

GOLDEN STATE RISK MANAGEMENT AUTHORITY

Payment Options and Interest Rate Policy

ADOPTED:

07/13/2016

POLICY

Golden State Risk Management Authority (GSRMA) allows members to elect a payment plan for their annual contribution as follows:

- a. Members may elect bi-annual, quarterly or monthly payment options, rather than a single annual payment.
- b. The first payment is due the first day of the new coverage year, or the first day of coverage for coverage beginning mid-year.
- c. Interest shall be charged on the total outstanding contribution amount and compounded monthly or quarterly, based on the payment plan elected.
- d. The annual interest rate used for the coverage year will be calculated as follows: The LAIF rate published for the month of June prior to the new coverage year plus .5% and rounded to the nearest quarter percent,
- e. Late payments, that is payments not made within 30 days of their due date, shall result in the total outstanding contribution being due and payable,
- f. Members with outstanding balances at the end of a coverage year will not be eligible to participate in a payment plan for the following coverage year.