



GENERAL ASSEMBLY OF THE STATE OF TENNESSEE  
FISCAL REVIEW COMMITTEE

320 Sixth Avenue, North – 8<sup>th</sup> Floor  
NASHVILLE, TENNESSEE 37243-0057  
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**Sen. Bill Ketron, Chairman**

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Brian Kelsey             Ken Yager  
Steve Southerland  
Randy McNally, *ex officio*  
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Matthew Hill                Tim Wirgau  
Charles Sargent, *ex officio*  
Speaker Beth Harwell, *ex officio*

**M E M O R A N D U M**

TO:                    Mike Perry, Chief Procurement Officer  
                          Department of General Services

FROM:                Senator Bill Ketron, Chairman *BK*  
                          Representative Mark White, Vice-Chairman *MW*

DATE:                August 21, 2013

SUBJECT:            **Contract Comments**  
                          (Fiscal Review Committee Meeting 8/19/13)

**RFS# 317.86-00104 (Edison # 22047)**

**Department: Finance and Administration/Benefits Administration**

**Vendor: Cigna Health and Life Insurance Company (formerly Connecticut General Life Insurance Company)**

**Summary: The vendor provides medical claims administration services for state, local education, and local government members for the West PPO Grand Division of Tennessee. The proposed amendment; increases the maximum liability by \$17,320,000; revises payment methodology regarding subrogation reimbursement; reflects a name change; and makes various changes to Attachment D – Subrogation Requirements.**

**Current maximum liability: \$21,652,236**

**Proposed maximum liability: \$38,972,236**

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

cc: The Honorable Larry Martin, Commissioner