



**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
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

Jeremy Faison Joe Pitts
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

DATE: December 10, 2014

SUBJECT: Contract Comments
 (Fiscal Review Committee Meeting 12/9/2014)

RFS# 318.66-055 (Edison # 29636)

Department: Finance and Administration

Division: Health Care Finance and Administration/Bureau of TennCare

Vendor: Volunteer State Health Plan, Inc.

Summary: The vendor is responsible for medical and behavioral health services for TennCare enrollees in West Tennessee. The proposed amendment provides updated capitation rates for 2014 to reflect the implementation of the Primary Care Provider Enhanced Rate Payments as required by the Affordable Care Act.

Current maximum liability: \$4,413,397,800

Proposed maximum liability: \$4,413,397,800

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

cc: The Honorable Darin Gordon, Deputy Commissioner