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Circular Letter

CONTRACTING HEALTH BENEFITS OFFICERS AND ASSISTANT TO:

BENEFITS OFFICERS

CALPERS CONTRACTING AGENCY ADMINISTRATIVE FEE FOR SUBJECT:

FISCAL YEAR 2010/2011

CalPERS Administrative Fee

The Fiscal Year 2010/2011 California State Budget, which was approved by the Governor on October 8, 2010, changed the CalPERS administrative fee charged to Contracting Agencies participating in the CalPERS Health Program. Effective July 1, 2010, the administrative fee is reduced from 0.43% to 0.37% of your total premiums due for Fiscal Year 2010/2011.

Your December 2010 Public Agency Billing Invoice will reflect the changes to your administrative fee. All Contracting Agencies will also receive a retroactive correction of administrative fees on this billing invoice. The retroactive adjustment will cover the months of July, August, September, October, and November.

For More Information If you have any questions regarding this information, please call the CalPERS Employer Contact Center at 888 CalPERS (or 888-225-7377).

Sincerely,

HOLLY A. FONG, Chief Office of Employer and Member Health Services