

**RESOLUTION  
ROCK COUNTY BOARD OF SUPERVISORS**

Finance Committee  
INITIATED BY

Finance Committee  
SUBMITTED BY



Amy Spoden, Human Resource Analyst  
DRAFTED BY

October 14, 2011  
DATE DRAFTED

**TITLE**

**AUTHORIZING CONTRACT FOR SECTION 125 PLAN  
(FLEXIBLE SPENDING ACCOUNT)**

1 WHEREAS, Section 125 of the Internal Revenue Code allows employees to fund certain specific expenses with  
2 pre-tax dollars; and,  
3  
4 WHEREAS, the allowable expenses include employee portions of group insurance premiums, uninsured  
5 medical expenses (such as deductibles; co-pays and vision insurance) and qualified child and/or dependent care  
6 expenses; and,  
7  
8 WHEREAS, amounts employees elect to deduct for Section 125 qualified expenses are not subject to Federal,  
9 State or Social Security taxation; and,  
10  
11 WHEREAS, Rock County has offered a Section 125 Plan to its employees since July 1, 1991, which has been  
12 administered by Employee Benefits Cooperative of Madison, Wisconsin; and,  
13  
14 WHEREAS, EBC has provided a rate guarantee for calendar year 2012 at \$3.35 per participant per month;  
15 which is the same rate as the current year contract; and,  
16  
17 WHEREAS, EBC has contractually committed to guarantee that Rock County's savings from the employer's  
18 portion of Social Security taxes will meet or exceed the costs of administering the program; and,  
19  
20 WHEREAS, EBC's contract costs from 1991 to present have been less than the actual Rock County savings  
21 from the exemption of the employer's share of Social Security taxes.  
22  
23 NOW, THEREFORE, BE IT RESOLVED, that the Rock County Board of Supervisors duly assembled on this  
24 27<sup>th</sup> day of October, 2011 does hereby authorize and direct the County Board Chair and County Clerk  
25 to enter into a contract with Employee Benefits Cooperative of Madison, Wisconsin to administer Rock  
26 County's Section 125 Plan (Flexible Spending Account) for the period January 1, 2012 through December 31,  
27 2012 at a cost of \$3.35 per participant per month.

Respectfully Submitted,

FINANCE COMMITTEE

Mary Mawhinney  
Mary Mawhinney, Chair

Sandra Kraft  
Sandra Kraft, Vice Chair

Mary Beaver  
Mary Beaver

David Diestler  
David Diestler

J. Russell Podzilni  
J. Russell Podzilni

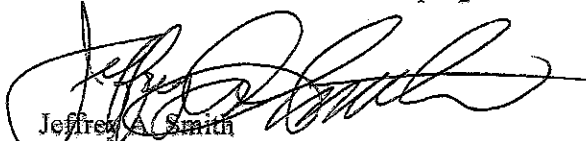
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AUTHORIZING CONTRACT FOR SECTION 125 PLAN (FLEXIBLE SPENDING ACCOUNT)

Page 2

FISCAL NOTE:

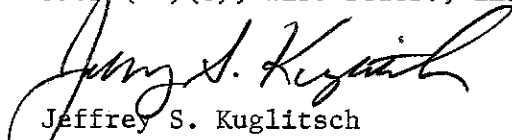
As stated in the body of the resolution, the contract administrator has guaranteed that the County's savings will meet or exceed the costs of this program.



Jeffrey A. Smith  
Finance Director

LEGAL NOTE:


The County Board is authorized to take this action pursuant to §§ 59.01 and 59.52(11)(c), Wis. Stats., and to the cited Internal Revenue Code provisions.



Jeffrey S. Kuglitsch  
Corporation Counsel

ADMINISTRATIVE NOTE:

Recommended.



Craig Knutson  
County Administrator