

May 14, 2009

The Honorable Common Council
Finance and Personnel Committee
200 East Wells Street
Milwaukee, WI 53202

**RE: WORKERS COMPENSATION THREE YEAR CONTRACT EXTENSION
WITH CORVEL FOR 2009-2011**

Dear Ladies and Gentlemen:

Please introduce a file for the next Finance and Personnel Committee Meeting to authorize the Department of Employee Relations with the approval of the City Attorney's office to extend a contract between the City of Milwaukee, other government employers and CORVEL to provide a Preferred Provider Network discount and Pharmacy Benefit Management services for those employees using Workers Compensation services.

There is no direct cost to the budget for this service since CORVEL is paid through a percent of savings agreement. The percent of savings paid to CORVEL will not change in this contract. This contract has helped the City avoid over \$10,000,000 in Workers Compensation medical costs during the past three years. The contract extension would be from January 1, 2009 through December 31, 2011.

Thank you for your support and assistance. A draft resolution is attached. No fiscal note is attached since there is no additional cost to the City.

Sincerely,

Michael Brady
Employee Benefits

City Attorney Grant Langley
Dennis Yaccarino, Budget Office
Marianne Walsh, Legislative Reference Bureau
Maria Monteagudo
Burma Hudson