AN ORDINANCE AUTHORIZING CHANGE ORDERS TO CONTRACTS APPROVED BY THE TRANSIT BOARD

WHEREAS, Contract change orders that individually or cumulatively increase the original contract value by more than 10% or by more than \$500,000.00 require approval by the Chicago Transit Board; and

WHEREAS, Contract change orders that extend the contract completion or termination date by more than twelve months require approval by the Chicago Transit Board; and

WHEREAS, The following change orders, either individually or cumulatively with previous change orders, increase the original value of the respective contract by more than 10% or \$500,000.00 and/or extend the contract completion or termination date by more than twelve months and the Board has determined that such increases and extensions are in the best interest of the Chicago Transit Authority; now, therefore:

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. The Chairman of the Chicago Transit Board, or his designee, and the President of the Chicago Transit Authority and Vice President of Purchasing and Supply Chain, or their designees, are hereby authorized to execute the following contract change orders:

1.1 Contract No. B16OP03322 – WageWorks, Inc.

Original Ordinance No. 016-129

Description: Flexible Spending Account Program Administration and COBRA Administration for Three Years with Two One-Year Options Effective January 1, 2017.

This Change Order No. 1 will authorize additional funding for the time extension period. The current contract is for the administration of flexible spending programs for both the health care and dependent care accounts. WageWorks serves as the Chicago Transit Authority's administrator for COBRA compliance and billing. WageWorks administers COBRA benefits based on federal regulations. In addition, WageWorks handles the ongoing administration of the Flexible Spending Accounts based on IRS regulations. The Human Resources Department requested a one-year extension to the contract between WageWorks and CTA. The extension was issued via letter. This change order requests funding of \$150,000.00 for the one-year extension.

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This will allow WageWorks to continue to administer the recent COBRA continuation regulations enacted with the American Rescue Plan Act of 2021 (ARPA) as the new ARPA requirements have increased participation in COBRA benefits. The circumstances said to necessitate the change in performance were not reasonably foreseeable at the time the contract was executed.

Change Order No. 1: \$150,000.00

Revised Contract Amount: \$ \$450,000.00

SECTION 2. This ordinance shall be in full force and effect from and after its passage.

APPROVED:	PASSED:
Chairman	Assistant Secretary
August 11, 2021	August 11, 2021