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Correspondence Memorandum

Date: October 18, 2019
To: Group Insurance Board
From: Tim Steiner, Director
Bureau of Budget, Contract Administration & Procurement
Subject: Group Insurance Board (GIB) Authority Contracts Update

This memo is for informational purposes only. No Board action is required.

Contracts and Amendments Executed Since the August 2019 Update

- **Wisconsin Health Information Organization (WHIO):** ETF executed an amendment under the 2012 WHIO, ETF, and Department of Health Services (DHS) contract that pays WHIO a one-time fee of \$1,700 to add provider system and clinic codes to its biannual submission of Provider Registry data to ETF's data warehouse provider signed by the ETF Secretary.

Contracts and Amendments Currently Pending

- **Wisconsin Health Information Organization (WHIO):** ETF continues to work with WHIO on a new contract beginning January 1, 2020, which modifies the current arrangement of a three-party contract with DHS to a contractual relationship strictly between ETF and WHIO.
- **UnitedHealthcare (UHC) Medicare Advantage Program:** UHC's current contract term ends December 31, 2021. There are two additional two-year renewal periods remaining. ETF continues to negotiate with UHC on language in the 2020 plan year Group Health Insurance Program Agreement regarding the requirement to submit data to WHIO.
- **Data Warehouse:** Discussions are underway with IBM to address refinement of performance guarantees and extend the contract term.

Reviewed and approved by Pamela Henning, Assistant Deputy Secretary

Pamela L Henning Electronically Signed 10/25/19

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- **Contract Compliance Audit Services for the Pharmacy Benefit Program:** The current contract with PillarRx is nearing completion. PillarRx has been awarded a new contract to continue contract compliance audits for the pharmacy benefit program, which is expected to begin January 1, 2020.

Other Updates:

Consulting actuary services for the health insurance programs are currently provided by Segal Consulting through an evergreen contract, which continues until cancelled. Annual renewals are not completely automatic, as they involve review of the vendor's performance by ETF and the Board and negotiation of an inflationary cost increase.

Segal satisfied its 2019 contract performance requirements and the results of the 2019 Board and ETF performance review of Segal are satisfactory. Suggestions for improvement include:

- ETF provides Segal's presentation materials to Board members earlier to allow more review time; and
- Segal's Board presentations use brief bullets with key information and provide a formal actuarial memo with necessary detail.

Staff will be available at the meeting to answer any questions.