

Solutions for the Insurance Industry

InPayce™ Payout Processing Solution



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Over the next 15 years, a wave of baby boomers will transition into retirement.

Accumulated wealth in IRAs, defined contribution retirement plans, individual deferred annuities and mutual funds will start to be disbursed or paid out, requiring solutions that track, model, distribute, and service the various income streams. Easily adaptable, web-based tools will be the key to supporting your clients. More than ever before, you need a provider that can offer robust, automated solutions with the flexibility and scalability to support a range of payout models.

Seamless and Scalable Solutions

In the coming years, servicing platforms will need to support features to manage repetitive income streams such as the enablement of web-based transactions, multiple payee splits and levelization of payout income streams. Carriers and financial institutions will need to balance opportunities to grow their business against the costs of continually upgrading systems.

Annuity Payout Product Features

- A full suite of contractual annuity options
- Calculations done with the integrated actuarial workbench
- Fully compliant exclusion calculations and processing
- Fixed or variable payouts
- User-selectable Assumed Interest Rates for variable contracts
- Support for longevity insurance including exclusion calculation and processing
- Support for both qualified and non-qualified business

Service Features

- Premium handling (wire or check)
- Calculation and payment of commissions or interface with your commission systems
- OFAC/CIP validation and compliance
- Handling fund trades and unit price calculations
- Disbursements via check or EFT
- Full accounting for all movement of money
- Reconciliation of all accounts, money movement, and balances, both in units and dollars
- Survivorship monitoring (aka SSN sweeps) using Lexis-Nexis
- Policy printing and correspondence
- Tax reporting

Payout Quotes

Product Selection

Dynamic, interactive screens present retirement product choices based upon carrier specific rules such as age of applicant, state of applicant and tax qualification.



The screenshot shows the 'InPayce' Quotation Details screen. It features a sidebar with navigation tabs: Product, Detail, Annuity, Estimate, and Quotation Results. The main content area is titled 'Quotation Details' and includes a 'Quotation Date' of June 20, 2011. Below this, there are several sections: 'Issue State' with a dropdown menu showing 'Illinois', 'Indiana', 'Michigan', 'Minnesota', 'California', 'Colorado', 'Connecticut', 'Pennsylvania', and 'Florida'; 'Annuity Type' with radio buttons for 'Deferred' (selected) and 'Immediate'; 'Qualified' with radio buttons for 'Yes' (selected) and 'No'; 'Investment Type' with radio buttons for 'Fixed' and 'Variable' (selected); and a 'Product Name' field with the value 'Prima Income Annuity - Variable'. A 'Quote' button is located at the bottom right.

Payout Option

Based upon the configured product rules, select the retirement options desired for quoting. Multiple quotes can be captured and stored for later use by varying the payout income options.



The screenshot shows the 'InPayce' Payout Option screen. It features the same sidebar as the previous screen. The main content area is titled 'Payout Option' and includes a dropdown menu for 'Payout Option' with values 'Life Only', 'Certain and Life', 'Certain Only', 'Certain or Life (aka Term Life)', and 'Longevity'. To the right, there are fields for 'Life Category' (set to 'Joint') and 'Death Modification Factor' (set to 'Joint and Two-Thirds'). Below this is a table for 'Annuitant(s)' with columns for Name, DOB, and EOP. The table contains two rows: 'Joe Blago' (DOB: Jun 20 1954, EOP: Joint and Two-Thirds) and 'Ann Blago' (DOB: Feb 01 1956, EOP: Joint and Two-Thirds). There are 'Add' and 'Delete' buttons for each row. 'Quote' and 'Next' buttons are at the bottom right.

Payout Parameters

Instantly review the calculated income stream results. Seamlessly commit the quote and initiate the new business process or quote more options.

We offer the ability to solve for the initial investment amount or the desired income stream payment amount for each quote.



The screenshot shows the 'InPayce' Payout Parameters screen. It features the same sidebar. The main content area is titled 'Payout Parameters' and includes a table for 'Income Stream' with columns for Stream, Payout Option, Category, Name, DOB, and EOP. The table contains two rows: '1' (Life Only, Joint, Joe Blago, Jun 20 1954, Joint and Two-Thirds) and '1' (Life Only, Term, Ann Blago, Feb 01 1956, Joint and Two-Thirds). Below the table are several input fields: 'Rate Effective Date' (Jun 20 2011), 'Payment Start Date' (Sep 20 2011), 'Model' (Quarterly), 'Assumed Interest Rate' (5%), 'Consideration' (250000), 'Payout Amount' (2041.42), 'Cost Basis' (0), and 'Duration' (years). A 'Commit' button is at the bottom right. 'Quote' and 'Next' buttons are also present.

Committed to Your Growth and Success

In an era when insurance providers must balance growth against expense management, a robust technology and service payout solution that adapts alongside your business and the industry is a smart choice. At DST, we are committed to offering you that solution. We understand how to support your business in a cost-effective manner while providing leading service to you and your policyholders.

DST can help your company improve process performance and flexibility. Let us provide the comprehensive support your company needs to sustain your market value today, while creating additional customer value that will position you for the future.

Our InPayce™ payout administration solution accommodates:

- Single Premium Immediate Annuities (SPIA)
- Stand Alone Living Benefits
- Partial Annuitization of a Deferred Annuity
- Variable Payouts
- Longevity Annuities
- Life Settlement Options
- Deferred Annuity Living Benefit Riders
- Life Supplementary Contracts

Scalable, cost-effective outsourced solutions will help you bring your products to market in a timely manner, supporting your business growth and promoting policyholder satisfaction.

Experience from a Trusted Provider

DST leverages comprehensive strengths in recordkeeping technology, process innovation, business process management, and customer communications and output. Building on our reputation for solutions spanning the mutual fund, retirement, and healthcare verticals, we bring deep expertise to insurance servicing.

Contact Us

DST Systems is committed to delivering insurance solutions to support your business strategies.

Please contact Lisa Fox today at (813) 340-4349 or LIFox@dstsystems.com to learn more.

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