



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

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Brian Kelsey Ken Yager
Steve Southerland
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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# 318.65-00323 (Edison # 22711)
Department: Finance and Administration
Division: Health Care Finance and Administration/Bureau of TennCare
Vendor: QSource

Summary: The vendor is responsible for the provision of external quality review of the TennCare Managed Care Contractors including the Managed Care Organizations and the Dental Benefits Manager. The proposed amendment revises the scope of services; increases the maximum liability by \$939,240; and revises the payment methodology.

Current maximum liability: \$10,495,932
Proposed maximum liability: \$11,435,172

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

cc: The Honorable Darin Gordon, Deputy Commissioner