

# **Flex Compensation, Inc.**

www.flexcompensation.com

Mailing address: PO Box 220, Minneapolis, MN 55440-0220  
Street address: 600 S. Hwy 169, Suite 1570, St. Louis Park, MN 55426  
(952) 544-8332 (800) 333-5597 Fax: (952) 544-8287

February 25, 2007

Kelly A. Ayotte, Esq.  
Office of the Attorney General  
New Hampshire Dept of Justice  
33 Capitol Street  
Concord, NH 03301

RE: Report of Security Breach

To Whom It May Concern:

This letter is in to advise that a laptop computer was recently stolen from the offices of Flex Compensation, Inc. (FCI). Flex Compensation provides benefit administration services to employers and union groups. We provide reimbursement account administration for flexible spending account and health reimbursement arrangements, billing for benefit continuation following termination of employer-provided coverage, and benefit enrollment services.

The laptop contained personal information for approximately 63,400 participants (71 from the State of New Hampshire), and we will be sending notification to all affected individuals by February 27, 2007.

Please do not hesitate to contact either one of us if you have any questions or should you require further information regarding the incident.

Sincerely,

Gary Bohline, President  
President / Security Officer  
952-541-6335

Shannon Mealy-McCarthy  
Mgr. of Benefits Admin / Privacy Officer  
952-541-6333