



RESERVE BANK OF AUSTRALIA

Payments Settlements Department

# **RITS FSS Functionality**

**FSS Training 2017  
10 November - Sydney / 17 November - Melbourne**

**Muhammad Ismail & Warren Wise**

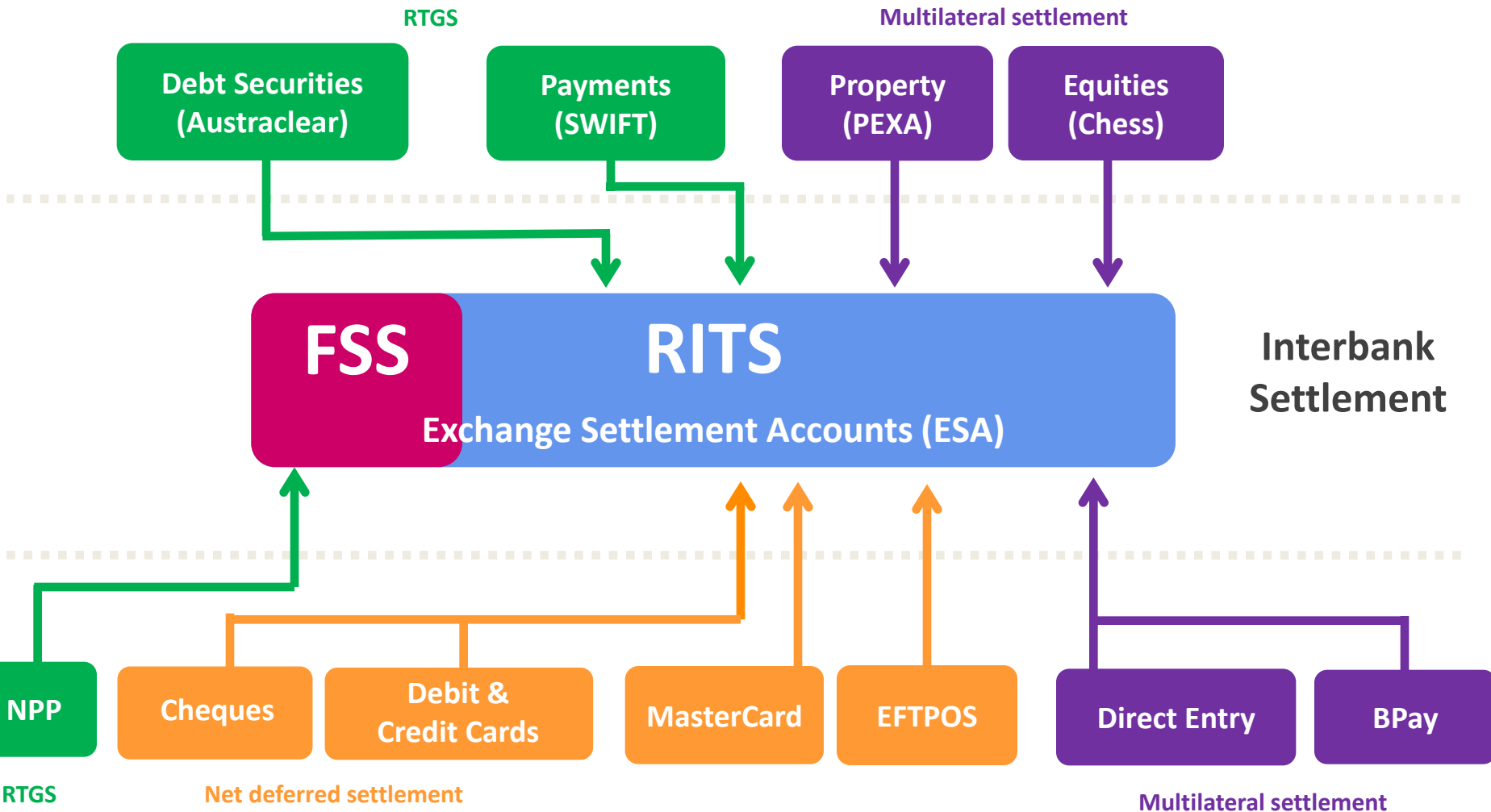
# Presentation Outline

- RITS Overview
- Access to the RITS User Interface
- FSS Functionality
  - Core FSS Settlement Processing
  - Allocation Transfers
  - FSS Member Reports & Enquiries
  - FSS Alert Notifications
  - Liquidity Arrangements
- FSS Incident Management
- RITS Help Desk
- FSS Setup Checklist
- Key Activities & Further Information

# RITS Overview

- RITS = Reserve Bank Information and Transfer System
- Australia's interbank settlement system
- 167 RITS Members – 83 Banks (incl. RBA), 12 Other ESA Holders and 72 Non-ESA Holders
- RTGS introduced in Australia in June 1998
- Over 90% of total interbank value settled via RTGS
- Average value of \$176 billion settled daily on an RTGS basis

# Australian Payments Landscape



# Presentation Outline

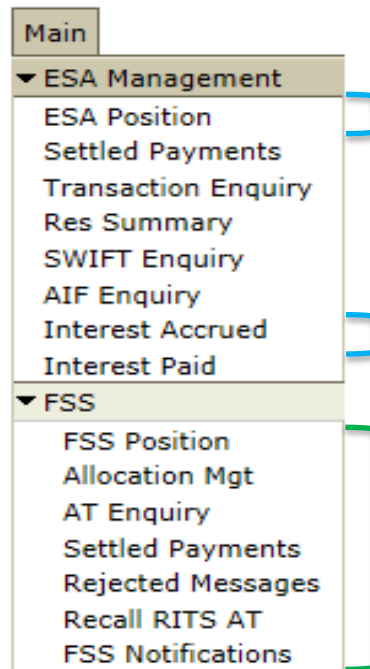
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# Access to RITS User Interface

- Can be accessed using Austraclear National Network Infrastructure (ANNI) or Internet
- RITS UI will be available on a 24/7 basis
- [User Access Request Form](#)
- [Technical Information Paper](#)
- [RITS Access and Security User Guide](#)

# RITS User Interface Menu

- The RITS User Interface menu has been updated to include the new Member FSS Functions



New Screens for FSS



Existing Screens Updated for FSS



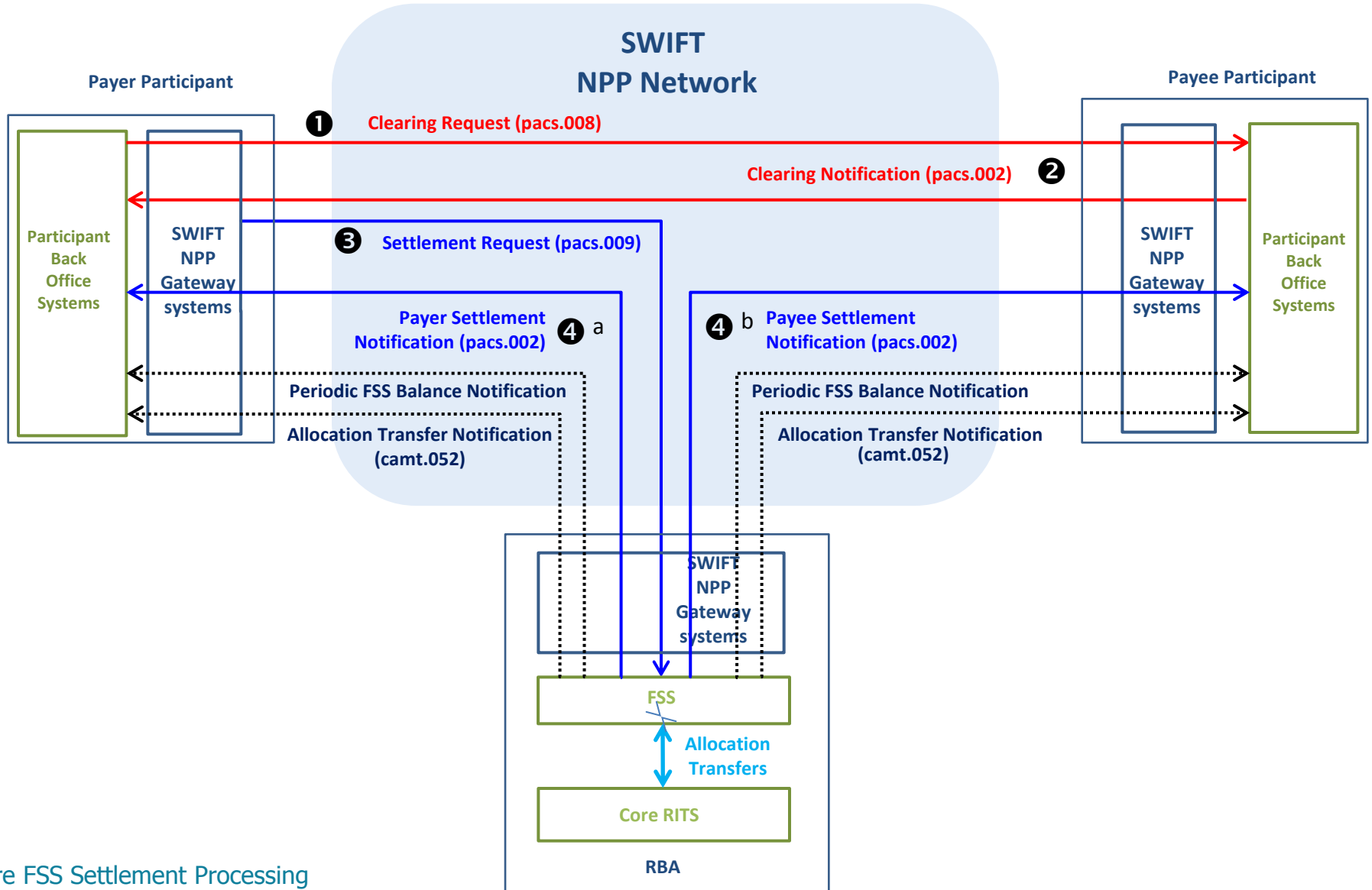
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# Core FSS Settlement Processing

## Simplified NPP Payment Flow (Message Flows)



# Settlement Request Message (pacs.009)

- Debtor and Creditor fields populated from the related pacs.008
- Transaction ID used as a unique identifier for each payment
- Technical and business validations
- FSS records Settlement Date based on settled calendar date/time
- Duplicate checking by FSS based on Transaction ID

# Settlement Notification (pacs.002)

- Settlement Notifications sent to Payer and Payee involved in the clearing exchange
- Optional inclusion of FSS Balance
- FSS Balance is not included in pacs.002 for rejected Settlement Requests, except where reject reason is insufficient funds (Payer only)
- Settlement Notifications for rejected Settlement Requests include the reject reason code (Payer only)

# Settlement Request - pacs.009 BAH

- Indirect Clear + Direct Settle for both Payer and Payee

## Business Application Header (BAH)

Field Name	Example	FSS Business Validation
From	BNKBAU2SXXX	= Consistent with metadata
To	RSBKAUFSXXX	= FSS BIC11
Business Message ID	BNKBAU2SXXX2017051900000 0000000001S	Contains 'S' in 35 <sup>th</sup> position
Message Definition ID	pacs.009.001.05	= defined message accepted by FSS
Business Service	npp.stlmnt.01-sct.01	BI Service ID format = 'npp.stlmnt.nn'
Creation Date & Time	2017-05-19T15:30:11:678Z	<48 hours
Priority	NORM	Value must be NORM or UNAT

# Settlement Request - pacs.009 Payload

	Example	FSS Business Validation
Message Identification	BNKBAU2SXXX20170519000000000000001S	= pacs.009 BAH Business Message ID
Creation Date & Time	2017-05-19T15:30:11:678Z	
Number of Transactions	1	= '1'
Settlement Method	CLRG	= 'CLRG'
Clearing System	NPP	= 'NPP'
Instructing Agent	BNKBAU2SXXX	= 'From' field in BAH
Instructed Agent	RSBKAUFSXXX	= FSS BIC
End to End Id	987654321	
Transaction Id	BNKBAU2SXXXN201705190000000000004890	Unique for past 48 hours
Clearing System Reference	131444888	
Service Level	npp.stlmnt.01-sct.01	= Business Service in BAH
Interbank Settlement Amount and Currency	3845849.56 AUD	< \$100 Billion
Interbank Settlement Date	2017-05-19	Not validated
Debtor	BNKAAU2SXXX	If 'From' ≠ 'Debtor' then 'From' = Authorised Agent
Creditor	BNKDAU2SXXX	
Debtor Agent	BNKBAU2SXXX	
Creditor Agent	BNKCAU2SXXX	= Authorised Agent

# Payer Settlement Notification - pacs.002 BAH

## Business Application Header (BAH)

Field Name	Example
From	RSBKAUFSXXX
To	BNKBAU2SXXX
Business Message ID	RSBKAUFSXXX20170519000006324620000
Message Definition ID	pacs.002.001.06
Business Service	npp.stlmnt.01-sct.01
Creation Date & Time	2017-05-19T15:30:13:112Z
Priority	NORM

# Payer Settlement Notification - pacs.002 Payload

Field Name	Example	Note
Message Identification	RSBKAUFSXXX201705190000006324620000	
Creation Date & Time	2017-05-19T15:30:13:112Z	
Instructing Agent	RSBKAUFSXXX	= FSS BIC
Instructed Agent	BNKBAU2SXXX	= Instructing Agent from pacs.009
Original Message ID	BNKBAU2SXXX201705190000000000000001	From pacs.009 (without 'S' in 35 <sup>th</sup> position)
Original Message Name ID	pacs.009.001.05	From pacs.009 BAH
Original End to End ID	987654321	From pacs.009
Original Transaction ID	BNKBAU2SXXXN201705190000000000004890	From pacs.009
Transaction Status	ACSC	ACSC = Accepted, RJCT = Rejected
Additional Information	BNKAAU2SXXX/C001456486458.00	Resulting FSS Balance for Bank A
Acceptance Date & Time	2017-05-19T15:30:11:987Z	Settlement Date Time
Account Servicer Reference	001234567891	FSS Transaction ID
Clearing System Reference	131444888	From pacs.009
Interbank Settlement Amount and Currency	3845849.56 AUD	From pacs.009
Interbank Settlement Date	2017-05-19	From pacs.009
Service Level	npp.stlmt.01-sct.01	From pacs.009
Debtor	BNKAAU2SXXX	From pacs.009
Creditor	BNKDAU2SXXX	From pacs.009

# FSS Optional Notification

## Periodic FSS Balance Notification (camt.052)

- Delivered to the ESA Holder or nominated agent
- Available on a 24/7 basis

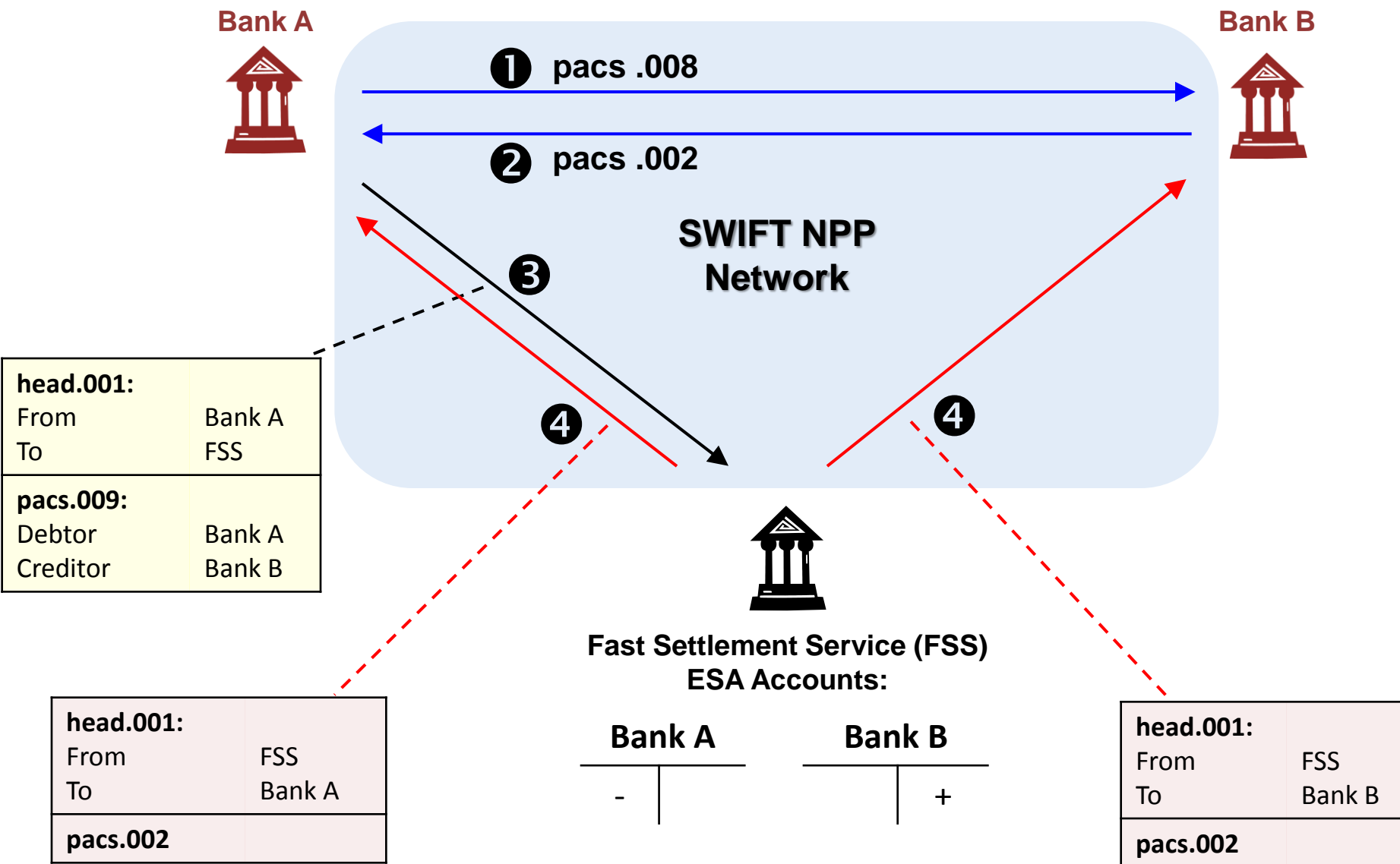
Field Name	Example	Note
Message Identification	RSBKAUFSXXX20170728020524436410000	
Creation Date & Time	2017-07-28T05:24:43.641Z	
Message Recipient	BNKEAU2SXXX	
Additional Information	/PERD/	'PERD' for periodic
Account Identification	BNKEAU2SXXX	
<b>Balance</b>		
Amount	6024319.18	Resulting FSS Balance from Transaction Entry
Credit Debit Indicator	CRDT	
<b>Entry</b>		
Amount	8.51 AUD	
Credit Debit Indicator	DBIT	
Account Servicer Reference	48207174	FSS Trans ID
<b>Entry Details</b>		
Transaction ID	BNKEAU2SXXXN20170728002061311654640	From pacs.009
Amount	8.51	
Debtor	BNKEAU2SXXX	
Creditor	BNKFAU2SXXX	



# Business Reference Data Table (BRDT) Checks

- BRDT file is aligned to the clearing and settlement arrangements recorded by the RBA
- FSS Participants must ensure information provided to RITS Help Desk for their FSS setup is consistent with information in the PROD BRDT.

# Direct Clear – Direct Settlement (DC-DS/DC-DS)



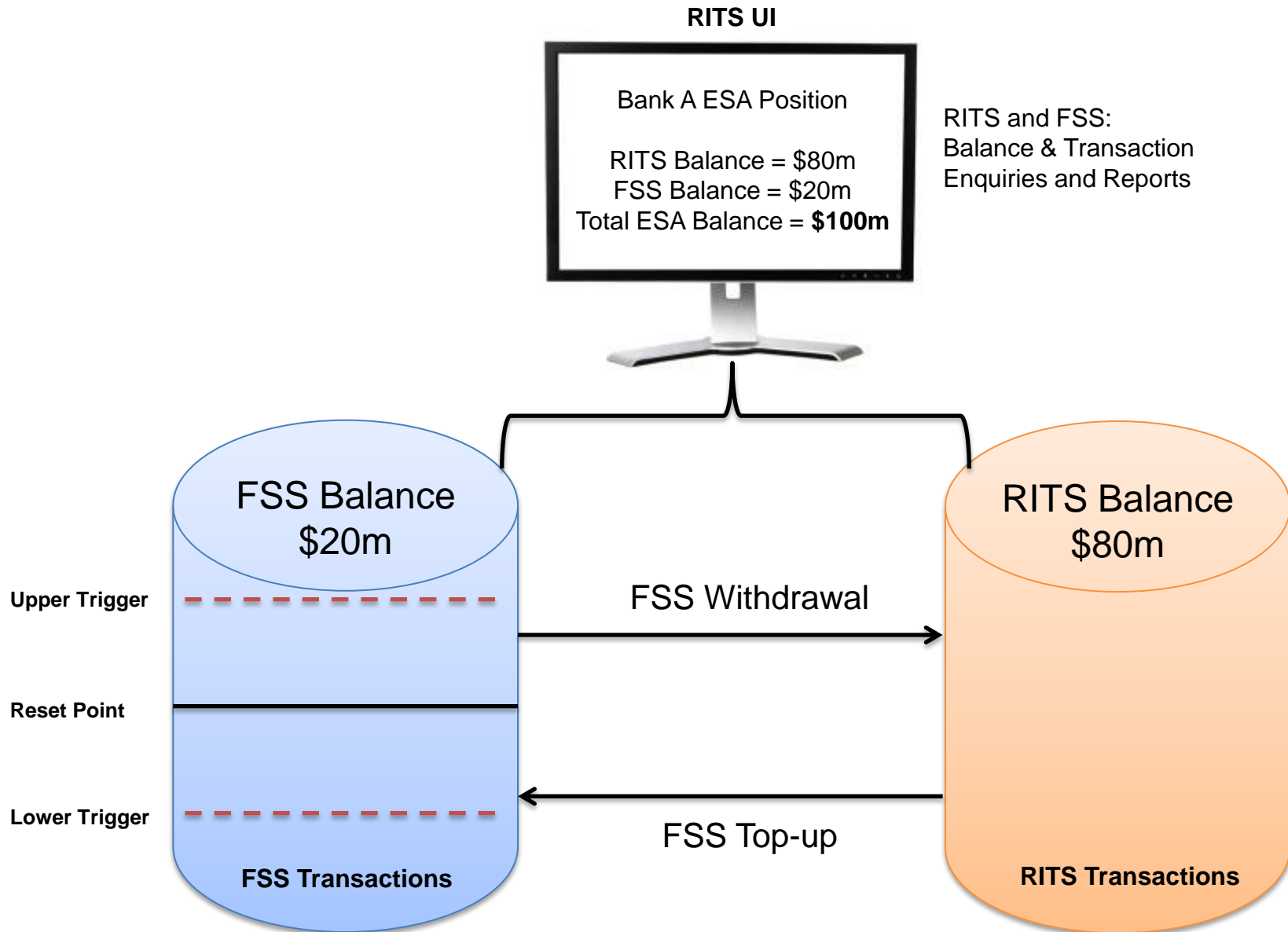
# FSS Reason Codes

<b>Code</b>	<b>Description</b>
<b>AC06</b>	Blocked Account
<b>AGNT</b>	Incorrect Agent
<b>AM04</b>	Insufficient Funds
<b>AM12</b>	Invalid Amount
<b>AM19</b>	Invalid Group Number Of Transactions
<b>CH21</b>	Required Compulsory Element Missing
<b>DT02</b>	Invalid creation date and time (e.g. historic date)
<b>FF04</b>	Invalid Service Level Code
<b>RC05</b>	Invalid BIC Identifier
<b>TD03</b>	Incorrect File Structure

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# Allocation Transfers between RITS and FSS

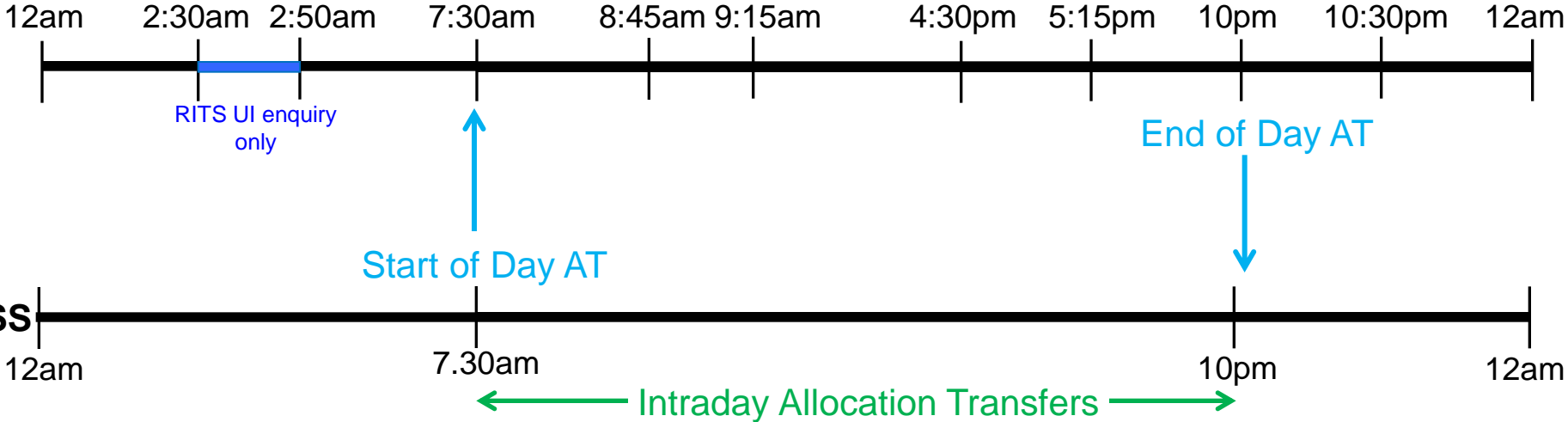


# Allocation Transfers between RITS and FSS

- Each Allocation transfer comprises a RITS leg and an FSS leg
- Start of Day, Intraday, End of Day
- Occur during RITS Settlement hours only
- Only one Allocation Transfer allowed at a time
- FSS Top-Up on the RITS Queue can be recalled if unable to settle
- Validations apply to Member-defined triggers entered via the RITS user interface

# RITS and FSS Day

RITS Sessions (Mon – Fri)							
Enquiry	Morning	9am	Day	Close	Evening	Reports	Enquiry




# Allocation Transfers – RITS UI Screens & Notifications

- FSS Allocation Management
- FSS Allocation Transfer Enquiry
- Recall RITS Allocation Transaction



# FSS Allocation Management

**FSS Allocation Management** 

FSS Balance	
FSS Balance	\$30,000,000.00


  

FSS Allocation Triggers	Current	New
Upper	\$50,000,000	<input type="text"/>
Lower	\$10,000,000	<input type="text"/>
Reset Point	\$30,000,000	<input type="text"/>

New amounts entered are validated

# FSS Allocation Transfer Enquiry

## FSS Allocation Transfer Enquiry



### Enquiry Filter

Allocation Transfer Type:  Reason:  Enquiry Date:

Allocation Transfer Status:

Export

5 Records found [First | Previous] 1 [Next | Last]

Time Created	AT Trans ID	AT Type	Reason	FSS Amount	FSS Status	RITS Status	AT Status
22:00:07	AT35270	FSSTU	End of Day	\$29,300,000.00	Settled	Settled	Complete
17:58:33	AT35224	FSSTU	Lower Trigger	\$7,500,000.00		Recalled	Cancelled
11:12:29	AT35078	FSSWD	Upper Trigger	-\$3,000,000.00	Settled	Settled	Complete
10:10:42	AT35048	FSSWD	Upper Trigger	-\$4,000,000.00	Settled	Settled	Complete
07:29:27	AT34977	FSSWD	Start of Day	-\$27,000,000.00	Settled	Settled	Complete

Select the record to view details of an Allocation Transfer

# Allocation Transfer Details

FSS Leg →

RITS Leg →

Allocation Transfer Details			
FSS Allocation Transfer Details			
Member	LV03		
AT Trans ID	AT35078		
AT Type	FSSWD		
Reason	Upper Trigger		
Date/Time Created	30-Aug-2016 11:12:29		
Date/Time Completed	30-Aug-2016 11:12:33		
Status	Complete		
FSS Transaction			
FSS Trans ID	6324042	Reject Code	
Tran Type	FSSWD	Reject Reason	
Status	Settled		
Settlement Date	30-Aug-2016		
Time Received	11:12:29		
Time Settled	11:12:31		
Amount	-\$3,000,000.00		
RITS Transaction			
RITS Trans ID	12839800	Reject Code	
Tran Type	FSSWD	Reject Reason	
Status	Settled		
Settlement Date	30-Aug-2016		
Time Received	11:12:31		
Time Settled	11:12:31		
Amount	\$3,000,000.00		
Own Branch	LV03FS		
Close			

# FSS Optional Notification

## Allocation Transfer Notification - FSS Leg (camt.052)

- Delivered to the ESA Holder or nominated agent
- Includes resulting FSS Balance

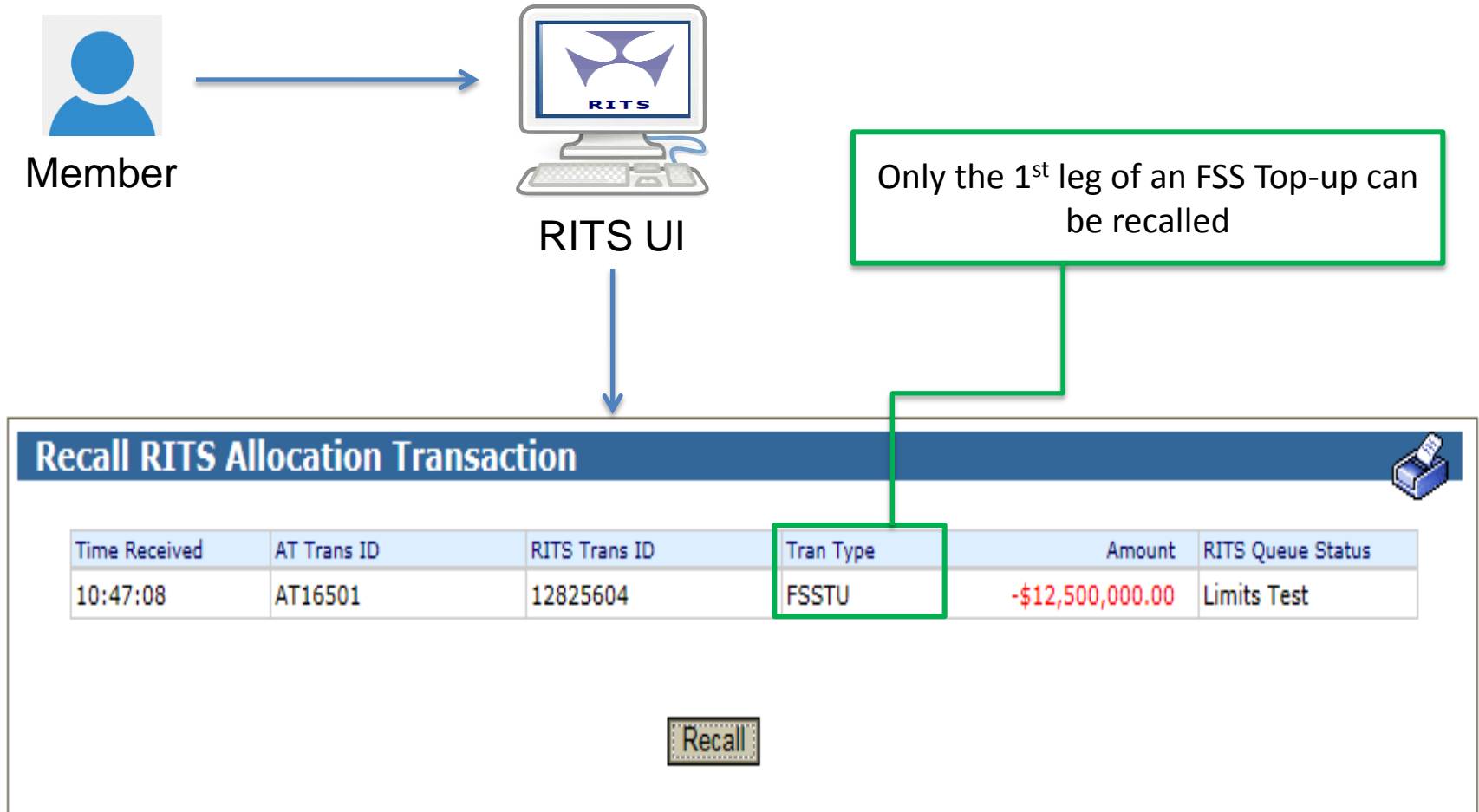
Field Name	Example	Note
Message Identification	RSBKAUFSXXX2016083002000021 2218370	
Creation Date & Time	2016-08-30T01:12:31:914Z	
Message Recipient	LVOCAU2SXXX	
Additional Information	/ALLC/	'ALLC' for Allocation Transfer
Account Identification	LVOCAU2SXXX	
<b>Balance</b>		
Amount	10000000.00	Resulting FSS Balance from Allocation Transfer
Credit Debit Indicator	CRDT	
<b>Entry</b>		
Amount	3000000.00	Allocation Transfer Amount
Credit Debit Indicator	DBIT	
Account Servicer Reference	6324042	FSS Trans ID
<b>Entry Details</b>		
Transaction ID	RSBKAUFSXXXR20160830000000 031488220	Generated by RITS
Amount	3000000.00	

# AIF Post Settlement Advice - RITS Leg

- AIF Post-Settlement Advice MT198 SMT037
- Includes resulting RITS Balance

```
{4:  
:20:U61129248  
:12:037  
:77E:  
:21:RITS14199  
:904:LV03  
:25:002-903-LV03FS  
:32A:160830AUD3000000,00  
:901:111231  
:908:FSSWD  
:62M:C160830AUD18284625532,56  
:62M:C160830AUD18284625532,56  
-}
```

# Recall RITS Allocation Transaction



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# FSS Member Reports & Enquiries

- New FSS screens to facilitate the enquiry of FSS transactions via RITS User Interface:
  - FSS Settled Payments
  - FSS Position Summary
  - Rejected FSS Message Enquiry



# FSS Settled Payments

## FSS Settled Payments



### Enquiry Filter

Other Member  Direction  Tran Type  Settlement Date

FSS Trans ID  Transaction ID

BO Service Code  Clearing System Ref

Amount From  To  Time Settled From    To

Export

10 Records found [First | Previous] 1 [Next | Last]

Tran Type	Time Settled	Other Member	Transaction ID	Amount	FSS Balance
NPREC	16:43:53	RBV1	RSBKAUTAXXXN20170803005375527279250	\$1.01	\$3,501,416.11
NPPAY	16:43:53	RBV1	RSBKAUTAXXXN20170803005375527279250	-\$1.01	\$3,501,416.11
NPPAY	16:43:53	RBV2	RSBKAUTAXXXN20170803005300590215050	-\$1.01	\$3,501,415.10
NPREC	16:43:54	RBV1	RSBKAUTAXXXN20170803006074917066770	\$1.01	\$3,501,415.10
NPPAY	16:43:54	RBV1	RSBKAUTAXXXN20170803006074917066770	-\$1.01	\$3,501,415.10
NPREC	16:43:54	RBV1	RSBKAUTAXXXN20170803009488920728960	\$1.01	\$3,501,415.10
NPPAY	16:43:54	RBV1	RSBKAUTAXXXN20170803009488920728960	-\$1.01	\$3,501,415.10
NPPAY	16:43:55	RBV2	RSBKAUTAXXXN20170803003069912764340	-\$1.01	\$3,501,414.09
NPREC	16:43:55	RBV2	RSBKAUTBXXXN20170803000058192089870	\$1.01	\$3,501,415.10
NPREC	16:43:56	RBV2	RSBKAUTBXXXN20170803002680060644540	\$1.01	\$3,501,416.11

Select the record to view details of an FSS Settled Payment

# FSS Settled Payment Details

## FSS Settled Payment Details



FSS Transaction Details	
<b>Payer</b>	RBV1
<b>Payee</b>	RBV2
<b>Amount</b>	-\$1.01
<b>FSS Trans ID</b>	52652871
<b>Tran Type</b>	NPPAY
<b>Status</b>	Settled
<b>Date/Time Received</b>	03-Aug-2017 16:43:53
<b>Date/Time Settled</b>	03-Aug-2017 16:43:53

NPP Message Details	
<b>Sender</b>	RSBKAUTAXXX
<b>Receiver of Payer SN</b>	RSBKAUTAXXX
<b>Receiver of Payee SN</b>	RSBKAUTBXXX
<b>Transaction ID</b>	RSBKAUTAXXXN20170803005300590215050
<b>End to End ID</b>	123ABC
<b>Clearing System Ref</b>	2233219328
<b>BO Service Code</b>	sct
<b>Debtor</b>	RSBKAUTAXXX
<b>Creditor</b>	RSBKAUTBXXX
<b>Debtor Agent</b>	
<b>Creditor Agent</b>	
<b>Ultimate Debtor</b>	
<b>Ultimate Creditor</b>	

< Prev

Next >

Close

# FSS Position Summary

**FSS Position Summary**

**Enquiry Filter** ^

Settlement Date

**ESA Balance**

<b>ESA Balance</b>	\$15,960,519,145.50	<b>RITS Balance</b>	\$0.00	<b>FSS Balance</b>	\$15,960,519,145.50
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**FSS Balance**

<b>Start of Day FSS Balance</b>	\$15,935,953,331.31
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NPP Transactions	In	No.	Out	No.	Net
<b>NPP Transactions</b>	\$25,357,077.30	306,640	-\$791,263.11	318,008	\$24,565,814.19

Allocation Transfers	Top-Up	No.	Withdrawal	No.	Net
<b>RITS Start of Day</b>			-\$9,900,000,000.00	1	-\$9,900,000,000.00
<b>RITS Intraday</b>			-\$6,056,520,877.34	17	-\$6,056,520,877.34
<b>RITS End of Day</b>	\$15,956,520,877.34	2			\$15,956,520,877.34

# Rejected FSS Message Enquiry

**Rejected FSS Message Enquiry**

**Enquiry Filter** ⌵

Other Member All ▼ Reason Code All ▼ Enquiry Date 03-Aug-2017 ▼

Transaction ID  FSS Trans ID

Amount From  To  Time Created From 09 57 54 To 09 58 43

Export

7 Records found [First | Previous] 1 [Next | Last]

Date Time Created	Other Member	Reason Code	Transaction ID	FSS Trans ID	Amount
03-Aug-2017 09:58:43	RSTA		RSBKAUTAXXXN20170803005895456584250	49131844	\$12.60
03-Aug-2017 09:58:40	RSTA		RSBKAUTAXXXN20170803005969372197100	49131771	\$126.00
03-Aug-2017 09:58:36	RSTA		RSBKAUTAXXXN20170803009326622025360	49131704	\$422.00
03-Aug-2017 09:58:23	RSTA	AM04	RSBKAUTBXXXN20170803000254697902920	49131426	-\$600,000,000.00
03-Aug-2017 09:58:22	RSTA	AM04	RSBKAUTBXXXN20170803004181656857710	49131398	-\$1,100.00
03-Aug-2017 09:58:08	RSTA	AM04	RSBKAUTBXXXN20170803001128785456480	49131111	-\$34,210.00
03-Aug-2017 09:57:54	RSTA		RSBKAUTAXXXN20170803001399308953080	49130823	\$156.00

Select the record to view details of a Rejected FSS Message

# Rejected FSS Message Details



## Rejected FSS Message Details

### Message Received at FSS

<b>Message Definition</b>	pac.009.001.05	<b>Sender</b>	RSBKAUTBXXX
<b>Date/Time Received</b>	03-Aug-2017 09:58:22	<b>Payer</b>	RSTB
<b>BO Service Code</b>	sct	<b>Debtor</b>	RSBKAUTBXXX
<b>Message ID</b>	RSBKAUTBXXX20170803000958222257211S	<b>Creditor</b>	RSBKAUTAXXX
<b>Transaction ID</b>	RSBKAUTBXXXN20170803004181656857710	<b>Debtor Agent</b>	
<b>End to End ID</b>	123ABC	<b>Creditor Agent</b>	
<b>Amount</b>	-\$1,100.00	<b>Possible Duplicate</b>	

### Message Sent by FSS

<b>Message Definition</b>	pac.002.001.06	<b>Message ID</b>	RSBKAUFSXXX20170803020000491313980
<b>BAH Date/Time Created (AEST/AEDT)</b>	03-Aug-2017 09:58:22	<b>Original Transaction ID</b>	RSBKAUTBXXXN20170803004181656857710
<b>BAH Date/Time Created (UTC)</b>	2017-08-02 T23:58:22.533Z	<b>FSS Trans ID</b>	49131398
<b>Reason Code</b>	AM04	<b>Transaction Status</b>	RJCT
<b>Reject Text</b>	Insufficient Funds	<b>Acceptance Date/Time</b>	
<b>Copy Duplicate</b>		<b>Resulting FSS Balance</b>	\$0.00

Close

# Enhancements to AIF Functionality

- A 'RITS only' MT950 (888) / MT950 (999) statement will continue to be available
- Two new optional End of Day ESA statements will be produced seven days a week:
  - MT950 SMT111
  - MT950 SMT222

# New End of Day Statements (MT950)

(MT950 SMT111)

(MT950 SMT222)

```
{4:  
:20:U61129219  
:25:092-002-111111  
:28C:638/1  
:60F:C170511AUD18286516865,78  
:61:170511C108666,78NMSCNETNPPMOVEMENT  
000000ZYADNPNET005-000-RBV1FS  
:61:170511C0,00NMSCNETFSSAT  
000000ZYADATNET005-000-RBV1FS  
:62F:C170511AUD18286625532,56  
-}
```

```
{4:  
:20:U61129225  
:25:092-002-111111  
:28C:639/1  
:60F:C170511AUD18286516865,78  
:61:170511C9900000000,00NMSCRITS14076  
072818ZYADFSSWD005-000-RBV1FS  
:61:170511C8384517064,78NMSCRITS14092  
072833ZYADFSSWD005-000-RBV1FS  
:61:170511D9900000000,00NMSCRITS14111  
220020ZYADFSSTU005-000-RBV1FS  
:61:170511D8384517064,78NMSCRITS14113  
220020ZYADFSSTU005-000-RBV1FS  
:61:170511C108666,78NMSCNETNPPMOVEMENT  
000000ZYADNPNET005-000-RBV1FS  
:61:170511C0,00NMSCNETFSSAT  
000000ZYADATNET005-000-RBV1FS  
:62F:C170511AUD18286625532,56  
-}
```

# Daily FSS Cashlist Summary Report

- Available to Members from RITS UI– via System Reports
- This report contains:
  1. an entry for the net value of settled FSS Allocation Transactions;
  2. an entry for the net value of settled NPP transactions in the FSS; and
  3. an entry for the total daily Net FSS movement.

BNKA Bank A RTGS TEST MEMBER	Daily FSS Cashlist Summary	13/10/2016 0:01
	BSB & A/C Number	Net Balance
Net FSS Allocation Transactions	935-001 2222222	\$330,000.00
Net FSS NPP Transactions	935-001 3333333	\$2,150.00
Total Net FSS Movement		\$332,150.00



# End-of-Day FSS Settled Transactions Report

- Produced each calendar day shortly after midnight
- Lists all FSS Transactions settled for the previous calendar day including the FSS leg of Allocation Transfers
- Available in CSV format via:
  - COIN
  - SWIFT FileAct
  - Download via RITS User Interface – System Reports

# End-of-Day FSS Settled Transactions Report

Tran Type	FSS Tran ID	Time Settled	Other Member	Transaction ID	BO Service Code	End to End ID	Clearing System Reference
FSEOD		0:00:00					
FSSWD	2783211	7:30:31	BNKA	RSBKAUFSX...			
NPREC	2783287	11:15:19	BNKC	BNKCAUFSX...	sct	TRN1232...	2233219400
FSSWD	2783322	11:43:27	BNKA	RSBKAUFSX...			
FSSTU	2783500	15:58:18	BNKA	RSBKAUFSX...			
FSSWD	2783552	16:05:58	BNKA	RSBKAUFSX...			
NPPAY	2783621	16:12:52	BNKD	BNKAAUFSX...	x2p1	TRN1236...	4411219328
FSSTU	2783965	22:00:21	BNKA	RSBKAUFSX...			
NPPAY	2784012	23:59:59	BNKB	BNKAAUFSX...	x2p1	TRN1238	2233219328

Amount	FSS Balance	Debtor	Creditor	Debtor Agent	Creditor Agent	Ultimate Debtor	Ultimate Creditor
\$6,000,000.00	\$6,000,000.00						
-\$5,000,000.00	\$1,000,000.00						
\$1,700.00	\$1,001,700.00	BNKCAUFSX...	BNKAAUFSX...				
-\$410,000.00	\$591,700.00						
\$250,000.00	\$841,700.00						
-\$340,000.00	\$501,700.00						
-\$100.00	\$501,600.00	BNKAAUFSX...	BNKDAUFSX...		BNKEAU2SMEL		
\$5,830,000.00	\$6,331,600.00						
-\$500.00	\$6,331,100.00	BNKAAUFSX...	BNKBAUFSX...				

# Presentation Outline

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# FSS (Alert) Notification Maintenance

FSS Alert Name	Description	Relevant Time Period
Unsettled Allocation Transfer	Notifies that the RITS System Queue was not able to immediately settle a RITS Allocation Transaction for an FSS Top-Up (e.g. due to insufficient RITS Balance)	RITS settlement hours only
FSS Settlement Test Failed	Notifies the paying NPP Participant that the FSS rejected a Settlement Request due to insufficient FSS ES Funds.	24/7
Low FSS Balance	Notifies that the FSS Balance has fallen below a nominated amount.	RITS non-settlement hours only




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# Squaring Up

- No change to existing squaring up arrangements
- Settlement of 'Late FSS' payments in line with current arrangements for 'Late DE'
- Enhancements to the existing ESA Position screen in RITS
- Timing of cash market close will not change

# ESA Position

ESA Position 			
ESA Balance			
ESA Balance	\$204,000,000.00	RITS Balance	\$203,000,000.00
		FSS Balance	\$1,000,000.00
RITS Balance			
RITS Balance	\$203,000,000.00	Change ESA Sub-Limit	
Reserved Funds	\$1,000,000.00		
Available RITS Balance	\$202,000,000.00		
ESA Sub-Limit	\$1,000,000.00		
RITS Active Balance	\$201,000,000.00		
LVSS Multilateral Run (MR)			
Current LVSS MR Position	\$3,000,000.00		
Projected Available RITS Balance after MR Posting	\$199,000,000.00		
Intraday RBA Repos Completed Today		Indicative Position in RBA Repos Contracted at Cash Rate	
First Leg	\$15,000,000.00	Overnight Position	\$100,000,000.00
Second Leg <sup>1</sup>	\$4,000,000.00	Completed Today <sup>2</sup>	\$15,000,000.00
Current Net Position	\$11,000,000.00	Indicative Position	\$115,000,000.00
ESA Position Summary			
Calculated Net ESA Position	\$168,000,000.00	Calculated Net ESA Position Adjusted For Late Payments	\$167,700,000.00
		Projected ESA Surplus/Shortfall <sup>3</sup>	\$52,700,000.00
<p><sup>1</sup> Figures for outstanding Intraday RBA Repos will be misleading if there are overnight repos carried forward from the previous day.</p> <p><sup>2</sup> The position in Open RBA Repos contracted at the Cash Rate Target is indicative only as the settlement consideration for transactions 'Completed Today' may not be the same as the change to the Open RBA Repo position.</p> <p><sup>3</sup> 'Calculated Net ESA Position (Adjusted for Late Payments)' less 'Indicative Position in Open RBA Repos Contracted at Cash Rate Target' .</p>			



# ESA Position

Calculated Net ESA Position Details								
Calculated Net ESA Position	=	ESA Balance	+	Queued In <sup>4</sup>	-	Queued Out <sup>4</sup>	-	Outstanding 2nd leg Intraday RBA Repos
\$168,000,000.00		\$204,000,000.00		\$50,000,000.00		\$75,000,000.00		\$11,000,000.00
(No. of transactions)				71		11		
<sup>4</sup> Includes reserved ES funds & pending in reservation batches								
Calculated Net ESA Position Details (Adjusted for Late Payments)								
Calculated Net ESA Position	=	ESA Balance	+	Queued In <sup>4</sup>	-	Queued Out <sup>4</sup>	-	Outstanding 2nd leg Intraday RBA Repos
\$168,000,000.00		\$204,000,000.00		\$50,000,000.00		\$75,000,000.00		\$11,000,000.00
(No. of transactions)				71		11		
Late DE	=	Settled Late DE	+	Queued In Late DE	-	Queued Out Late DE		
\$100,000.00		\$100,000.00		\$0.00		\$0.00		
(No. of transactions)				0		0		
Late FSS	=	Settled Late FSS						
\$200,000.00		\$200,000.00						
<hr/>								
Calculated Net ESA Position (Adjusted for Late Payments)	=	Adjusted ESA Balance	+	Adjusted Queued In <sup>4</sup>	-	Adjusted Queued Out <sup>4</sup>	-	Outstanding 2nd leg Intraday RBA Repos
\$167,700,000.00		\$203,700,000.00		\$50,000,000.00		\$75,000,000.00		\$11,000,000.00
(No. of transactions)				71		11		
<sup>4</sup> Includes reserved ES funds & pending in reservation batches								

# ESA Interest

- As now paid on the first business day of the following month
- Matching ES funds against Open RBA Repo position earn interest at the Cash Rate Target
- Surplus ES funds will earn interest at 25 basis points below the Cash Rate Target
- The interest calculation will adjust the end-of-day ESA balance for 'Late FSS' settlements

# ESA Interest

## ESA Interest Accrued

Enquiry Filter

Date From 1 October 2014  
Date To 7 October 2014

Find Clear Export  Excel

7 Records found [First | Previous] 1 [Next | Last]

Date	End of Day ESA Balance	Open Repo Amount*	Late Payments Amount**	ESA Interest Accrued+	Cumulative Interest Accrued
01-Oct-2014	\$1,146,777,252.37	\$800,000.35	\$500,000.00	\$70,700.65	\$70,700.65
02-Oct-2014	\$1,036,222,252.21	\$800,000.35	\$300,000.00	\$63,884.25	\$134,584.90
03-Oct-2014	\$1,126,876,252.55	\$800,000.35	-\$200,000.00	\$69,469.08	\$204,053.99
04-Oct-2014	\$1,127,176,252.55	\$800,000.35	\$100,000.00	\$69,489.63	\$273,543.62
05-Oct-2014	\$1,126,676,252.55	\$800,000.35	-\$400,000.00	\$69,455.39	\$342,999.00
06-Oct-2014	\$1,045,477,298.44	\$800,000.35	\$80,000.00	\$64,453.26	\$407,452.26
07-Oct-2014	\$1,133,221,252.35	\$800,000.35	100.00	\$69,861.58	\$477,313.84

Select the record to view ESA Interest Accrued Details

\*Open Repo Amount represents the starting cash value of all Open RBA Repos contracted at the Cash Rate Target by the ESA holder  
\*\*Late Payments Amount is the sum of net receipts from (a) DE payments arriving on the queue after a time specified within RITS; and (b) FSS payments settling after a time specified within RITS  
+For details, refer to the ESA interest calculation formula on the RBA web site

# ESA Interest

## ESA Interest Accrued Details



<b>Date</b>	04-Oct-2014
<b>End of Day ESA Balance</b>	\$1,127,176,252.55
<b>RITS Balance</b>	\$0.00
<b>FSS Balance</b>	\$1,126,876,252.55
<b>Open Repo Amount</b>	\$800,000.35
<b>Late Payments Amount</b>	\$100,000.00
<b>Late DE Amount</b>	\$20,000.00
<b>Late FSS Amount</b>	\$80,000.00
<b>Interest Adjustment</b>	\$0.00
<b>ESA Interest Accrued</b>	\$69,489.63
<b>Cumulative Interest Accrued</b>	\$273,543.62

Close

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# FSS Unavailability

- In the unlikely event of an FSS outage, NPP clearing can continue for up to 12 hours (subject to IRG decision during incident)
- Settlement Requests will be queued in Payer PAG/MQ, and released in a controlled manner once FSS is operational
- NPPA may optionally introduce value limits in case of a protracted outage
- FSS Service Notifications to nominated contacts (via email/SMS)

# Other Contingency Scenarios

- Unavailability of Allocation transfers
  - RBA able to facilitate movement of ES funds between FSS and RITS
  - Participants may undertake Intraday Repos to obtain ES funds in RITS
- Unavailability of RITS (i.e. ES funds locked in RITS)
  - RBA may agree to provide FSS liquidity via repurchase agreement
  - NPPA may optionally introduce transaction value limits in case of a protracted outage
- RITS UI unavailability
  - RITS Help Desk may be contacted to arrange Assisted Transactions

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# RITS Help Desk

- Active monitoring of RITS and FSS
- Assist Members with setting up access for new users
- Assist with FSS setup
- Contact for settlement, reconciliation and ESA account queries
- Contact for RITS User Interface access issues
- The RITS Help Desk will be staffed on a continuous basis
- Contactable via phone or email (1800 659 360 or [rits@rba.gov.au](mailto:rits@rba.gov.au))

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# FSS Setup Checklist

## **Performed by RITS Help Desk:**

- Issue new tokens
- Complete Setup activities from submitted FSS Participant Forms

## **Performed by Member:**

- Complete [User Access Request Form](#) for new users
- Link users to the new FS Branch
- Turn off cash account limit processing for the FS branch cash account
- Allocate new FSS roles to users
- Set FSS Triggers
- Select AIF messages

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# FSS Transition to Live – Key Activities

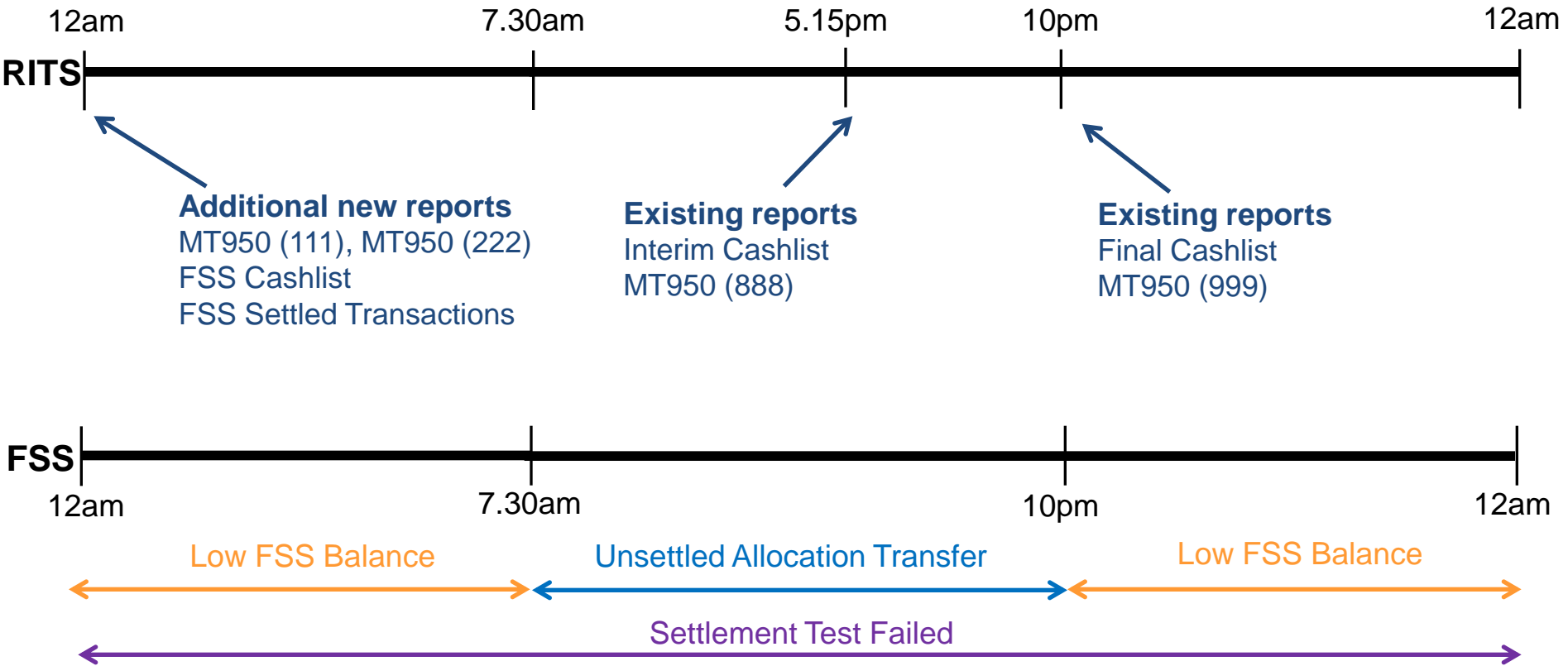
Date	Activity
<b>By 10 November 2017</b>	<ul style="list-style-type: none"> <li>Participants submit completed FSS Participant Set-up forms</li> </ul>
<b>11-12 November 2017</b>	<ul style="list-style-type: none"> <li>Final FSS Deployment</li> </ul>
<b>13-17 November 2017</b>	<ul style="list-style-type: none"> <li>RITS Help Desk to complete initial FSS Participant set up tasks (Participants will be set up with an inactive Allocation Transfer and NPP Payments status)</li> </ul>
<b>13-24 November 2017</b>	<ul style="list-style-type: none"> <li>Participant Password Administrators assign relevant FSS roles to their RITS users.</li> <li>Participants select new optional FSS notifications</li> <li>Participants set FSS Allocation Triggers</li> </ul>
<b>By 24 November 2017</b>	<ul style="list-style-type: none"> <li>Participants submit FSS Readiness Declarations to RITS Help Desk</li> </ul>
<b>27 November 2017</b>	<ul style="list-style-type: none"> <li>RITS Help Desk activates Allocation Transfers per Participant (<b>Between 9am &amp; 10am</b>)               <ul style="list-style-type: none"> <li>First Intraday transfer from RITS balance to FSS balance (<b>Between 9am &amp; 10am</b>)</li> <li>First end of day total balance transfer from RITS to FSS (<b>10pm</b>)</li> </ul> </li> <li>Participants should select new optional FSS AIF statements</li> </ul>
<b>28 November 2017</b>	<ul style="list-style-type: none"> <li>RITS Opens Early: First start of day Allocation Transfer from FSS to RITS (<b>Shortly after 6:30am</b>)</li> <li>RITS Help Desk activates NPP Payments per Participant (<b>7:30am</b>)</li> </ul>

# Further Information

Document(s)	Description	How to Access
NPP RBA FSS Participant Setup Guide - Production V1.0 dated August 2017	Sets out the information that each FSS Participant must provide to the RITS Help Desk to facilitate their setup in the RITS Production Environment.	Available via RITS Information Facility
FSS Drop 4 Release Guide V4.0 dated May 2017	Sets out details of the FSS functionality delivered, and to help FSS Participants gain familiarity with the functionality.	Available via RITS Information Facility
RITS User Guides	The RITS User Guides have been updated which include details of the new FSS functionality.	Available via RITS Information Facility
Information Paper: FSS Message Specifications V3.0 dated June 2016	Sets out the specifications for the messages sent and received by FSS. Includes details for the End-of-Day FSS Settled Transactions Report.	Available via RITS Information Facility
FSS Information and Participant Considerations Paper V8.0 dated November 2015	Sets out the key concepts and process of the FSS. Details the range of messages, reports, alerts and intraday monitoring tools and features of the FSS.	Contact the RITS Help Desk

# Spare Slides

# RITS and FSS Day – Reporting and Alerts





# ESA Interest

The formula for calculating ES interest:

$$\text{Daily interest} = (ES \times \text{Cash Rate Target} + (ES - \text{Open SF Repo} - \text{after-hours DE} - \text{after hours NPP}) \times p) / 365$$

where

$$p = -0.0025 \text{ if } (ES - \text{Open SF Repo} - \text{after-hours DE} - \text{after-hours NPP}) \geq 0$$

$$p = +0.0025 \text{ if } (ES - \text{Open SF Repo} - \text{after-hours DE} - \text{after-hours NPP}) < 0$$

Refer to the [RBA Standing Facilities](#) page for further details.