



GENERAL ASSEMBLY OF THE STATE OF TENNESSEE
FISCAL REVIEW COMMITTEE

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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
 Representative Mark White, Vice-Chairman

DATE: November 13, 2013

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

RFS# 318.66-054 (Edison # 29584)

Department: Finance & Administration

Division: Health Care Finance and Administration/Bureau of TennCare

Vendor: UnitedHealthCare Plan of the River Valley, Inc.

Summary: The vendor is responsible for medical and behavioral health services to TennCare enrollees in East Tennessee. The proposed amendment contains several language updates, clarifications, and deletions; adds payment reform requirements; includes current capitation rates; extends the current contract an additional six months through December 31, 2014; and increases maximum liability by \$478,048,300.

Current maximum liability: \$4,413,522,400

Proposed maximum liability: \$4,891,570,700

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

cc: The Honorable Darin Gordon, Deputy Commissioner