



GENERAL ASSEMBLY OF THE STATE OF TENNESSEE
FISCAL REVIEW COMMITTEE

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NASHVILLE, TENNESSEE 37243-0057
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Sen. Bill Ketron, Chairman

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Brian Kelsey Ken Yager
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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# 317.86-00017 (Edison # 2032)
Department: Finance and Administration/Benefits Administration
Vendor: Magellan Behavioral Health, Inc.
Summary: The vendor provides Employee Assistance Program (EAP) and Mental Health and Substance Abuse (MHSA) administrative services for enrollees of the State Employee, Local Education, and Local Government Plans. The proposed amendment extends the expired contract an additional year through January 31, 2014, and increases the maximum liability by \$573,290 to make final payment for services rendered.
Current maximum liability: \$46,000,000
Proposed maximum liability: \$46,573,290

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

cc: The Honorable Larry Martin, Commissioner