



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**

Senators

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

**Rep. Mark White, Vice-Chairman**

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Jeremy Faison                        Mark Pody  
Brenda Gilmore                      David Shepard  
Matthew Hill                         Tim Wirgau  
Charles Sargent, *ex officio*  
Speaker Beth Harwell, *ex officio*

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

TO:                                      Jessica Robertson, Chief Procurement Officer  
Department of General Services

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

BK  
MW

DATE:                                  April 22, 2013

SUBJECT:                              **Contract Comments**  
(Fiscal Review Committee Meeting 4/22/13)

**RFS# 318.65-00080 (Edison # 12056)**

**Department: Finance and Administration**

**Division: Health Care Finance and Administration/Bureau of TennCare**

**Vendor: HP Enterprise Services, LLC (formerly Electronic Data Systems)**

**Summary: The vendor is responsible for the operation, management, and enhancement of the TennCare Management Information Systems. The proposed amendment reflects a name change; extends current contract two additional years through June 30, 2015; adds term extension language allowing an eight-year term; increases maximum liability by \$88,152,000; and adds new enhancements and projects.**

**Current maximum liability: \$170,662,054**

**Proposed maximum liability: \$258,814,054**

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

cc: The Honorable Darin Gordon, Deputy Commissioner