Health Benefits
Circular Letter

February 7, 2020
Circular Letter: 600-006-20
Distribution: VI

To: All Public Agency Employers
Subject: Upcoming Change to the Complementary Annuitant Premium Program (CAPP) Billing Administration

Purpose

The purpose of this Circular Letter is to inform you of an upcoming change to the billing administration of the Complementary Annuitant Premium Program (CAPP) that will affect retirees currently enrolled.

CAPP is a program that allows retirees the option to remain enrolled in a CalPERS health plan when their retirement warrant does not cover the full portion of their health premium.

To simplify the program’s billing process and make it easier for your retirees to understand and pay their premium invoices, we are changing the way we administer CAPP billing. This change will become effective on March 7, 2020.

Retirees will begin to receive their full retirement warrant allowance and will be billed for their share of the health insurance premium amount. Health premium payments will continue to be due by the 10th of each month for the following month’s coverage. For example, the premium for the June coverage month is due by May 10.

Since employer contribution amounts for health premiums can vary, we will continue to direct retirees to contact their former employers if they have questions about the employer health premiums contribution amounts.
Questions

We are here to assist you and your retirees. If you have questions, call the CalPERS Customer Contact Center at 888 CalPERS (or 888-225-7377).

Rob Jarzombek, Chief
Health Account Management Division