

May 11, 2016

Aldерwoman Milele Coggs, Chairwoman
City of Milwaukee Common Council Finance and Personnel Committee
200 East Wells Street, Room 205
Milwaukee, WI 53202

File No: 151560 Flexible Spending Account contract extension for 2017

Dear Aldерwoman Coggs and Finance Committee Members:

The City of Milwaukee currently provides an IRS Section 125 Flexible Spending Program administered by Eflexgroup (now known as TASC). Common Council file #130113 adopted on July 5, 2013, authorized the City to enter into a contract with Eflexgroup for up to six years, beginning January 1, 2014 following a request for proposal process in which Eflexgroup was one of eleven bidders.

The Section 125 Program includes a Flexible Spending – Medical plan, a Flexible Spending – Dependent Care plan, a Flexible Spending – Parking plan, and a Health Reimbursement Account associated with the Healthy Rewards portion of the Wellness Program.

The Department of Employees (DER) wishes to enter into a one year extension contract with TASC (formerly Eflexgroup) based on their service, their fixed price for six years, and their ability to manage the new Health Reimbursement Account. The current contract will end December 31, 2016.

There will be no change in the fees the City pays for servicing the Section 125 program for the next year. 15

Please contact me if you have any questions or comments regarding his file.

Sincerely,

Maria Monteagudo, Director
Employee Relations

CC: Deborah Ford, Labor Relations
Renee Joos, DER
Ellen Tangen, City Attorney's Office
Dennis Yaccarino, Budget Office