



EUROPEAN CENTRAL BANK

EUROSYSTEM

# TIPS Yearly business value assignment

February 2023 Exercise



# Agenda

**1** TIPS Yearly Business Value Exercise

**2** Outcome/Insights

**3** Way Forward

**4** Annex

# TIPS Yearly Business Value Exercise

## ➤ Background

- Every year in February, the TIPS Consultative group (TIPS-CG) assigns business value to the change requests not yet allocated to a release and to the initiatives
- The objective is to identify the relative priorities. Based on the collected individual feedback, an overall business value for each change request / initiative is calculated in order to produce the view of the TIPS-CG in the form of a ranking

## ➤ Business value assignment exercise from February 2023

- 23 out of 28 TIPS-CG members (**82%\***) provided a feedback
- The ranking reflects the priority that the TIPS Consultative Group applied to TIPS Change Requests and Initiatives, and not necessarily the view of the Eurosystem

\* Without counting the NSPs and LV ACH

# TIPS Yearly Business Value Exercise

What was in the basket for the yearly business value exercise of February 2023?

**Two main categories with some sub-categories:**

## 1) Change Requests:

- 1.a. Already considered Change Requests not allocated to any release; to be re-assessed (12 change requests)
- 2.b. New Change Requests not allocated to any release (3 change requests)
- 2.c. Change Requests to be drafted following February TIPS-CG meeting (2 change requests)

→ Some being new Change request or to be drafted, others being raised a long time ago

→ **A total of 17 Change requests** (incl. option for the Bulk payments) **ranked**

# TIPS Yearly Business Value Exercise

What was in the basket for the yearly business value exercise of February 2023?

## 2) Initiatives:

- A. Cross-currency instant payments
- B. One-leg-out (OLO)
- C. Confirmation of Payee (IBAN Name check)
  - Option 1/ with TIPS acting as a Central Repository containing IBANs and Names provided by PSPs
  - Option 2/ with TIPS introducing dedicated message-based process where name check request and response are exchanged via TIPS with each response individually provided by beneficiary PSP
- D. SEPA Request to Pay (SRTP)
- E. Bilateral links to other IP platforms
- F. Participation in international/multilateral links

# Agenda

1 TIPS Yearly Business Value exercise

**2 Outcome/Insights**

3 Way forward

4 Annex

# Outcome/Insights

Resulting ranking for the Change requests as per the business value assignment (**February 2023**)

Ranking	Change Request number	Change Request Title	Average BV
1	TIPS-0014-URD	Broadcasts	53.2
2	TIPS-0028-URD	Rule-based liquidity transfer orders between MCA and TIPS DCA	43.9
3	TIPS-0060-SYS	Display linked instant payment reference of pacs.004 in TIPS GUI	43.6
4	TIPS-0045-SYS	Report OPBD in camt.053	40.4
5	TIPS-0011-URD	Liquidity transfers with the transit account	37.5
6	TIPS-0058-SYS	Reason code TM01 from Beneficiary Bank	32.1
7	TIPS-00XX1-XXX	Acceptance Datetime Timestamp Change Request	32.1
8	TIPS-0046-SYS	Resend TIPS Reports	28.9
9	TIPS-0041-URD	Introduction of non-time critical instant payments in TIPS	24.6
10	TIPS-00XX2-XXX	Inclusion of Value date in the CAMT.054 payload	20.4
11	TIPS-0017-URD - Option 3 Process bulk payments similar to Non-time Critical (NTC) payments	TIPS adoption of a Bulk Payments functionality	19.3
12	TIPS-0017-URD - Option 2 CSMs involvement: (ii) bulk IPs scheme by EPC	TIPS adoption of a Bulk Payments functionality	13.9
13	TIPS-0016-SYS	Distinction of CERT and PROD environment in PDF from CRDM_TIPS	13.8
14	TIPS-0017-URD - Option 2 CSMs involvement: (i) de-bulking at CSM level	TIPS adoption of a Bulk Payments functionality	12.1
15	TIPS-0017-URD - Option 1 De-bulking at sending PSP level	TIPS adoption of a Bulk Payments functionality	8.9
16	TIPS-0008-URD	CMB limit utilisation reset	6.4
17	TIPS-0053-URD	Statistical indicators for DKK	4.3

# Outcome/Insights

Resulting rankings for the **Initiatives** as per the business value assignment (**February 2023**):

Ranking	Initiative	Initiative Title	Average business value
1	Initiative under investigation	Confirmation of Payee (IBAN Name check) Option 2 Confirmation of Payee (IBAN Name check) with TIPS introducing dedicated message-based process where name check request and response are exchanged via TIPS with each response individually provided by beneficiary PSP	40.2
2	Initiative under investigation	Cross currency instant payments → GBP (x4), USD (x3), SEK (x2), CHF (x2), JPY (x1), AUD (x1), CAD (x1), NOK (x1), DKK (x1)	22.3
3	Initiative under investigation	One-leg out	21.2
4	Initiative under investigation	Bilateral links to other IP platforms	19.4
5	Initiative under investigation	Participation in international/multilateral links	17.9
6	Initiative under investigation	Confirmation of Payee (IBAN Name check) Option 1 Confirmation of Payee (IBAN Name check) with TIPS acting as a Central Repository containing IBANs and Names provided by PSPs	17.7
7	SEPA Request to Pay (SRTP)	On hold due to the lower priority feedbacks received in the previous consultations	6.3



# Agenda

1 TIPS Yearly Business Value Exercise

2 Outcome/Insights

**3 Way Forward**

4 Annex

# Way Forward

## ➤ TIPS Releases scope proposals:

- The TIPS Releases scope proposals for the forthcoming TIPS Releases (TIPS JUN and NOV 2024 releases) are defined by taking into account different elements, among others, the ranking stemming from the yearly business value exercise, an internal assessment, possible regulatory changes, and discussions with the TIPS-Working Group
- The TIPS Releases scope proposals provide the MIB with an overview to support strategic discussions on potential evolutions for the TIPS service
- Once all the Detailed Assessments (DAs) are available, the Feasibility assessment is performed by the TIPS Service provider; this will confirm the scopes of the releases

# Agenda

1 TIPS Yearly Business Value Exercise

2 Outcome/Insights

3 Way Forward

**4 Annex**

# TIPS Yearly Business Value Exercise

What was in the basket for the yearly business value exercise of February 2023? **17 CRs**

Categorisation	CR ID	CR description
	TIPS-0014-URD	Broadcasts
	TIPS-0045-SYS	Report OPBD in camt.053
	TIPS-0046-SYS	Resend TIPS Reports
	TIPS-0028-URD	Rule-based liquidity transfer orders between MCA and TIPS DCA
	TIPS-0011-URD	Liquidity transfers with the transit account
	TIPS-0041-URD	Introduction of non-time critical (NTC) instant payments in TIPS
	TIPS-0008-URD	CMB limit utilisation reset
	TIPS-0016-SYS	Distinction of CERT and PROD environment in PDF from CRDM_TIPS
	TIPS-0017-URD	Change Request on the adoption of a Bulk Payments Functionality
Already considered Change Requests not allocated to any release; to be re- assessed	Option 1/De-bulking at sending PSP level	The idea is that PSPs perform the de-bulking of the bulk payment files prior to sending to TIPS and TIPS processes the resulting messages.
	TIPS-0017-URD Option 2/CSMs involvement: (i) de-bulking at CSM level	Change Request on the adoption of a Bulk Payments Functionality The idea is that PSPs send the bulk files to TIPS and TIPS takes care of de-bulking and further processing of the payments. This option aims at assisting banks that do not have the bulk payment implementation.
	TIPS-0017-URD Option 2/CSMs involvement: (ii) bulk IPs scheme by EPC	Change Request on the adoption of a Bulk Payments Functionality The idea with this option is to get the feedback on whether a scheme at EPC level for the bulk payments is required before any implementation at CSM level can start.
	TIPS-0017-URD Option 3/Process bulk payments similar to Non-time Critical (NTC) payments	Change Request on the adoption of a Bulk Payments Functionality Please indicate whether you see this as a feasible option to consider bulk payments as NTC.

# TIPS Yearly Business Value Exercise

What was in the basket for the yearly business value exercise of February 2023?

Categorisation	CR ID	CR description
New Change Requests not allocated to any release	TIPS-0053-URD	DKCB - Statistical Indicators DKK
	TIPS-0058-SYS	Reason code TM01 from Beneficiary Bank
	TIPS-0060-SYS	Display linked instant payment reference of pacs.004 in TIPS GUI (related to TIPS Investigation Process)
Change Requests to be drafted following February TIPS-CG meeting	TIPS-00XX1-XXX	Acceptance Datetime Timestamp Change Request: TIPS to always use milliseconds (in parallel to it, a Rulebook Change Request would be sent to the EPC in order to change the Implementation Guidelines and the Rulebook). Apart from the precision clarification, the usage guidelines on which timestamp the beneficiary PSP should include in the reply should be clarified by EPC.
	TIPS-00XX2-XXX	Inclusion of Value date in the CAMT.054 payload, the date is included in the header (i.e. MEPT part).