



**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:** December 10, 2014

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

**RFS# 318.65-00308 (Edison # 19687)**

**Department: Finance and Administration**

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

**Vendor: Aon Consulting, Inc.**

**Summary: The vendor is responsible for actuarial and rate setting services relevant to MCO participants in the TennCare program as well as federally required independent audits of Disproportionate Share Hospital payments. The proposed amendment increases the maximum liability by \$850,000.**

**Current maximum liability: \$8,020,570**

**Proposed maximum liability: \$8,870,570**

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

cc: The Honorable Darin Gordon, Deputy Commissioner