



GENERAL ASSEMBLY OF THE STATE OF TENNESSEE
FISCAL REVIEW COMMITTEE

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NASHVILLE, TENNESSEE 37243-0057
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Brian Kelsey Ken Yager
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MEMORANDUM

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

FROM: Senator Bill Ketron, Chairman
 Representative Curtis Johnson, Vice-Chairman

DATE: February 13, 2012

SUBJECT: CORRECTED Contract Comments
 (Fiscal Review Committee Meeting 1/31/12)

BK
CJ

RFS# 318.65-00257 (Edison # 12051)
Department: Finance & Administration/Bureau of TennCare
Vendor: SXC Health Solutions, Inc.

Summary: The vendor is responsible for pharmacy benefit management and preferred drug list services. The proposed amendment extends the current contract one year through May 31, 2013, and increases the maximum liability by \$10,000,000.

Current maximum liability: \$49,500,000
Proposed maximum liability: \$59,500,000

After review, the Fiscal Review Committee voted to recommend approval of the contract amendment.

cc: The Honorable Darin Gordon, Deputy Commissioner
 Ms. Jessica Robertson, Chief Procurement Officer
 Mr. Robert Barlow, Director, Office of Contracts Review