

M E M O R A N D U M

To: PERSONNEL MANAGEMENT LIAISONS

Date: January 14, 1991

Reference Code: 91-04

THIS MEMORANDUM SHOULD BE DISTRIBUTED TO:**ALL PERSONNEL OFFICERS AND PERSONNEL TRANSACTION STAFF**From: **Department of Personnel Administration**Subject: **Dental Benefits for Exempt Employees Separating from State Service**

Existing law allows certain exempt employees who meet applicable eligibility requirements, and who are separating and pending retirement from State service, to continue their health and dental benefits by paying direct to the carrier. The current rate is 102% of the current State rate. While this rate is the same as the COBRA rate, continuation of coverage in these instances is not part of the COBRA. For the details of the law and specific eligibility requirements, please refer to the PERS Memorandum of December 24, 1990 which addresses the subject of SB 2026.

Enrollment Document - Delta Dental

Eligible exempt employees covered by Delta Dental who wish to pay direct should complete a "Delta 602" form. A completed sample of this form is attached for your reference. The following statement should be written in red at the top of each form: "Based on Section 22816.7 of the Government Code." These forms can be obtained from Delta Dental's Marketing Administration by calling (415) 972-8300. The enrollment document and the initial payment should be sent to PERS for verification of eligibility. PERS will forward the enrollment document and payment to Delta for processing.

Direct Pay Premium - Delta Dental

To continue dental benefits with Delta Dental, eligible exempt employees must make their direct premium payments on a quarterly schedule. After the initial enrollment, employees will be required to submit payments directly to Delta on or before the first day of the month that the quarter begins (January, April, July and October). Non-payment for two consecutive quarters will automatically disqualify the employee from this program.

The direct pay premiums for Delta Dental are as follows:

	<u>Monthly Rate</u>	<u>Quarterly Premium Amount Due</u>
One Party (one person enrolled)	\$25.46	\$ 76.38
Two Party (two people enrolled)	\$52.53	\$157.59
Three Party (three or more people enrolled)	\$74.12	\$222.36

To ensure that the quarterly premiums are credited properly, the employees should write their social security number and group number 9949-8601 on their payment checks.


Direct Pay for Prepaid Plans

Eligible exempt employees covered by a prepaid dental plan (CDHP, DentiCare or PMI) who wish to continue coverage through direct pay, should complete a Dental Plan Direct Payment Authorization Form (Std. 696). The following statement should be written in red at the top of each form, "Based on Section 22816.7 of the Government Code". The Std. 696 and the initial premium payment should be sent to the attention of Janice Yates, Statewide Dental Coordinator, Department of Personnel Administration, 1515 "S" Street, North Building, Suite 400, Sacramento, CA 95814-7243 (IMS Code is D-22). Subsequent direct payments should be made directly to the carrier.

The direct pay premiums for the prepaid plans will be done on a monthly basis as follows:

	<u>One Party</u>	<u>Two Party</u>	<u>Family (3 or more)</u>
CDHP	\$ 9.76	\$15.61	\$20.99
DentiCare	\$ 9.28	\$15.25	\$21.37
PMI	\$10.17	\$16.68	\$23.07

If you have any questions regarding the information in this memo, please contact Janice Yates at (916) 324-0535 or ATSS 454-0535.



Patricia Pavone, Chief
Benefits Division

Attachment

SAMPLE

Enrollment Application — Please print or type — press firmly

A ENROLLEE	Program(s) you are enrolling in: <input checked="" type="checkbox"/> DELTA DENTAL <input type="checkbox"/> DELTA Care (PMI) <input type="checkbox"/> DELTA Vision (PMI) <input type="checkbox"/> COBRA						For Delta/PMI use only Delta group number _____ PMI group number _____ Vision group number _____ Effective date _____ Ellg. code _____ <input type="checkbox"/> 18 mos. <input type="checkbox"/> 36 mos.			
	Name <u>John T. Doe</u> Social security number <u>444-88-1616</u> <small>First Middle initial Last</small>				Hire date <u> </u> / <u> </u> / <u> </u> <small>Month Day Year</small>				Group name <u>State of California</u> Location or branch <u>9949-8601</u> Local no. <u> </u>	
	Birth date <u>01/05/49</u> Sex <input checked="" type="checkbox"/> Male <input type="checkbox"/> Female <small>Month Day Year</small>				Marital status <input type="checkbox"/> Single <input checked="" type="checkbox"/> Married <input type="checkbox"/> Divorced <input type="checkbox"/> Separated				Employment status <input type="checkbox"/> Full-time <input type="checkbox"/> Retired <input type="checkbox"/> Part-time <input type="checkbox"/> Certificated <input type="checkbox"/> Union <input type="checkbox"/> Non-union <input type="checkbox"/> Classified	
	Mailing address <u>2123 First Street</u> Telephone <u>(916) 333-4444</u> City <u>Sacramento</u> State & Zip <u>CA 95814</u> <small>Street</small>				Prior social security number under Delta <u> </u>				Does your spouse have a dental plan? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
	If yes who is covered? <input type="checkbox"/> Yourself <input type="checkbox"/> Spouse <input type="checkbox"/> Dependent children				Other insurance company name? <u> </u>				Do you have dependent children? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
Are you enrolling your dependents? <input checked="" type="checkbox"/> Yes—Complete section B <input type="checkbox"/> No										
B DEPENDENTS	Spouse name <u>Mary S.</u> Add/Delete <u> </u> Sex <u>F</u> Birthdate <u>01/01/49</u> Marriage date <u> </u> / <u> </u> / <u> </u> <small>First Middle initial Last (if different)</small>									
	Child name <u>David R.</u> Sex <u>M</u> Birthdate <u>03/11/75</u> <small>First Middle initial Last (if different)</small>						If child is 19 or over (check one) <input type="checkbox"/> Full-time Student <input type="checkbox"/> Disabled			
C Please indicate dental location choice _____ Location number _____ Please indicate vision location choice _____ Location number _____										
Verification: I agree to continue membership in this program during employment and while the program is in force and I agree to comply with the terms of the group contract. Signature <u>John T. Doe</u> Date <u>12 / 26 / 90</u>										
D COBRA	Qualifying COBRA Event: <input type="checkbox"/> Termination <input type="checkbox"/> Divorced <input type="checkbox"/> Medicare <input type="checkbox"/> Retirement <input type="checkbox"/> Widowed <input type="checkbox"/> Overage dependent <input type="checkbox"/> Reduction in hrs. <input type="checkbox"/> Surviving dependent <input type="checkbox"/> Legal separation <input type="checkbox"/> Other _____						Qualifying date <u> </u> / <u> </u> / <u> </u> <small>Month Day Year</small>			
	I understand that I may be required by the employer to pay for these benefits. Signature <u>John T. Doe</u> Date <u>12 / 26 / 90</u>						Prior social security number under Delta <u> </u>			

