**CCMA**

**PTM - Advisory Council**

**June 16, 2021 – 11:00 AM Eastern/8:00 AM Pacific**

**Agenda**

1. ***Introductions***
2. ***Review and approve the Minutes of the meeting held on May 19, 2021***
3. ***Update/Discussion on***
   1. ***CDS Rebates – update***
   2. ***User Access – update***
   3. ***MQ authentication/dollar limits - discussion***

1. ***Oversight Committee and Project Update***
   1. ***PTM updated project timelines***
   2. ***Testing - update***
2. ***T+1 - Should Canada move to T+1 at the same time as the U.S.?***

* ***Update***

1. ***Questions***
2. ***Next Meeting July 21, 2021 at 11:00 AM ET***

**Post Trade Modernization - Advisory Council**

**May 19, 2021 –** **Minutes**

1. ***Introductions***

Keith Evans of CCMA welcomed all to the CCMA - PTM Advisory Council meeting. He asked that all members email their attendance at this meeting.

1. ***Review/Approve the Minutes from the April 21, 2021 meeting***

Keith reported that the Minutes from the last Advisory Council meeting, held on April 21, 2021, were distributed with the meeting package. There were no additions, subtractions or material corrections requested by members, therefore the minutes of the meeting were approved as presented.

1. ***Update/Discussion on:***
   1. ***CCMA Rebate –*** Keith said that he had previously reported that CDS had formally withdrawn their initial proposal for the elimination of CDS Rebates, and immediately submitted a new proposal to eliminate CDS Rebates. This new proposal was slightly different from the first proposal, but is more favorable to members. A 30-day comment period ended on March 29th, and that seven Comment Letters had been posted to the OSC website. Keith said that CDS reported to the Oversight Committee on the previous day, that a submission has been sent to the CSA, and that a review was underway. While there is no specific timeline for a response, the expectation is that it will come shortly.
   2. ***User Access – update –*** Keith said thatCDS had previously reported that they are working on a revised approach that should address the concerns raised by the industry. The new proposal is being discussed with the regulators to ensure that it meets the standards expected, from a security and integrity point of view. CDS reported to the Oversight Committee, that the new proposal is still under review with the Bank of Canada. CDS expects this review to be completed shortly. However, it is expected that the new proposal will include the need for the administrators at each firm to have to use some form of Multi Factor Authentication when setting up new internal users. CDS will provide more details once approval has been given. In the meantime, this item will remain on the agenda.
2. ***Oversight Committee and Project Update:***
3. **Project Timelines** - Keith reported the Oversight Committee had held a meeting the previous day. CDS had reported that SIT was virtually complete, and that UAT - Cycle 1 was about 80% complete. Once this first cycle is completed, all material defects will be remediated, and a second cycle will be completed. Once there is a ‘clean’ Cycle 2, CDS will be ready to start industry testing. Industry testing is expected to start in the fall of this year and run for nine months. It was also reported that CDS has added 15 new reports to the list of reports that will be provided in CSV format. Several members indicated that this is a significant improvement by CDS. However, a number of firms still feel that some more reports will still need to be added to this list in order to provide the necessary access to data for downstream processing, such as reconciliation support.
4. **Testing** – CDS has decided to use a subcommittee of the SDRC to assist in enhancing the Testing Strategy. This subcommittee has not yet met, but will likely start within the next couple of weeks. Their mandate will be to review, in detail, the current plan, and provide input into what needs to be added to make it acceptable to the industry. The subcommittee has identified 13 member firms and three vendors. This subcommittee’s work will then be shared with the full industry for agreement. The work of this group is expected to be completed by early July of this year.

In parallel, CDS will be hosting a series of meetings that will communicate the details of version 4 of the Test Strategy. Meetings should be set up in the near term.

Keith reported on the status of Early Adopter testing. CDS had reported at the previous day’s Oversight Committee that Broadridge was still processing their Early Adopter test scripts, with minimal issues. IBM has not restarted their Early Adopter testing, due to the large number of defects that need to be resolved first. IBM has also indicated that they will need 4 weeks for set up, and 9 weeks to execute their Early Adopter test scripts. Keith also reported that Paramax has not yet restarted their Early Adopter due to the large number of functions within PTM that CDS has not yet completed their UAT. Once there is a clean function, Paramax will restart their Early Adopter testing.

1. ***T+1 Information –*** Keith updated the group on discussions ongoing in the US on a possible transition to T+1. He said that at the most recent meeting of the CCMA Board, it was agreed that the CCMA would Sifma in the U.S. will be hiring Deloitte to lead an industry group to identify the work effort needed to move to T+1. Until the U.S. identifies a date for transition, all Canadian T+1 issues and communications will be handled through the CCMA Advisory Council. Once there is a formal date to focus on, CCMA will set up a project structure similar to what was used for the transition to T+2. Keith was pleased to report that many of the same faces from the move to T+2, will again be important contributors to the move to T+1. The expected committee structure is as follows;

* Steering Committee (Keith Evans – CCMA and Jason O'Born - RBC),
* Operations Committee (Sheera Badial - Canaccord and Domenic Sgambelluri - Northern Trust)
* Mutual Funds Committee (Russ White - Fundserv)
* Communication/Education Committee (Barb Amsden - CCMA)
* Legal/Regulatory Committee (Jamie Anderson - CSE)

1. ***Questions***

* A question about MQ messages was raised and discussed. Generally, input into the new system via MQ messages will be handled differently than they do in the current system. That is, while the submitter organization will be authenticated on PTM’s MQ, individual users will not be. Among the concerns this generates is that no user limits will be checked to determine if that user is permitted to act on the submitted dollar value. It will be up to the participant to determine how to limit users dollar limits. The current system checks this second edit. In addition, it was noted that the new GUI would check for dollar limits, as it does today. Paramax agreed to provide the documentation on this issue, and Keith agreed to distribute it to members for their internal review. This item will be added to the next Advisory Council meeting for further discussion.
* There were no additional questions that were not covered in the above agenda items.

1. ***Next Meeting***

The next meeting of the CCMA - Advisory Council will be scheduled for Wednesday June 16, 2021 at 11:00 AM Eastern.

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| **In Attendance** | **Firm** | **Name** |
|  |  |  |
| X | CCMA | Keith Evans Chair |
|  |  |  |
|  | AMF | Francis Coche |
| X |  | Veronic Boivin Pednault |
|  |  | Corinne Lemire |
|  |  | Marie Elizabeth Lafleur |
| X |  | Herman Tan |
|  | AGF | Mike Kwok |
|  | AST Trust | Mark Cohen |
|  | Bank of Canada | Christian Belisle |
|  |  | Romain Hubner |
|  |  | Fuwad Siddiqi |
|  |  | Daniele Costanzo |
|  |  | Andre Usche |
|  |  | Danika Cheff |
| X |  | Stefan Caputo |
| X | BCSC | Eric Thong |
| X |  | Rina Jaswal |
| X |  | Meg Tassie |
|  |  | Michael Grecoff |
|  | BMO | Kal Kawfik |
|  |  | Teenu Nisar |
|  |  | Paul White |
|  |  | Keri Peacock |
|  | Broadridge | Mary-Beth Law |
| X |  | Doug Gifford |
| X |  | Henry DeLange |
| X |  | Mo Akinsanya |
|  |  | Sahil Duggal |
|  | Canaccord | Simon Witney |
| X |  | Sheera Badial |
| X |  | Brenda McIntyre |
| X | Casgrain | Pierre Mital |
| X | CDS | Margaret Reid |
|  |  | Nicolas Semenak |
| X |  | Joseph Chau |
|  |  | Lucy Mullins |
| X |  | Anna Guercio |
| X | CETFA | Pat Dunwoody |
| X | CIBC Mellon | Carol Revoredo |
| X |  | Louis Lesnika |
|  | CI Investment | Deborah Carlyle |
|  | Computershare | Donna McLaughlin |
|  | Credit Suisse | Wayne Cowel |
| X |  | Ester Park |
|  |  | Connie Tam |
|  |  | Lavkesh Raval |
| X |  | Sam Farrell |
|  | Edward Jones | Paul Camarata |
|  |  | Danielle Thebodo |
|  | ETC | Dianne Graham |
|  | E&Y | Samantha Paisley |
| X | Fidelity | Stephanie Leblanc-Mchenry |
| X |  | Rob Argue |
|  |  | Carol Perrault |
| X |  | Dan Brennan |
| X |  | Peter Burns |
|  |  | Soumya Maitra |
|  |  | John Little |
| X | FMFD | Matthew Latimer |
|  | Fundserv | Russ White |
|  | GMPRichardson | Andrew Burnett |
| X | Goldman Sachs | Anit Patel |
|  | Haywood | Peter Virvilis |
| X | IBM | Andrew Ledbury |
|  | IFDS | Blair Munn |
|  | IIROC | Marsha Gerhart |
|  |  | Catherine Drennan |
|  | Leede/Jones | Jim Dale |
| X | Manulife | Bill Devolin |
|  | Merrill Lynch - BofA | Doug Butters |
| X |  | Bruna Dipietro |
|  | National Bank | Nelson Dugre-Sasseville |
| X | Northern Trust | Domenic Sgambelluri |
|  | OSC | Aaron Ferguson |
| X |  | Franklin Lacroce |
| X | Paramax | Gary Stephenson |
|  |  | Allyn Howe |
| X | Questrade | Lulu Feng |
|  | RBC-IS | Jill Morrison |
|  |  | John Riordon |
|  |  | Eunice Kang |
|  |  | Kerry Phippen |
| X | RBC-WM | Jason O’Born |
| X | RF Securities | Joe Riga |
|  | Scotiabank | Mike Bieley |
|  | SS&C | Paul Skuriat |
| X | Statestreet | Denny Mendoca |
|  |  | Adrian Chicayah |
| X |  | Ivan Yang |
| X |  | Lynn Freedman |
|  | TD Bank | Michael Kenney |
| X |  | Geoff Baxter |
|  |  | Kevin Fraites |
|  |  | Tracey Randall |
| X |  | James Mikelson |
|  |  | Rob Candido |
|  | Torstone | Mack Gill |
|  |  | Daniel Geddes |
| X | Consultant | Dave O’Marra |
| X |  | Barb Amsden |
| X |  | Tony Kalvik |
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