



GENERAL ASSEMBLY OF THE STATE OF TENNESSEE
FISCAL REVIEW COMMITTEE

320 Sixth Avenue, North – 8th Floor
NASHVILLE, TENNESSEE 37243-0057
615-741-2564

Sen. Bill Ketron, Chairman
Senators

Douglas Henry Reginald Tate
Brian Kelsey Ken Yager
Eric Stewart
Randy McNally, *ex officio*
Lt. Governor Ron Ramsey, *ex officio*

Rep. Curtis Johnson, Vice-Chairman
Representatives

Tommie Brown David Shepard
Jim Coley Tony Shipley
Charles Curtiss Curry Todd
Johnny Shaw Mark White
Charles Sargent, *ex officio*
Speaker Beth Harwell, *ex officio*

MEMORANDUM

TO: The Honorable Mark Emkes, Commissioner
 Department of Finance and Administration

FROM: Bill Ketron, Chairman, Fiscal Review Committee
 Curtis Johnson, Vice-Chairman, Fiscal Review Committee

DATE: June 22, 2011

SUBJECT: **Contract Comments**
 (Fiscal Review Committee Meeting 6/21/11)

RFS# 317.86-020 (Edison # 2030)

Department: Finance & Administration/Benefits Administration

Vendor: MedAmerica Insurance Company

Summary: The vendor is responsible for Long Term Care Insurance Plan administrative services. The proposed amendment decreases maximum liability by \$58,000,000; adds the *Prohibition of Illegal Immigrants* language; reflects a premium rate increase; and expands the plan to Local Education and Local Government agencies.

Current maximum liability: \$75,000,000

Proposed maximum liability: \$17,000,000

After review, the Fiscal Review Committee voted to approve the contract amendment.

cc: Ms. Laurie Lee, Executive Director, Benefits Administration
Mr. Robert Barlow, Director, Office of Contracts Review