



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

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

Rep. Mark White, Chairman
Representatives

Brenda Gilmore Johnny Shaw
Susan Lynn David Shepard
Pat Marsh Ron Travis
Bill Sanderson Tim Wirgau
Charles Sargent, *ex officio*
Speaker Beth Harwell, *ex officio*

Sen. Bill Ketron, Vice-Chairman
Senators

Sara Kyle Reginald Tate
Doug Overbey Ken Yager
Steve Southerland
Randy McNally, *ex officio*
Lt. Governor Ron Ramsey, *ex officio*

M E M O R A N D U M

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

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

DATE: March 3, 2015

SUBJECT: Contract Comments
(Fiscal Review Committee Meeting 3/2/2015)

MW
BK

RFS# 318.65-00352 (Edison # 37266)
Department: Finance and Administration
Division: Health Care Finance and Administration/Bureau of TennCare
Vendor: Cognosante, LLC
Summary: The vendor is responsible for Independent Validation and Verification (IV&V) services. The proposed amendment revises the scope of services; increases maximum liability by \$3,566,978; revises payment methodology; and updates Attachment B – Liquidated Damages.
Current maximum liability: \$3,717,857
Proposed maximum liability: \$7,284,835

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

cc: The Honorable Darin Gordon, Deputy Commissioner