



Department of Employee Relations

April 19, 2011

Tom Barrett  
Mayor

Maria Monteagudo  
Director

Michael Brady  
Employee Benefits Director

Troy M. Hamblin  
Labor Negotiator

Alderman Michael Murphy, Chairman  
City of Milwaukee Common Council Finance and Personnel Committee  
200 East Wells Street, Room 205  
Milwaukee, WI 53202

**File No: 101502 a Request for Proposal for a Prescription Benefit Manager**

Dear Alderman Murphy:

The Department of Employee Relations (DER) with Willis of Wisconsin will prepare a request for proposal (RFP) for a Prescription Benefit Manager (PBM) for a three-year period. The City last went out to bid on this contract in 2008 and awarded a three year contract to Navitus Health Solutions for 2009 through 2011.

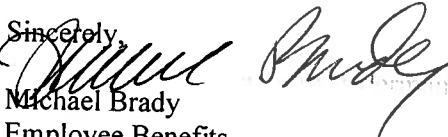
The City at the direction of Alderman Michael Murphy has been working with other Milwaukee governmental groups, including – Milwaukee County, Milwaukee Public Schools, Milwaukee Sewage District and Milwaukee Area Technical College – and has invited them to participate in this RFP process. The City will review the value of the current transparent PBM model and the value of traditional PBM model as part of this process. The process will allow the City flexibility as to any design changes in the employee contributions for medications that would better control the cost for both employees and the City, if those changes are to be made at a later date.

The process will allow the City and other governmental bodies the options of reviewing the response individually or collectively and responding individually or collectively. The City will select a vendor through this process. Other governmental groups may select a vendor through this process. The process will indicate the value of a collaborative effort.

The City will review the responses to the RFP and report back to the Finance and Personnel committee with a recommendation regarding the best option for a PBM. Approval of this resolution allows the City to proceed with the RFP. There is no fiscal impact.

If you have any questions or comments regarding this file, please contact me at [mbrady@milwaukee.gov](mailto:mbrady@milwaukee.gov) or 286-2317 if you have any questions.

Sincerely,

  
Michael Brady  
Employee Benefits

CC: Maria Monteagudo, DER  
Troy Hamblin, DER  
Dennis Yaccarino, Budget