



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

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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)

BK
MW

RFS# 318.66-00052 (Edison # 29718)
Department: Finance and Administration
Division: Health Care Finance and Administration/Bureau of TennCare
Vendor: AMERIGROUP Tennessee, Inc.
Summary: The vendor is responsible for physical and behavioral health services for TennCare enrollees in the Middle Tennessee region. 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: \$6,617,054,896
Proposed maximum liability: \$6,617,054,896

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

cc: The Honorable Darin Gordon, Deputy Commissioner