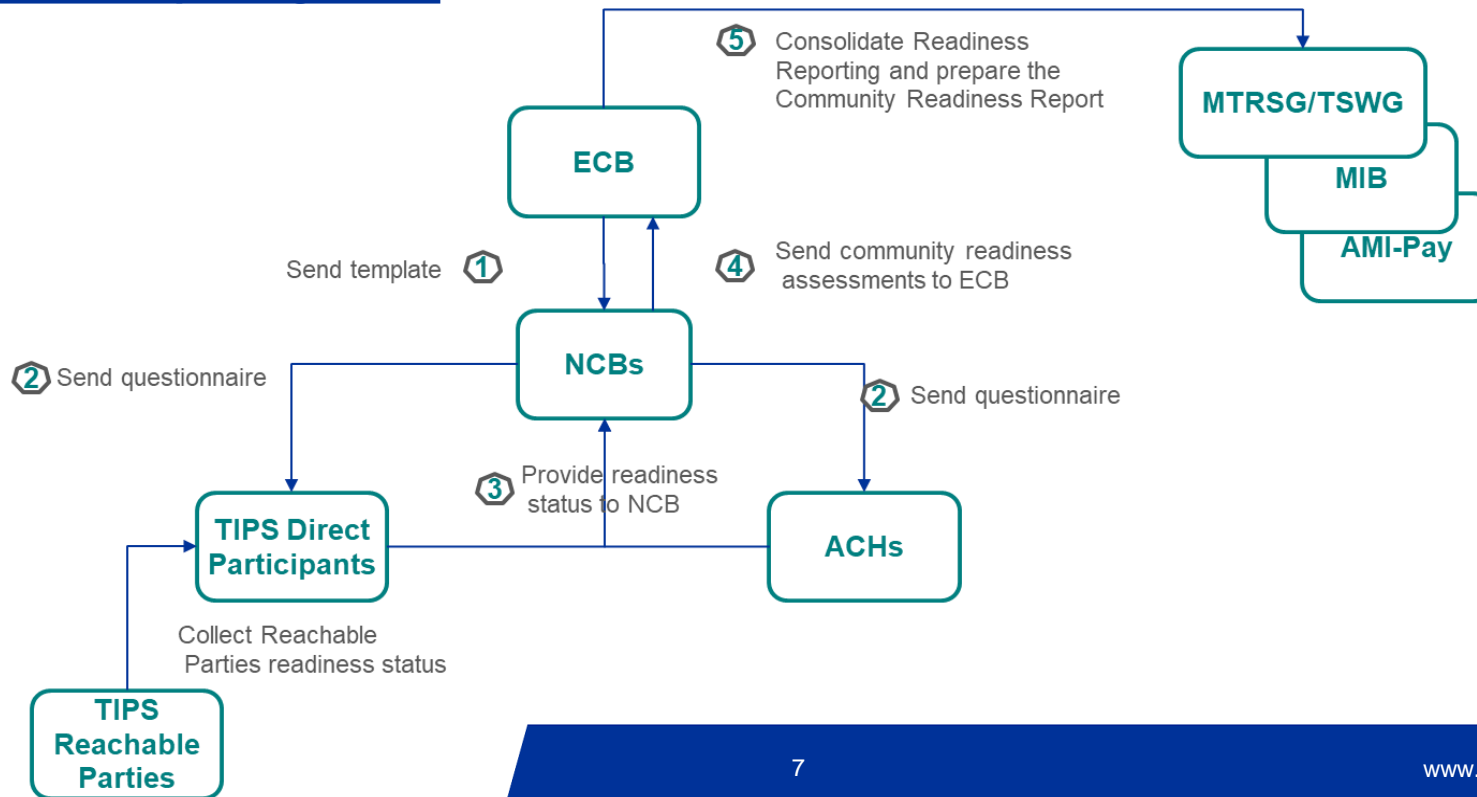
29	January	2021
31	March	2021
31	May	2021
30	July	2021
30	September	2021
30	November	2021

Readiness Monitoring: How is reporting organised (2/2)?



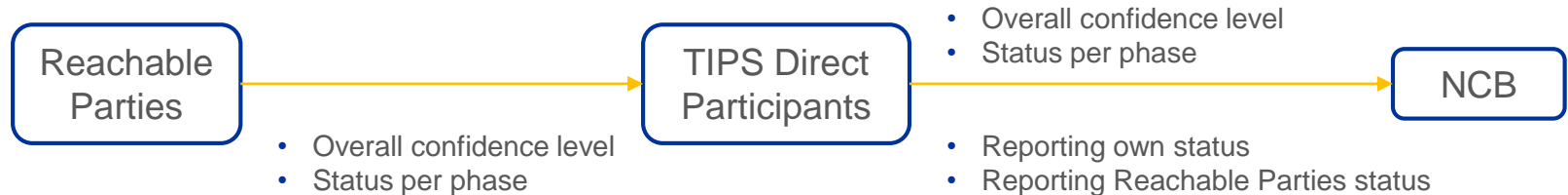
Readiness Monitoring: What is the process?

NCBs are responsible to **monitor their community readiness** and have a decisive role in the consolidation of the respective readiness assessments. **NCBs are the central hub of the reporting chain.**



Readiness monitoring: Reporting on PSPs readiness

- TIPS Reachable Parties **report** to their supporting TIPS Direct Participant
- TIPS Direct Participants **report** on **their own readiness status** **and** on **their Reachable Parties community to their NCB**



Readiness monitoring: Reporting on PSP readiness



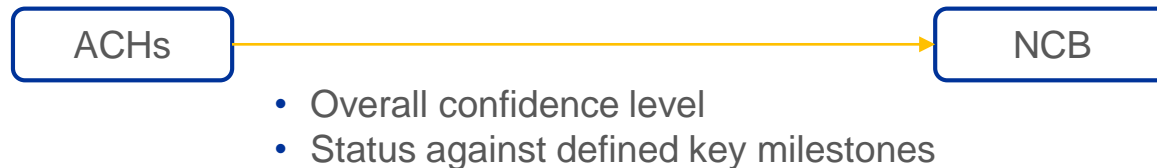
- PSPs will provide their **overall confidence level** to on-board to TIPS by the defined **target date**
- In addition, PSPs will provide their **progress status** for the following phases:
 - ✓ Preparation
 - ✓ Implementation
 - ✓ Testing
 - ✓ On-boarding
- The status reporting is based on traffic light approach



- For the **confidence level**: **Green** (no issues) - **Yellow** (mitigated issues) - **Red** (blocking issues)
- For the **key phases**: **Green** (completed) – **Blue** (on-going) – **Grey** (not started).

Readiness monitoring: Reporting on ACHs readiness

- ACHs **report** on **their own readiness status** to their **NCB**
- ACHs readiness **will be monitored** against the **completion of the key milestones**
- Key milestones to be met by the ACHs have been **defined in the project plan** and **published on the ECB website**.



Readiness monitoring: ACH readiness

- The ACHs will provide their **overall confidence level** to migrate to TIPS in line with the defined migration date as well as their **status** for the relevant milestones:



- **Milestone completed**
- **Milestone not completed** (and the reason for non completion)
- **Confidence level for upcoming milestones**

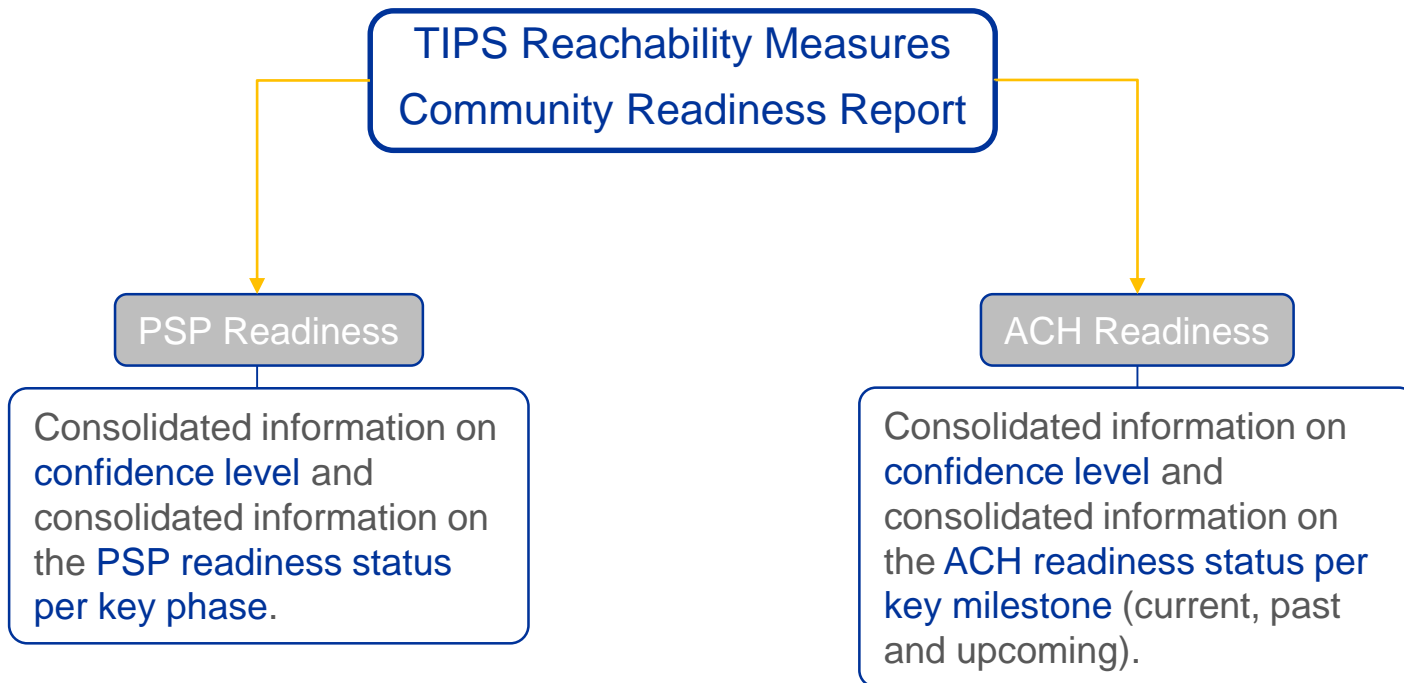
- The status reporting is based on traffic light approach:



- **Green** (no issues)
- **Yellow** (mitigated issues)
- **Red** (blocking issues)

Readiness Monitoring: Report Structure

After the validation by the Eurosystem governance bodies, **an overall status of the market readiness will be shared with the AMI-Pay.**



Readiness Monitoring: Next steps

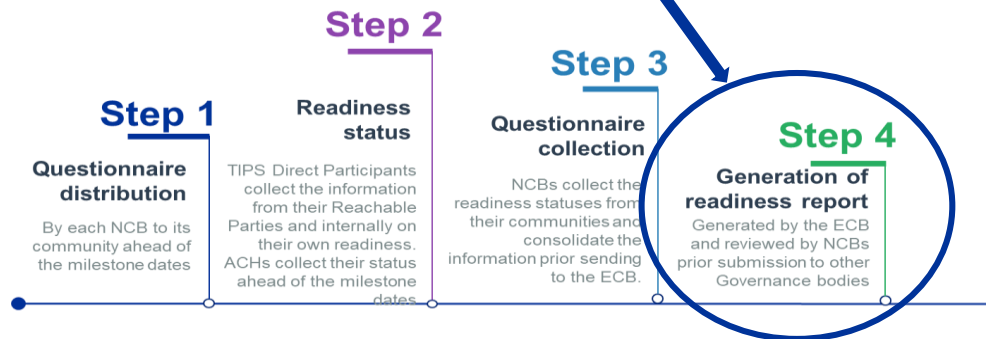
- **First reporting cycle** is under finalization
- Generation of the **consolidated readiness report** is on going
- **Distribution** of the report to the AMI-PAY is planned by **mid March 2021**

6 reporting cycles prior agreed deadline:

29/01/21

- 31/03/21
- 31/05/21
- 30/07/21
- 30/09/21
- 30/11/21

ECB sends the template questionnaire to NCBs prior each cycle



Thank you for your attention!



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ECB: market infrastructure and payments