

RTGS Renewal Programme – Round Up

July 2018

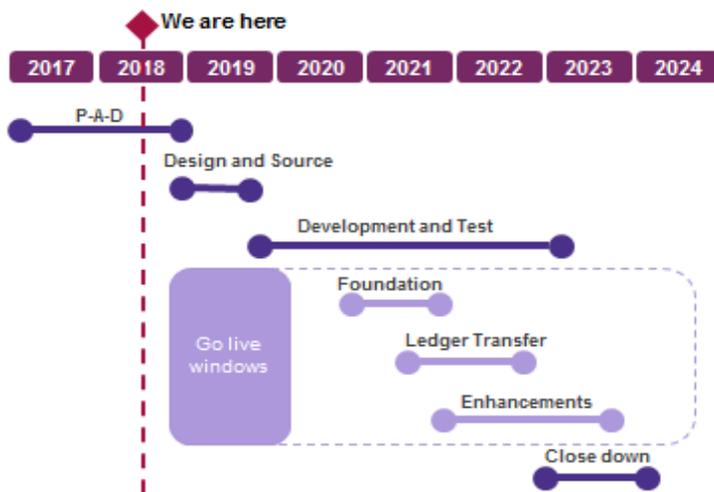
Our vision is to develop an RTGS service which is fit for the future, enabling resilience, access, wider interoperability, improved user functionality and strengthened end to end risk management of the UK's High Value Payment System.

Highlights since the May Round-up

- June External Advisory Body
- July Transition Working Group
- ISO 20022 consultation opened 6 June
- CHAPS Strategic Advisory Forum (SAF)
- Outcomes from the proof of concept on DLT settlement models published
- RTGS Renewal industry events scheduled— registration is now open

Where are we now?

The Programme is in the Plan-Analyse-Design phase which is scheduled to run until late 2018. Since the last round-up the programme has been focussing on 3 key priorities:



Indicative programme timeline (Last updated Dec 17)

1. Publication, and running of, the ISO 20022 consultation;
2. Industry engagement on how and when we will transition to the renewed RTGS service; and
3. Preparation for our industry events later this year.

Programme updates

ISO 20022 Consultation

Thank you to all those who submitted a response to our consultation on the implementation of ISO 20022 in the UK. Through this consultation we sought views on the contents of the core credit message which will be used by CHAPS, FPS and Bacs and on how we migrate to ISO 20022 in CHAPS. The consultation closed on 18 July, the responses are now being analysed and the conclusions will be shared in late 2018.

Transition to the renewed RTGS service

Work is underway to design the high-level phasing approach of the Programme. Industry input to this has been gathered via the transition questionnaire, Transition Working Group and through bi-lateral discussions with Direct Participants. This is to inform how we will sequence the introduction of the new RTGS Service. Further information on the transition plan will be shared at the industry event on 3 December.

Synchronisation: Call for interest

The Programme will shortly issue a call for interest for design partners to help us think more closely about the potential for synchronisation functionality in the renewed RTGS service.

At the heart of synchronisation is the concept of 'atomic settlement'. This means that the transfer of two assets is linked in such a way as to ensure that the transfer of one asset occurs if and only if the transfer of the other asset also occurs. We want to build the renewed RTGS service in a way which could support many future applications of this settlement functionality. We are currently focusing on a 'Third Party Provider' model. In this model, RTGS would have the functionality required to connect a trusted Third Party, which would offer synchronisation services to the market.

We now want to understand in more detail what the design implications of this settlement service will be for the renewed RTGS system. The call for interest will be published on our website in August.

RTGS Renewal Proof of Concept: Supporting DLT Settlement Models

In March the Bank announced it was undertaking a Proof of Concept (PoC) to understand how a renewed RTGS service could be capable of supporting settlement in systems operating on innovative payment technologies, such as those built on DLT. We have now published the results of this POC and the next steps on our [website](#).

Industry Events

The Programme will be holding a number of events in 2018.

24 September: RTGS Renewal industry update

The Programme is currently in the Plan-Analyse-Design phase which will establish the priorities, sequencing and timetable for transitioning to a new RTGS system. This event will provide a general update for the payments industry on programme progress.

3 December: RTGS Renewal industry update

The Plan-Analyse-Design phase of the programme will come to a close in autumn 2018. This event will provide an overview, for the payments industry, of our findings and set out our plan for the next phase of the programme - Design and Source.

6 December: ISO 20022

On 6 December the Bank will host an event to; explore results of the ISO 20022 consultation, set out the next steps and to talk about ISO 20022 in the wider global context. There will be a panel, including a number of guest speakers, to answer any questions you might have. This event is targeted at organisations across the payments industry, and more broadly, with an interest in ISO 20022. Results will also be shared at the event on 3 December.

To register interest in any of these events, please email the RTGS Engagement team at RTGSEngagement@bankofengland.co.uk. Spaces are limited, the Bank reserves the right to allocate.

Other Events

30 July: Building the UK financial sector's operational resilience – Q&A with the Bank of England and FCA

On Thursday, 5 July 2018, the Bank of England and the FCA jointly published a discussion paper on operational resilience of the financial system and the individual firms within it. The Bank of England and FCA are keen to hear feedback on the discussion paper and are offering members of UK trade bodies the chance to participate in a webinar. The discussion paper is available on the Bank's [website](#). To sign up for the webinar please go to this link.

Industry Groups

The External Advisory Body (EAB) met on 25 June 2018. The Programme provided an update on the ISO 20022 consultation, walked EAB members through how the Target Operating Model (TOM) may impact direct members of RTGS and sought input on the approach to transitioning to the new service.

Minutes and papers for EAB and industry working groups can be found on the [Bank's website](#)

Strategic Advisory Forum

The CHAPS Strategic Advisory Forum met on 5 July. Members provided further input to the Bank on where and how we should focus our external engagement and gather information on relevant external developments. The Forum also discussed the Bank's suggestions for engagement on fraud and cyber, when members indicated a high level of support for the Bank to bring together a range of organisations with a view to sharing lessons learnt from cyber and fraud incidents.

If you would like further information about the programme, have a question about this round up, or have received this email indirectly and would like to be added to the mailing list, please email rtgsengagement@bankofengland.co.uk

We'd love to hear from you...

How engaged do you feel about the RTGS renewal programme, on the scale below?

Very engaged	10	9	8	7	6	5	4	3	2	1	Not engaged
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