



**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

**Rep. Mark White, Chairman**  
**Representatives**

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Susan Lynn                             David Shepard  
Pat Marsh                                Ron Travis  
Bill Sanderson                         Tim Wirgau  
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Speaker Beth Harwell, *ex officio*

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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:**                                December 14, 2015

**SUBJECT:**                            Contract Comments  
    (Fiscal Review Committee Meeting 12/9/2015)

MW  
BK

**RFS# 318.65-00372 (Edison # 40180)**

**Department: Finance and Administration**

**Division: Health Care Finance and Administration**

**Vendor: AMERIGROUP Tennessee, Inc.**

**Summary: The vendor is responsible for provision of statewide managed care services for physical health services, behavioral health services, and long term care services for eligible TennCare enrollees. The proposed amendment replaces “TENnderCare” with “TennCare Kids” throughout the contract; adds new definitions; revises the scope of services; updates risk adjusted capitation rates for CY15; and adds new payment rates for CY16.**

**Current maximum liability: \$3,775,331,800**

**Proposed maximum liability: \$3,775,331,800**

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

cc: The Honorable Darin Gordon, Deputy Commissioner