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From the Director of Employee Benefits Administration, Department of Human Resources, requesting authorization to execute contract extensions with UnitedHealthcare and Optum Rx for Third Party Administrative (TPA) services for Milwaukee County and Milwaukee County Transit System medical and pharmacy plans with no cost impact to the current year but with subsequent years costs of \$1,600,000 effective January 1, 2020 through December 31, 2022, by recommending adoption of the following:

**A RESOLUTION**

WHEREAS, Milwaukee County’s (the County) current contract with United Healthcare for Third Party Administrative services for the County and Milwaukee County Transit System (MCTS) health plan expires on December 31, 2019; and

WHEREAS, the County’s current contract with United Healthcare’s subsidiary, Optum Rx, for pharmacy benefit manager services for the County, and the MCTS health plan expires on December 31, 2019; and

WHEREAS, the County, in coordination with Willis of Wisconsin, MCTS, and the City of Milwaukee, evaluated a proposal for a three-year contract renewal; and

WHEREAS, United Healthcare’s combination of administrative costs and network access provide the optimal financial performance available to the County and MCTS’ health plans; and

WHEREAS, the pharmacy pricing terms offered by Optum Rx continue to lead the market; and

WHEREAS, United Healthcare and Optum Rx combined together to provide efficient, high-quality coverage options that the County and MCTS have designed for its active employees, pre-Medicare, and Medicare-eligible employees; and

WHEREAS, United Healthcare has a successful track record of complying with and exceeding the County’s Disadvantaged Business Enterprise goals; and

WHEREAS, United Healthcare was found to be uniquely positioned, by virtue of the strength of their provider network contracts in the greater Milwaukee area, to administer the health plans for the County, MCTS, and the City of Milwaukee; and

WHEREAS, the Committee on Finance and Audit, at its meeting of December 12, 2019, recommended adoption of File No. 19-931 (vote 6-0); now, therefore,

46 BE IT RESOLVED, the Director of Employee Benefits Administration,  
47 Department of Human Resources, is hereby authorized to execute contract  
48 amendments with United Healthcare and Optum Rx, in the amount of \$1,600,000 in  
49 subsequent years, extending services for Milwaukee County and Milwaukee County  
50 Transit System group health plans for active employees and retirees from January 1,  
51 2020, through December 31, 2022.

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