



**GENERAL ASSEMBLY OF THE STATE OF TENNESSEE  
FISCAL REVIEW COMMITTEE**

320 Sixth Avenue, North – 8<sup>th</sup> Floor  
NASHVILLE, TENNESSEE 37243-0057  
615-741-2564

**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**

**Representatives**

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Brenda Gilmore         Mark Pody  
Matthew Hill             David Shepard  
Pat Marsh                 Tim Wirgau  
Charles Sargent, *ex officio*  
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 *BK MW*

**DATE:** August 26, 2014

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

**RFS# 318.66-00026 (Edison # 29635)**

**Department: Finance and Administration**

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

**Vendor: Volunteer State Health Plan, Inc. (TennCare Select)**

**Summary: The vendor is responsible for TennCare-covered services for children in state custody and high-risk individuals, and provides a safety net for other TennCare MCO's statewide. The proposed amendment adds language regarding the Health Insurer Fee (HIF) imposed by the federal government under the Patient Protection and Affordable Care Act of 2010.**

**Current maximum liability: \$3,384,663,606**

**Proposed maximum liability: \$3,384,663,606**

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

cc: The Honorable Darin Gordon, Deputy Commissioner