



STATE OF WISCONSIN
Department of Employee Trust Funds
 A. John Voelker
 SECRETARY

Wisconsin Department
 of Employee Trust Funds
 PO Box 7931
 Madison WI 53707-7931
 1-877-533-5020 (toll free)
 Fax 608-267-4549
 etf.wi.gov

Correspondence Memorandum

Date: April 16, 2021
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 2021 Update

Segal Health Insurance Actuarial Services:

Amendment #13 with Segal was signed by the Employee Trust Funds (ETF) Secretary on February 24, 2021 for Preparation of the Other Postemployment Benefit (OPEB) information at a cost of \$40,000, for which ETF will be reimbursed by the Department of Administration as documented in a 2021 interagency agreement.


Amendment #14 with Segal was signed by the ETF Secretary on April 15, 2021 for documenting the 2021 Annual Health Insurance Dates and Deliverables Timetable for the 2021 IYC rate setting plan. This was a no-cost amendment because this work is part of Segal's annual retainer fee.

PillarRx Compliance Audit Services for Pharmacy Benefits Manager (PBM) Contract:

Amendment #1 with PillarRx was signed by the ETF Secretary in March 2021 for compliance audits on the PBM contract for years 2021-2024 at a cost of \$113,000 per year.

Navitus Pharmacy Benefits Manager:

Amendment #4 with Navitus was signed by the Board Chair on January 29, 2021. It extended the pharmacy contract for three years, from January 1, 2022 through December 31, 2024, added Guaranteed Pricing Terms for this period, and updated Department terms and conditions. This extension was authorized by the GIB at the November 18, 2020 meeting ([Ref. GIB | 11.18.20 | 8B](#)).

Reviewed and approved by Pamela Henning, Assistant Deputy Secretary
 Electronically Signed 5/3/21

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GIB	5.12.21	14C

Data Warehouse:

Amendment #5 with IBM was signed by the Board Chair on March 23, 2021. It was a no-cost amendment that replaced the original American Medical Association and American Dental Association license agreement with a new one, increased the number of Department Advantage Suite licenses to 10, and added an export control term to the contract.

Amendment #6 with IBM was signed by the Board Chair on April 15, 2021. It adds a subscription to IBM's Benefits Mentor software and implementation services for \$359,574.34 in fiscal year 2021. Future year costs are dependent on the number of employees using the tool. The tool is expected to first be available to members starting July 2021. This amendment was authorized by the GIB at the November 18, 2020 meeting ([Ref. GIB | 11.18.20 | 6](#)).

Contracts and Amendments Currently Pending

Data Warehouse:

Amendment #7 with IBM is being negotiated to extend the data warehouse contract seven (7) years from January 1, 2023 through December 31, 2029 with the option for an additional three (3)-year renewal, which would extend the contract through December 31, 2032. This extension to the current IBM contract was authorized by the GIB at the February 5, 2020 meeting ([Ref. GIB | 02.05.20 | 7](#)).

Uniform Dental Benefits:

A contract for Uniform Dental Benefits is being negotiated with Delta Dental of Wisconsin for the period January 1, 2022 through December 31, 2026 with the option for renewal for two (2) additional two (2)-year terms.

Life Insurance

A contract for Third-Party Administration of the Wisconsin Public Employers Group Life Insurance Program is being negotiated with Securian/Minnesota Life for the period January 1, 2022 through December 31, 2028 with the option for renewal for two (2) additional two (2)-year terms.

Income Continuation Insurance

A contract for Third-Party Administration of the State of Wisconsin Income Continuation Insurance Program is being negotiated with The Hartford for the period January 1, 2022 through December 31, 2026 with the option for renewal for one (1) additional two (2)-year term.

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