



Retirement and Insurance Service
Payroll Office Letter

Number: P-00-12

Date: June 27, 2000

SUBJECT: FEGLI Option C Withholding Rates and Age Bands

This is to remind you of the change in the Federal Employees' Group Life Insurance (FEGLI) withholdings rates and age bands for Option C. As discussed in Payroll Office Letter P-99-13, dated April 28, 1999, new withholding rates and age bands for Option C were effective on the first pay period that started on or after *April 24, 2000*.

Please verify that you have implemented the new Option C age bands and withholding rates, as follows:

	AGE BAND	WITHHOLDING RATE	
		BIWEEKLY	MONTHLY
	Ages 60 through 64 *	\$2.60 per multiple	\$5.63 per multiple
NEW→	Ages 65 through 69	\$3.00 per multiple	\$6.50 per multiple
NEW→	Ages 70 and over	\$3.40 per multiple	\$7.37 per multiple

* The rates for age band 60-64 have not changed.

We have received several inquires about FEGLI *Option B* withholdings rates and age bands. Please be advised that we have *not* changed the Option B withholdings rates or age bands. The Option B withholding rate for those 65 and over remains \$.70 for biweekly pay periods and \$1.517 for monthly. As we stated in regulations published on April 27, 1999, we will review the need for new Option B age bands and withholdings rates. Changes, if any, will be made no sooner than April 24, 2001 and will be phased-in.

If you should have any questions regarding this information, please contact us on (202) 606-0606, or via email at finance@opm.gov.

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 Financial Policy Staff
 Retirement and Insurance Service