

June 23, 2021

**Re: CalPERS Long-Term Care Rate Increases**

Dear CalRTA Members,

It has recently come to CalRTA's attention that policy holders of the California Public Employees Retirement System's (CalPERS) Long-Term Care Plan will be facing a 52 percent increase in November, and a potential additional 25 percent increase in the fall of 2022, based upon a \$2.1 billion shortfall to this fund. **As an organization, CalRTA never endorsed this plan.** In response to the announcement, I sent a letter to the CalPERS Board in June communicating CalRTA's concern and requested that the proposed premium increase be phased-in over the next decade.

CalRTA is concerned about the financial impact this change will ultimately have on a number of CalRTA members, particularly considering that some may have contributed hundreds of thousands of dollars to this fund over its lifetime, only to have this investment eliminated. If CalPERS would have given honest information to potential policy holders that they could face increases in their rates at the onset of the plan, retirees could have at least made a reasonable decision regarding their level of risk.

CalRTA will continue to fight these increases and will provide updates to our members as this issue develops. For more information about the CalPERS Long-Term Plan changes, visit the CalRTA website at: [www.calrta.org](http://www.calrta.org).

Sincerely,



Ron Breyer  
President  
California Retired Teachers Association