Circular Letter

April 10, 2014

TO: SPECIAL DISTRIBUTION FOR AGENCIES WITH LOW INCOME SUBSIDY

SUBJECT: LOW INCOME SUBSIDY ADJUSTMENTS

Background
On January 31, 2014, CalPERS ceased making Low Income Subsidy adjustments to employee and/or employer premium contributions and instituted an enhanced data exchange process with the Health Carriers.

Impact on contracting Public Agencies and Schools
As a result of this new process, you will no longer receive an employer credit netted in your monthly statement. Instead, you will receive a check directly from the Health Carrier which will be mailed to your Billing contact that appears in myCalPERS.

Questions
If you have any questions, please contact the CalPERS Customer Contact Center at 888 CalPERS (or 888-225-7377).

KAREN DeFRANK, Chief
Customer Account Services Division