



**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
Steve Southerland
Randy McNally, *ex officio*
Lt. Governor Ron Ramsey, *ex officio*

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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
Representative Mark White, Vice-Chairman

DATE: August 26, 2014

SUBJECT: Contract Comments
(Fiscal Review Committee Meeting 8/25/2014)

BK
MW

RFS# 318.65-00601 (Edison # 2893)
Department: Finance and Administration
Division: Health Care Finance and Administration/Bureau of TennCare
Vendor: Policy Studies, Inc.
Summary: The vendor is responsible for the provision of eligibility determination, application processing, and beneficiary services for the CoverKids program. The proposed amendment extends the current contract an additional six months; increases maximum liability by \$5,049,000; and revises payment methodology to include rates for the extension period.
Current maximum liability: \$33,049,520
Proposed maximum liability: \$38,098,520

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

cc: The Honorable Darin Gordon, Deputy Commissioner