

## 2010 Carleton College Benefit Program Summary for Eligible Faculty

Carleton College offers a comprehensive program of benefits designed to provide a variety of protections for you and your family. The College contributes significantly to the cost of most of these benefits, and you may be required to contribute a portion of your pay to some. Benefits mandated by law, Social Security and Medicare, require significant contributions by both you and the College. Following is an outline of benefits available to you and a brief description of the coverage offered by each.

**Group Health Insurance** - The College offers a plan provided by Blue Cross and Blue Shield of Minnesota. Participants select one of three different plan options; a change in options may be made once per year and is effective on the following January 1.

**Options Blue** – This plan is a high deductible option offering preventative and catastrophic coverage with an employer funded health reimbursement account (HRA). This plan also offers a large (Aware) network of providers. Preventive care is covered at 100% to a maximum of \$500. Routine cancer screenings are covered at 100%. Prescription drugs requires a \$15 co-pay for generic drugs, a \$35 co-pay for brand name formulary drugs, or a \$55 co-pay for non-formulary brand name drugs. You may also receive coverage with non-network providers but can expect higher out-of-pocket costs and other restrictions.

**AWARE Preferred Provider Organization (PPO)** - This option offers preventative and catastrophic coverage through a large network of health care providers. This option covers eligible services at 80% through a large network of health care providers. Office visits require a \$35 co-pay. Preventive care is covered at 100%. Prescription drugs require at \$15 co-pay for generic drugs, a \$35 co-pay for brand name formulary drugs, or a \$55 co-pay for non-formulary brand name drugs. You may also receive coverage with non-network providers but can expect higher out-of-pocket costs and other restrictions.

**Accord HRA** – This plan is a high deductible option offering preventative and catastrophic coverage with an employer funded health reimbursement account (HRA). This plan also offers a large (Accord) network of providers, however differs slightly from the Options Blue Aware network (Mayo and Hazelton are not in the Accord network). Preventive care is covered at 100% to a maximum of \$500. Routine cancer screenings are covered at 100%. Prescription drugs require a \$15 co-pay for generic drugs, a \$35 co-pay for brand name formulary drugs, or a \$55 co-pay for non-formulary brand name drugs. You may also receive coverage with non-network providers but can expect higher out-of-pocket costs and other restrictions.

The 2010 employee cost per month for Options Blue is \$253.64 (family) and \$167.80 (single + one) and \$82.03 (single). AWARE PPO is \$404.67 (family) and \$256.36 (single + one) and \$121.34 (single). Accord HRA is \$223.88 (family) and \$148.24 (single + one) and \$72.74 (single). The cost associated with health coverage is not prorated for less than full-time employees. Participation in the group health insurance is optional. New employees may enroll the first of the month following date of hire, or coincident with the first of the month. Open enrollment is offered on an annual basis.

**Group Dental Insurance** - Eligible faculty members are able to enroll in the College-sponsored voluntary group dental program provided by Delta Dental. The College does not contribute to the plan but the group design allows you to purchase dental insurance at group premium rates. A variety of coverage and cost options are available. New faculty members may enroll the first of the month following date of hire. Open enrollment is offered every year. Monthly premiums are listed below for the two plan options that are available.

<b><u>Value Plan</u></b>		<b><u>Comprehensive Premier Plan</u></b>	
Employee only	\$31.40	Employee only	\$39.85
Employee plus spouse	\$63.00	Employee plus spouse	\$80.05
Employee plus children	\$59.30	Employee plus children	\$75.30
Family	\$101.90	Family	\$129.35

**Retirement Plan** - Individual annuities are purchased by you and the College from TIAA-CREF. Participating staff members contribute 2% of their salary to the plan and the College contributes 10%. Participation in the plan is mandatory.

All contributions are immediately vested. Contributions are required and are made on a tax-deferred basis. Accumulations compound on a tax-deferred basis.

If you wish, you may contribute more than 2% to the Retirement Plan. You may make tax-deferred contributions to a Supplemental Retirement Account (SRA) through TIAA-CREF. Like the Regular Retirement Plan, the accumulations compound on a tax-deferred basis. The College does not contribute to SRA accounts but you benefit through tax-deferred savings. Since there are limits to the amount that individuals may defer, anyone interested in contributing to an SRA account should contact TIAA-CREF in order to determine the maximum amount of deferral allowed. Participation in the Regular Retirement Plan is required. Participation in the Supplemental Retirement Account is optional.

**Group Life Insurance** - The College provides Group Term Life Insurance coverage to all eligible employees through The Hartford Insurance Company. The amount provided is based on a combination of factors that include your age and annual base pay. You are covered by this plan when you become eligible for employee benefits at Carleton and you are not required to contribute toward its cost. Coverage begins the first of the month following date of hire.

**Voluntary Group Term Life Insurance** - This plan allows employees the opportunity to purchase additional life insurance to supplement the College provided life benefit through The Hartford Insurance Company. The cost is based on age and the benefit amount chosen. Participation is optional. New employees may enroll the first of the month following date of hire.

**Long Term Disability** - If you become disabled, you receive benefits equal to approximately 60% of your current monthly salary and continued deposits to your retirement plan. Benefit payments begin after a three-month waiting period that begins on the date of total disability. You become eligible to participate in the Long Term Disability Plan the first of the month following date of hire, or coincident with the first of the month. You and the College share in the cost of Long Term Disability Coverage. Your cost is 0.520% of your annual salary. Participation in this plan is optional.

**Financial Planning Reimbursement** - A reimbursement is available to defray the costs associated with long-term financial planning advice provided by a certified financial planner, accountant, attorney, or other financial planning professional.

Eligible faculty members are those who work half-time or more for six continuous years. After this time, \$150 will be available. When the faculty member has reached age 50, an additional \$150 is available for a total reimbursement of \$300. For those faculty members 50 years or older with one year of service, the total of \$300 is immediately available.

Reimbursement amounts are considered taxable income, will be paid through payroll, and will be shown as "supplemental pay" on the employee's earnings statement.

**Flexible Spending Accounts** - Tax-sheltered Flexible Spending Accounts (FSAs) allow you to pay for certain expenses related to medical, dental, and dependent care costs with pre-tax salary dollars. To participate, you estimate what your annual minimum out-of-pocket costs will be and arrange to contribute that amount of your pay to build your account. Then, as you incur eligible expenses, you file a request for reimbursement from your account. Reimbursements may not exceed your estimated expenses (account balance). Claims processing and administration is outsourced with Optum Health. You forfeit money remaining in your account if you cannot claim it for the plan year. Therefore, you might want to predict your expenses conservatively. Participation in the Flexible Spending Account Program is voluntary and, although the College does not contribute monetarily to these accounts, the tax sheltering feature can result in significant savings for you. You may, of course, want to review the impact of participation in the Flexible Spending Account Program with your tax advisor.

**Employee Assistance Program** - All Carleton employees and their families have access to the Employee Assistance Program (EAP). The EAP is a confidential, professional assessment and referral service. The

College pays the cost of this service. The service provides assistance with, and is not limited to, problems such as drug and alcohol abuse, emotional stress, legal concerns, or financial difficulties. You or anyone in your family can call anytime for professional help.

***Toll-free:*** 1-800-828-6025

**Dependent Tuition Benefit** - Tuition benefits are available to faculty with six or more years of continuous employment. The benefit is taxable and is prorated for those who work part-time. The benefit will not exceed four regular academic years per dependent and a maximum of 12 academic years per eligible faculty member.

At Carleton the benefit is one-half of Carleton's tuition. At fully accredited colleges and universities other than Carleton, the benefit is either:

- 50% of tuition up to a maximum of 33% of Carleton's tuition or
- Payment of guarantee fee and loan interest on a bank loan equal to 70% of Carleton's tuition while the child is a full-time, undergraduate student. The subsidy would continue whenever eligible siblings are full-time, undergraduate students.

**Domestic Partners** - The College provides a domestic partner program for faculty and staff members who are part of committed, non-traditional relationships. Program details that include a description of benefits and program eligibility criteria may be obtained from Human Resources or on our web site at [http://apps.carleton.edu/campus/human\\_resources/benefits\\_and\\_insurance/taxissuesrelatedtononqualifieddependentsincludingdomesticpartners/](http://apps.carleton.edu/campus/human_resources/benefits_and_insurance/taxissuesrelatedtononqualifieddependentsincludingdomesticpartners/).

**Social Security and Medicare** - Social Security and Medicare benefits are designed to help provide financial stability during retirement or periods of permanent disability. The College is required to match your tax contributions to these programs. In 2010 your tax rate equal 6.2% (Social Security) and 1.45% (Medicare) and are matched in full by the College. The amount of tax paid by both the College and you equals more than 15% of your salary. Benefit levels are set by Congress and may not be directly related to the taxes you paid during your years of employment. Participation in the programs by you and the College is required.

**Credit Union** - Carleton Faculty and Staff may elect to participate in services offered by the Oak Trust Credit Union. The College does not contribute to the services provided by the credit union. Please contact Oak Trust Credit Union at (800) 232-6728 or (630) 792-0100 or visit [www.oaktrust.com](http://www.oaktrust.com) for membership details.

*In the event of any differences between these summary statements and official information on benefit plans in the College's files, the latter will apply and govern in all cases.*

Additional information on all benefit programs is available from the College's Human Resources Office, (507) 222-5989.

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