



GENERAL ASSEMBLY OF THE STATE OF TENNESSEE  
FISCAL REVIEW COMMITTEE

320 Sixth Avenue, North – 8th 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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Charles Sargent, *ex officio*  
Speaker Beth Harwell, *ex officio*

MEMORANDUM

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

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

DATE:                    November 13, 2013

SUBJECT:                **Contract Comments**  
                                 (Fiscal Review Committee Meeting 11/12/13)

**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 eligibility determination, application processing, and beneficiary services for the CoverKids program. The proposed amendment provides a mechanism for the State to ensure the continuation of eligibility services; extends current contract an additional year through December 31, 2014; increases the maximum liability by \$1,715,020; and adds payment rates for CY14.**

**Current maximum liability: \$28,675,000**  
**Proposed maximum liability: \$30,390,020**

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

cc: The Honorable Darin Gordon, Deputy Commissioner