

STATE OF WISCONSIN Department of Employee Trust Funds

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Correspondence Memorandum

Date: April 17, 2020

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 February 2020 Update

Wisconsin Health Information Organization (WHIO):

ETF executed a new contract with WHIO paying WHIO \$14,000 annually to submit Provider Registry data twice a year to ETF's data warehouse vendor (IBM) for inclusion into ETF's data warehouse—Data, Analytics and InSIghts (DAISI). This is an evergreen contract which continues until either party gives the other 60 days' notice to terminate. This is not a GIB contract but an ETF contract that augments provider data supplied to ETF's data warehouse and used by ETF and the health insurance actuary. The ETF Secretary signed this contract in January 2020.

Segal Health Insurance Actuarial Services:

Amendment #11 with Segal was signed by the ETF Secretary as delegated by the GIB May 2019 meeting:

- describes the scope of work for Segal to provide an actuarial valuation for the state retiree health insurance program. This valuation is prepared for the Department of Administration (DOA) as it is required for the State of Wisconsin's Comprehensive Annual Financial Report. Therefore, DOA reimburses ETF for this work under a memorandum of understanding (MOU), and
- documents the annual It's Your Choice health insurance deliverables timetable and penalties for plan year 2020. This work is part of the annual retainer fee ETF pays Segal.

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Data Warehouse:

Amendment #3 with IBM was signed by the Board Chair which extends the data warehouse contract for two (2) years, through December 31, 2022, as was approved at the November 2019 Group Insurance Board meeting. This amendment replaces the original performance guarantees with a revised version effective April 1, 2020 and documents the agreement between ETF and IBM to use a flat file format for data submissions.

Contracts and Amendments Currently Pending

UnitedHealthcare (UHC) Medicare Advantage Program:

UHC's current contract term ends December 31, 2021. There are two additional twoyear 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.

Request for Proposals

Uniform Dental Benefits:

Request for Proposals (RFP) ETJ0045 for Third-Party Administration of Uniform Dental Benefits was published April 15, 2020 on ETF's website <u>https://etf.wi.gov/procurement</u>. The benefit period for this procurement will start January 1, 2022.

Other Contract-related Updates

Wellness:

In March 2020, StayWell was purchased by WebMD (an Internet Brands Company). The Group Insurance Board chair signed a contract amendment on April 22, 2020 to:

- extend the term of the contract through December 31, 2021 (as approved by the GIB at its November 2018 meeting);
- update the Department Terms and Conditions; and
- provide notice of the WebMD acquisition, revised data submission requirements and penalties, new platform specifications, and flu shot clinic pricing and assumptions for 2020.

Pharmacy Benefits:

In March 2020, Navitus announced a new partnership with Costco, which is purchasing a minority ownership share in both Navitus and Lumicera, the specialty pharmacy provider.

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