

November 16, 2005

City of Milwaukee
Attn: Michael Brady
200 E. Wells Street
Milwaukee WI, 53202

1. Effective January 1, 2006, WPS Administrative Services agrees to administer Medical run-out claims until December 31, 2006 for City of Milwaukee.
2. WPS Administrative Services will bill you \$79.50 per medical employee (active employees) and \$69.36 per employee (Medicare Prime employees) for the processing of run-off claims incurred prior to January 1, 2006, and received after January 1, 2006 through June 30, 2006. The December 1, 2005 enrollment will be used to calculate the amount due. (\$26.50/ee times 3 months = \$79.50) (\$23.12/ee times 6 months = \$69.36).
3. After June 30, 2006, WPS Administrative Services will continue to process claims at a cost of \$18.00/claim, until December 31 2006.
4. Any claims that are NOT paid by December 31, 2006 will be declined. The Explanation of Benefits (EOB) will reflect an URL Code that instructs the claimant to "Please submit the claim(s) to the customer's new Insurance Company."
5. Starting end-of-day on December 27, 2005, we will hold claims and will release them for processing upon receipt of this signed document. Please sign and return at your earliest convenience.

SIGNATURE: _____
Michael Brady Date
City of Milwaukee

SIGNATURE: _____
Caroline Berghammer Date
Director, Market Services

SIGNATURE: _____
Sharon Whitwam Date
Vice President