I&RS Review Board

ENHANCEMENT REQUEST FORM

Submission Date: 3/25/14

Name/Phone #/E-mail Address:
Steve Kilbon,
413-744-6382,
skilbon@massmutual.com

Requesting Company Name(s): MassMutual

Type of Change: __X__ New

_____ Mod to Existing

_____ Legal Requirement

_____ Code List Add

Priority: __X__ Low (can wait until next release)

_____ Medium (Sooner than next release)

_____ High (Immediate action)

Application:

_____ ACATS/IPS

_____ Financial Activity Reporting (FAR)

_____ Access Platforms

_____ Fund Transfers (FTR)

_____ Asset Pricing (AAP)

_____ InForce Transactions (IFT)*

_____ Applications/Sub Pay (APP/SUB)

_____ Licensing & Appointments (LNA)*

_____ Attachments (ATT)*

_____ Positions and Valuations (POV)

_____ Commissions (COM)

_____ Replacements (RPL)

*For ATT, IFT and LNA please check the Access box if you want changes to be made to that platform as well.

Date Reviewed by Board: April 1, 2014

Decision Date: April 1, 2014

1) Overall Scope of the Enhancement (should include the Business Reason for the change):
MassMutual will be supporting a participating Whole Life product on Positions in the near future. One feature of the product is its payment of dividend to the policy owner. The owner has the option of selecting the method of payment for the dividend option:

- Cash
- Paid Up Additions
- Accumulation

Currently the transaction of paying a dividend is available on FAR, but the option the owner has chosen for the policy is not on Positions. This enhancement would be to add this to Positions.

2) **Recommended Record Layout Changes:**

Add an optional new field to the 13-01 with code list to identify the Dividend Option

2 byte field added to filler at end of 13-01

Field Name: Dividend Option  
Description: See Code List  
Item #: XXXX  
Required Indicator: O

<table>
<thead>
<tr>
<th>Code</th>
<th>Description</th>
<th>Standard Definition:</th>
</tr>
</thead>
<tbody>
<tr>
<td>CS</td>
<td>Cash</td>
<td>Paid to policy owner by check or ACH</td>
</tr>
<tr>
<td>PD</td>
<td>Paid Up Additions</td>
<td>Used to purchase participating paid up additional insurance.</td>
</tr>
<tr>
<td>DA</td>
<td>Accumulation</td>
<td>Dividends are held by the company and accumulate with interest</td>
</tr>
</tbody>
</table>

Add a Value Type Qualifier to communicate the last dividend payment as an amount on the 13-02.

<table>
<thead>
<tr>
<th>Code</th>
<th>Description</th>
<th>Standard Definition:</th>
</tr>
</thead>
<tbody>
<tr>
<td>DV</td>
<td>Last Dividend Payment</td>
<td>The amount of the most recent Dividend Payment</td>
</tr>
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</table>
3) **Business Scenario – (Used to determine Best Practices)**

Fields will be used for participating life insurance products that pay dividends.

4) **Standard Usage – (Should include specific field/code usage)**

If a Dividend Option is offered on a policy the Dividend Option should be provided and the Last Dividend Payment value should be sent. If the policy has not realized a dividend the Last Dividend Payment value would not be sent.

5) **Status Update:**

*Approved for September 2014*

**Revision History**

<table>
<thead>
<tr>
<th>Date</th>
<th>By</th>
<th>Version</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>03/27/14</td>
<td>Jon Volpe</td>
<td>0.1</td>
<td>Added req# and review date</td>
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