

# **Additional FAQs for Non-participating Localities that Opted-Out of the VRS fund as of July 1, 2011**

## **Responsibility changes and Administrative cost**

**Q: What will the Department of Accounts (DOA) charge for administrative costs?**

For FYs 2011 and 2012, the following fees are applicable:

- Eligibility Determination – review and analysis of each new claim form and related investigative report to determine eligibility and the amount due to the claimant for any out-of-pocket health insurance premium payments incurred between the eligibility date and the eligibility determination date will carry a one-time per case (i.e., per claimant) fee of \$1,575.00. This fee is subject to change at the beginning of FY 2013.
- Benefit Processing – review and analysis of health insurance coverage/premiums and billing, collecting and paying health insurance premiums for approved LODA claimants will carry an annual per case (i.e., per claimant) fee of \$160.00. The fee applied to all existing cases as of the start of FY 2011. This fee was included the invoice for FY 2011 costs, which is due June 1, 2012. The fee also applied to all existing cases as of the start of FY 2012. This fee was included in the invoice for FY 2012 costs. This fee will cease at the beginning of FY 2013.

**Q: Will the State Comptroller's office bill my locality for interest on the 2011 costs?**

Yes. Interest for FY 2011 costs has been calculated. An invoice will be mailed out in August, 2012 and will be due in 30 days.