

# Life & Annuity Reporting

## 1206 Commission Statement Transmittal

### Function

- The 1206 transmittal is used to transmit compensation information. It is a 'push' or batch transmission of a compensation statement from a carrier to a distributor or producer.
- This standard provides the necessary information to communicate statements for all forms of producer compensation (first year renewal, bonuses, advances, loans, etc.). The statements include enough information to be able to compute and reconcile compensation (earned as well as netted/advanced). A hard copy equivalent of the commission settlement/payment/statement may be generated from the messages, but that is not the sole purpose of the messages defined in this standard.
- While the transaction name and associated model constructs specify "commission" payments, this message can be used for any type of producer compensation.

### Benefits

- Standard Data Exchange
- Agreement on Common Structures:
  - Vocabulary (Life Data Dictionary)
  - Structure (Life Object Model)
  - Support Unique Requirements in Standard Way
  - Eliminate Custom Data Feeds
- Model-Driven Architecture
  - Provides Common Architecture to All Messages
  - Encourages Reusable Components
  - Results in Reusable Code and Development

### Additional Information

- This message follows the hierarchical structure and pattern that identifies the relationships between the parties for the computation and reconciliation of the commission settlement/payment/statement, and may be used in conjunction with the ACORD Hierarchies and Teams Specification to construct the messages and can be found here: [ACORD LAH Hierarchies and Teams Implementation Guide](#).
- This 1206 transaction maps to the DTCC EDI COM file. The detailed mappings can be found here: [ACORD DTCC COM Mapping Document](#).
- Refer to the [ACORD LA 1206 Commission Statement Transmittal Transaction Specification](#) to gain a deeper understanding of how to model the data and workflows. [Click here](#) to access the documentation.

### EDI to XML Mapping

DTCC File	ACORD TransType
App/Sub (Applications)	103 – New Business Submission
App/SUB (SubPayments)	508 – Payment Submission
Attachments	510 – FormInstance Maintenance
<b>COM (Commissions)</b>	<b>1206 – Commission Statement</b>
FAR (Financial Activity Reporting)	1213 – Financial Activity Transmittal
L&A (Licensing & Appointments)	410 – Appointment Submission 413 – Appointment Termination 1228 – Producer Transmittal 228 – Producer Inquiry 129 – License Submission
POV (Positions & Valuation)	1212 – Values Transmittal or 1203 – Holding Transmittal
IFW (InforceWeb Transactions)	102 – Fund Transfer Admin 105 – WithdrawalSubmission 107 – Arrangement Admin 113 – Policy Admin 115 – Policy Admin Inquiry 212 – Values Inquiry 810 – First Notice of Loss

### Related Messages

- **206 Commission Statement Inquiry** used to request a commission statement.
- **129 License Submission** used to initiate a license request where the insurance carrier does not know the producer, and the insurance carrier is the sponsoring carrier, where applicable.
- **228/1228 Producer Inquiry/Transmittal** provides a method of transmitting a variety of Producer inquiry messages.
- **410 Appointment Submission** used to initiate either an initial appointment for a producer with an insurance carrier or a subsequent appointment.
- **413 Appointment Termination** used when one or more producer appointments are being terminated.