CAIS Report Card Webinar

June 9, 2021

Agenda

➢Scope

➢Report Card Terminology

➢Report Card Calculations/Error Rates

➢Report Card Demo

➢Sample Rate Calculation/Reporting Scenario

➢Report Card Resources

➢Q&A

Monthly Report Card Scope

➤ First CAIS Report Card will be issued on June 15, 2021 for the reporting month of May 2021.

➤ Report Card Statistics and Error Rates will include metrics tracked in CAIS:

- Rejections
- Timeliness of Repairs

➤ Follows approach/processing schedule of Transaction Report Cards.

➤ Published by 15th day of following month to:

- CAT Reporter Portal for IM and Reg Users; available for 4 years
- BDSQL / Direct Read for Reg Users; available for 6 years

Report Card Terminology

➢ **Processed -** number of FDID records submitted to CAIS during the month. An FDID record submitted in multiple submissions over the course of the month would be counted each time it is submitted.

➢ **Accepted -** number of FDID submission records, which were accepted into CAIS with no data validation errors.

➢ **Rejected -** number of FDID submission records which were rejected by the CAIS validation engine due to the FDID submission having at least one data validation error.

➢ **Late Repaired** – number of repairs made after T+3 at 5:00 pm.

➢ **Outstanding** -number of rejected FDID submission records which have not yet been repaired by the 5th processing date of the following month, for the reporting month.

Report Card Calculations

➢ **Snapshot Metrics**

▪ Calculation of Daily and Monthly Compliance Error Rates for dates within the month reported/repaired by the 5th processing date of the following month.

▪ Rejections NOT repaired by the 5th processing date of the following month are considered Outstanding (Unrepaired) for the reporting month.

▪ Includes Reporter Compliance Rate and Industry Compliance Error Rate

▪ Tiers and Peer Groups will be added after the evaluation of six months of data.

Compliance Error Rate Calculations

➢ **Compliance Error Record Count**

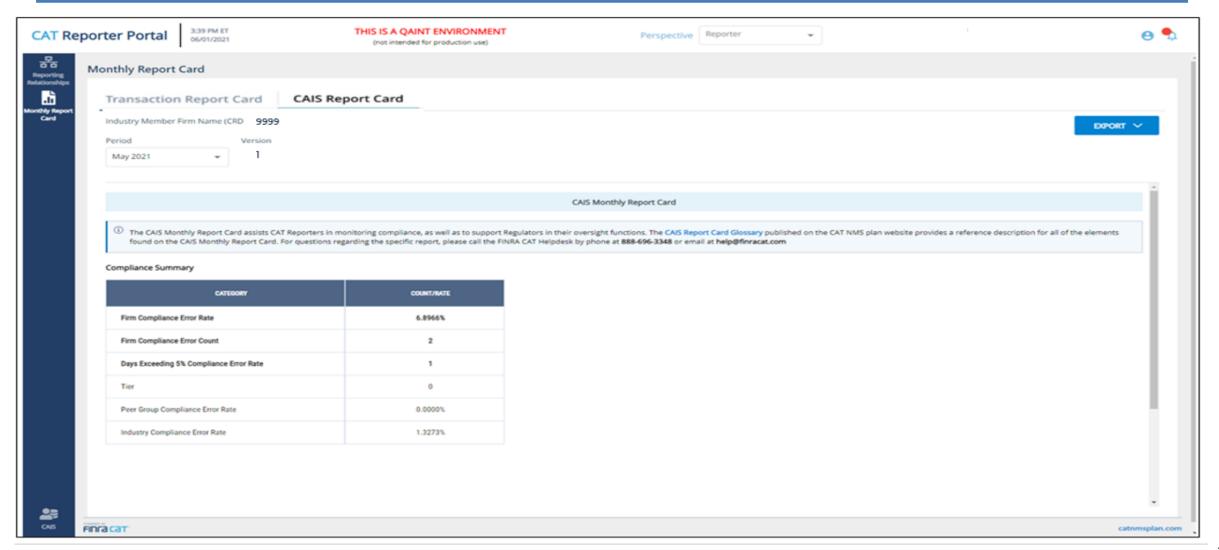Late Repaired Records Count + Outstanding Errors Count

➢ **Reporter Compliance Rate:**

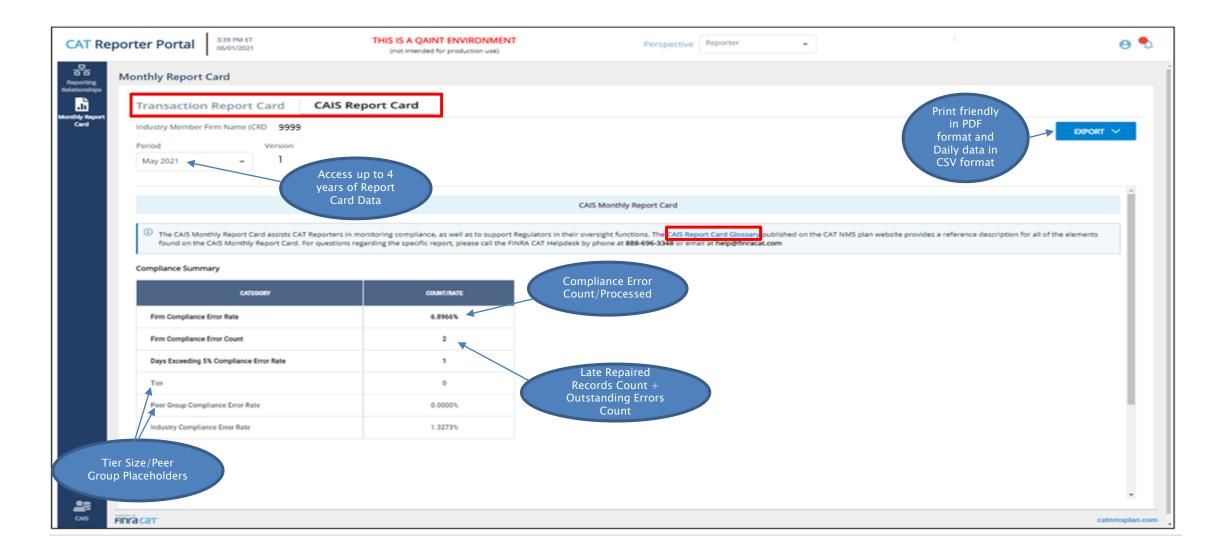(Compliance Error Records Count / Processed Records Count)

➢ **Industry Compliance Rate:**

(Compliance Error Records Count / Processed Records Count) for all CAT Reporters in the month
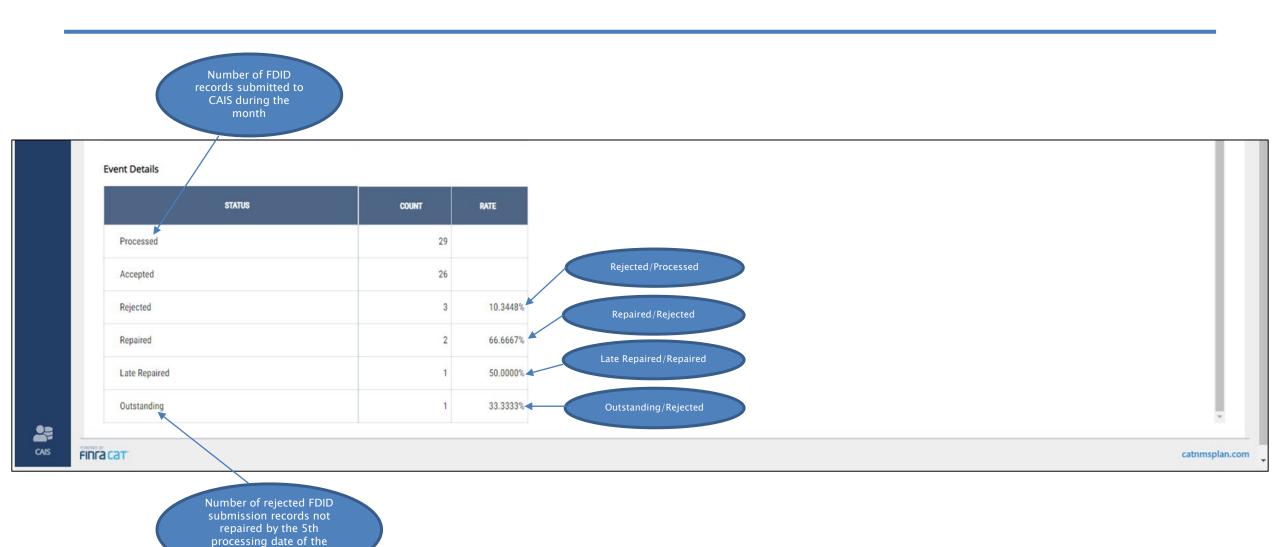
CAIS Report Card

CAIS Report Card

CAIS Report Card

Event Details

STATUS	COUNT	RATE
Processed	29	
Accepted	26	
Rejected	3	10.3448%
Repaired	2	66.6667%
Late Repaired	1	50.0000%
Outstanding	1	33.3333%

Number of FDID records submitted to CAIS during the month

Rejected/Processed

Repaired/Rejected

Late Repaired/Repaired

Outstanding/Rejected

Number of rejected FDID submission records not repaired by the 5th processing date of the following month

CAIS

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Compliance Error Rate

▸ Sample Report Card Error Rate Calculation:

Count Type	Count	Rate	Rate Calculations Methods
Compliance Error	120	1.20%	Compliance Error Records Count = (Outstanding + Late Repaired) Compliance Error Rate = (Compliance Error Records Count / Processed)
Processed	10,000		
Accepted	9,500		
Rejected	500	5.00%	Rejected Rate = (Rejected / Processed)
Repaired	400	80.00%	Repaired Rate = (Repaired / Rejected)
Late Repaired	20	5.00%	Late Repaired Rate = (Late Repaired / Repaired)
Outstanding	100	20.00%	Outstanding = (Rejected - Repaired) Outstanding Rate = (Outstanding/ Rejected)

Example Scenario

June 25: Reporter submits FDID 12345, and there is one rejection on the FDID

▸ **Statistics for Month of June**
      1 record submitted
      1 record rejected

July 2nd: Reporter repairs FDID 12345

▸ **Statistics for Month of June**
      1 record repaired late

▸ **Statistics for Month of July**
      1 record submitted

Report Card Resources

➢A CAIS Report Card Glossary and Daily Compliance Rate Glossary are accessible from the Report Card, and available at https://catnmsplan.com/cais-compliance-glossary

How to Ask a Question during Today's Call

➢ **For participants using computer audio:**

- Click the "Raise Hand" button at the bottom of the participant's window
- A visual prompt will indicate that your line has been unmuted

➢ **For participants using phone audio:**

- Enter *9 on your phone keypad
- An audio prompt will indicate that your line has been unmuted

FINRA CAT Helpdesk

Questions may be directed to the FINRA CAT Helpdesk at 888-696-3348 or help@finracat.com