

# Small Firm CAIS Report Card Webinar

January 13, 2022

# Agenda

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- Purpose of CAIS Report Card
- CAIS Report Card Scope
- Processing Overview
- Report Card Demo
- Report Card Calculations/Error Rates
- Sample Rate Calculation/Reporting Scenario
- Full CAIS Report Card Preview
- Report Card Terminology
- Report Card Resources
- Q&A

# Purpose

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- ▶ CAT CAIS Report Card provides a monthly compliance summary of LTID Account Information reporting (FDID submissions)
- ▶ Provides FDID reporting statistics and peer group/industry comparisons for the reporting month
- ▶ The Full CAIS Report Cards, beginning with the month of August 2022, will provide a monthly compliance summary of Customer Account Information and Customer Identifying Information reporting

# CAIS Report Card Scope

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- Report Card Statistics and Error Rates include metrics tracked in CAIS:
  - Rejections
  - Timeliness of Repairs
- Follows approach/processing schedule of Transaction Report Cards.
- Published by 15<sup>th</sup> day of following month to CAT Reporter Portal for and available for 4 years

# Processing Overview

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## ➤ Snapshot Metrics

- Calculation of Daily and Monthly Compliance Error Rates for dates within the month reported/repared 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.

# CAIS Report Card

CAT Reporter Portal | 6:57 AM ET 12/21/2021 | Perspective Reporter

Print friendly in PDF format and Daily data n CSV format

### Monthly Report Cards

Transaction Report Card | **CAIS Report Card** | Toggle between Transaction and CAIS Report Cards

Industry Member Firm Name (CRD):

Period: November 2021 | Version: 1

EXPORT

- PDF (Print Friendly)
- CSV (Daily Data)

Access up to 4 years of Report Card Data

#### CAIS Monthly Report Card

The CAIS Monthly Report Card assists CAT Reporters in monitoring compliance, as well as to support Regulators in their oversight functions. The [CAIS Report Card Glossary](#) published on the CAT NMS plan website provides a reference description for all of the elements found on the CAIS Monthly Report Card. For questions regarding the specific report, please call the FINRA CAT Helpdesk by phone at 888-696-3348 or email at [help@finracat.com](mailto:help@finracat.com)

Report Card Access

# CAIS Report Card

CAT Reporter Portal

7:08 AM ET  
12/21/2021

Perspective

Reporter



## Monthly Report Cards

Transaction Report Card

CAIS Report Card

Industry Member Firm Name (CRD):

EXPORT

Period

Version

November 2021

1

The CAIS Monthly Report Card assists CAT Reporters in monitoring compliance, as well as to support Regulators in their oversight functions. The [CAIS Report Card Glossary](#) published on the CAT NMS plan website provides a reference description for all of the elements found on the CAIS Monthly Report Card. For questions regarding the specific report, please call the FINRA CAT Helpdesk by phone at 888-696-3348 or email at [help@finracat.com](mailto:help@finracat.com)

### Compliance Summary

CATEGORY	COUNT/RATE
Firm Compliance Error Rate	0.6390%
Firm Compliance Error Count	2
Days Exceeding 5% Compliance Error Rate	1
Tier	0
Peer Group Compliance Error Rate	0.0000%
Industry Compliance Error Rate	0.0026%

Compliance Error Records Count / Processed Records Count

Late Repaired Records Count + Outstanding Errors Count

Compliance Error Records Count / Processed Records Count for all CAT Reporters in the month

Tier/Peer Group Placeholders

# CAIS Report Card

Submission Details

STATUS	COUNT	RATE
Processed	313	
Accepted	311	
Rejected	2	0.6390%
Late Repaired	2	100.0000%
Outstanding	0	0.0000%

Number of FDID records submitted to CAIS during the month

Number of FDIDs accepted with no validation errors

Number of FDIDs rejected due to submission having at least one data validation error

Number of repairs made after T+3 at 5:00 pm

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

Rejected/Processed

Late Repaired/Repaired

Outstanding/Rejected



# Compliance Error Rate Calculations

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➤ **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

# 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

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

- ▶ **Statistics for Month of November**

  - 1 record submitted

  - 1 record rejected

**December 2nd:** Reporter repairs FDID 12345

- ▶ **Statistics for Month of November**

  - 1 record repaired late

- ▶ **Statistics for Month of December**

  - 1 record submitted

# CAIS Compliance Threshold Report

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A Monthly Compliance Threshold Report identifies CAT Reporters with error rates exceeding the Maximum Compliance Error Rate for at least five days during the month. The CAT NMS Plan established the Maximum Error Rate of 5%. This rate will be review and adjusted as needed by the Operating Committee.

# Full CAIS Report Card Preview

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- First Full CAIS Phase Report Card will be issued on September 15, 2022, for the reporting month of August 2022.
- Report Card Statistics and Error Rates will include metrics for Record Types reported to CAIS: FDIDs, CAT Customers, and Inconsistencies
  - Counts of Rejections and Inconsistencies
  - Timeliness of Repairs

# Report Card Terminology Resource

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- **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 Resources

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- 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>
- [Industry Member Report Card- Known Issues List](#)
- [CAIS Report Card Webinar – June 9, 2021](#)

# How to Ask a Question during Today's Call

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## ➤ **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

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Questions may be directed to the FINRA CAT Helpdesk at 888-696-3348 or [help@finracat.com](mailto:help@finracat.com)