



GENERAL ASSEMBLY OF THE STATE OF TENNESSEE FISCAL REVIEW COMMITTEE

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NASHVILLE, TENNESSEE 37243-0057
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Rep. Mark White, Chairman

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Susan Lynn David Shepard
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Steve Southerland
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Lt. Governor Ron Ramsey, *ex officio*

MEMORANDUM

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

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

DATE: August 13, 2015

SUBJECT: Contract Comments
 (Fiscal Review Committee Meeting 8/12/2015)

MW
BK

RFS# 318.65-00350 (Edison # 34597)

Department: Finance and Administration

Division: Health Care Finance and Administration

Vendor: Keystone Peer Review Organization, Inc.

Summary: The vendor is responsible TennCare member appeals processes.

The proposed amendment revises the scope of services; extends current contract an additional 14.5 months; increases maximum liability by \$10,322,315; and revises payment methodology.

Current maximum liability: \$21,789,909

Proposed maximum liability: \$32,122,224

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

cc: The Honorable Darin Gordon, Deputy Commissioner