



October 30, 2019

Ms. Krista Lee Carsner, Executive Director
Fiscal Review Committee
8th Floor, Rachel Jackson Bldg.
Nashville, TN 37243

RE: Automated Health Services – Amendment #3
Altruista Health, Inc. – Amendment #2
Blue Cross Blue Shield of Tennessee, Inc. (CoverKids) – Amendment #6
Clear2There – Amendment #2
Edifecs, Inc. – Amendment #1
Health Management System, Inc. – Amendment #2
(MCO): Amerigroup Tennessee, Inc. – Amendment #11
(MCO): UnitedHealthcare Community Plan, Inc. – Amendment #11
(MCO): VSHP BlueCare Tennessee – Amendment #11
(MCO): Volunteer State Health Plan, Inc. – Amendment #46
Myers & Stauffer, LC – Amendment #2
Navigant Consulting, Inc. – Amendment #3
Proteus, Inc. (New Contract)

Dear Ms. Lee Carsner:

The Department of Finance and Administration, Division of TennCare, is submitting for consideration by the Fiscal Review Committee the required documentation for twelve (12) Amendments and one (1) new Contract as follows:

- 1) Automated Health Services:** Automated Health Systems, Inc. (AHS) is the competitively procured contractor for the provision of a TennCare/Chip Member Service Center. TennCare seeks to exercise an additional 16-month term which is beyond the requisite 60-months for TennCare/CHIP Member Services. With the recent implementation of the Tennessee Eligibility Determination System (TEDS), the State has experienced a significant increase in call volume and call time handling and continued business process enhancements due to the integration of the new eligibility system.

These elements continue to change as the State fully operationalizes the full functionality of TEDS. Lastly, while integrating the TEDS system into existing business operations, the State recognized the need to explore additional changes to TEDS which would greatly impact the future scope of work of the TennCare service centers document management solution, specifically optical recognition technology, for a new Request for Proposal and subsequent replacement contract. To meet the needs of the State from a planning perspective and sustain a satisfactory level of customer service to a vulnerable service population, TennCare respectfully requests approval of the proposed term extension.

- 2) Altruista Health, Inc.:** This competitively procured contract with Altruista Health Inc., was put into place for the provision of providing and implementing an Off the Shelf Solution (Solution)

with customizations that allows health care providers the ability to coordinate patients across multiple payers, plan types including Medicaid, Medicare, and Commercial plans. The primary use of this tool in the first phase was to enhance transitions of care and allow for potential future expansion to leverage this tool to enhance care coordination and management across the State's Medicaid enterprise. TennCare is seeking to exercise the second of two (2) renewal options as allowed in Section B.2. of contract 48925 as well as increase the maximum liability in order to continue regular payments to accommodate for the extended term.

- 3) BlueCross Blue Shield of Tennessee, Inc. (CoverKids):** This contract provides delivery of CoverKids services to the eligible CoverKids population. This amendment is necessary to: (1) delete all sections that are no longer applicable and/or outdated contract language; (2) update the scope of service sections as they relate to program updates; (3) add funding, exercise a renewal option, and adjust appropriate language to the Performance Guarantee section which correlates to the scope replacements.
- 4) Clear2There:** C2T is the only telephone bridging and digital recording system specifically created and designed for state appeals hearings. There is no other system that allows the state hearing schedule data to be uploaded to the vendors' database in order to provide meaningful indexing and search capabilities, as well as autodialing of the party phone numbers. C2T's system is specific to meeting the technical and legal requirements for appeals hearings. The appeal volume and necessity of hearing procedures provided by C2T has greatly impacted TennCare. The web-based functionality has all but eliminated the need of using court reporters as well as allowed TennCare to utilize digital storage, housing, and digital searching mechanisms that are not otherwise available or in use by standard court reporters. The purpose of this request is to exercise the second renewal option in accordance with Section B.1 of Contract 56441.
- 5) Edifecs, Inc.:** Edifecs, Inc. is the competitively procured contractor for the provision of the statewide development, implementation, and maintenance of a service to collect clinical quality data that cannot be acquired from processed medical billing claims. Ultimately, these Quality Applications provide all payers, including TennCare, commercial insurers, and Medicare Advantage plans with the necessary information to reimburse providers for high quality health outcomes. Quality Applications are based on a contractor-provided service that support two innovation strategies: Episodes of Care and Long-Term Services and Supports (LTSS). As part of payment reform efforts within the Tennessee Health Care Innovation Initiative, these two strategies increase quality of care, reduce health care costs, and improve Tennessee's population health. Episodes of Care Quality Applications track certain quality measures for clinical encounters that are not included in medical billing claims data. LTSS Quality Applications support the payment calculations, data aggregation, and quality measures for Nursing Facilities and Home and Community Based Services (HCBS) programs. TennCare seeks to exercise the first of two renewal options as provided in Section B.2. of Contract 53564.
- 6) Health Management System, Inc.:** This competitively procured contract with Health Management Systems, Inc. is for the provision of Third Party Liability recovery services. It is necessary to amend the contract to add funding to support the continuation of recovery and cost avoidance services throughout the remainder of the term and to also exercise a renewal option as laid out in contract section B.2. The recoveries associated with this contract are not amounts that can easily be projected and vary significantly from one payment cycle to the other,

depending on the dollar amounts of recoveries made, as well as the percentage of reimbursement to the contractor according to their cost and associated rates and percentage of reimbursement in the contract.

Managed Care Organization (MCO) 7, 8, 9 are combined:

- 7) Amerigroup Tennessee, Inc. (Edison # 40180, Amendment #11)**
- 8) UnitedHealthcare Plan of the River Valley, d/b/a UnitedHealthcare Community Plan (Edison # 40181, Amendment #11)**
- 9) Volunteer State Health Plan, Inc. d/b/a Blue Care Tennessee (Edison # 40197, Amendment #11):**

These competitively procured contracts are being amended to provide relative changes to the managed care program including:

- CoverKids Implementation Requirements for January 1, 2021 Effective Date
- Updated language to address CMS's Focused Program Integrity Review of Personal
- Care Services and PI Investigator credentials
- EVV Compliance changes to include changes to LDs
- Clarifications around the new PCSP and Medication Risk Assessment Processes
- Correcting weighting errors from prior cycles
- Changes to required reporting for CHOICES and ECF CHOICES Advisory Groups
- Additions of Beneficiary Support System training and education
- Care Coordination and Support Coordination Changes as well as changes to Monitoring requirements
- Requirements for Contractors to collaborate with DIDD
- ECF CHOICES Quality Monitoring Changes
- WFD updates
- Direct Service Worker Oversight and Monitoring
- Requirements surrounding NCI and NCI-AD
- Updates to member handbook requirements
- Updates to Groups 7 & 8 reporting requirements
- Update Population Health language to reflect current program
- Clarifications to Turning 21 Transition requirements
- Medication Assisted Treatment language updated to include Methadone requirements
- Updated training requirements for PCMH, THL and EOC4
- Housekeeping updates to Reporting and Reporting Template requirements

- 10) Volunteer State Health Plan, Inc. – Amendment #46:** This contract is being amended to provide relative changes to the program including:

- Updated language to address CMS's Focused Program Integrity Review of Personal Care Services and PI Investigator credentials
- Update Population Health language to reflect current program
- Clarifications to Turning 21 Transition requirements
- Medication Assisted Treatment language updated to include Methadone requirements

- Updated training requirements for PCMH, THL and EOC4
- Housekeeping updates to Reporting and Reporting Template requirements

11) Myers & Stauffer, LC – Amendment #2: This competitively procured contractor, Myers and Stauffer, LC (MSLC), established benchmark reimbursement for covered outpatient drugs using an Average Actual Acquisition Cost (AAAC) cost methodology for pharmacies to be compliant with federal requirements of the Covered Outpatient Drug final rule (CMS-2345-FC)(81 FR 5170). As a result, TennCare has been using MSLC to implement and acquire pharmacy invoice level detail to determine a consistent, efficient, economical pharmacy drug reimbursement costs under the AAAC methodology. Since implementation TennCare continues to have tremendous partnership with the pharmacy community with a 96.7 percent pharmacy network participation rate.

The proposed amendment is requested to ensure TennCare's alignment with its State Plan Amendment (SPA) as governed by the Health Resources and Services Administration (HRSA) which requires reimbursement to 340B pharmacies for pharmaceuticals purchased through the 340B pricing program. To ensure that 340B pharmacy reimbursements are at or below the 340B ceiling price set by HRSA and maintain alignment with the Affordable Care Act (ACA) and HRSA requirements, the addition of 340B reporting, survey activities, and help desk support are necessary elements to ensure accuracies for 340B reimbursements and Federal Rebates.

Additionally, TennCare is requesting to extend the contracted actuarial services performed by MSLC to ensure ongoing maintenance of the State of Tennessee specific AAAC for the purposes of pharmacy reimbursement that follows federal requirements and to increase the maximum liability to accommodate the extension and proposed services for 340B compliance. This will continue to support continuity for the Tennessee pharmacies and our members.

12) Navigant Consulting, Inc. – Amendment #3: Navigant Consulting, Inc. (formerly Aon Consulting, Inc.) is the competitively procured Contractor that develops actuarially sound per capita costs on an annual basis to be used for compensating Managed Care Organization (MCO) participants within the Division of TennCare. The contract term included an initial three (3) year term with an additional three (3) one (1) year renewal options that the State may exercise. The proposed amendment is needed in order to exercise the contracts remaining renewal options plus an additional 12-months and increase the maximum liability accordingly for the proposed term extension.

13) Proteus, Digital Health, Inc. (New Contract): Proteus Digital Health is the sole innovator of digital pharmaceuticals and global leader in the digital pharmaceutical industry. Since 2001, Proteus Digital Health has secured more than 500 patents for both wearable and ingestible sensors for patient compliance monitoring.

Proteus Discover® for Infectious Disease includes the FDA-approved Proteus ingestible sensor and specialty pharmacy preparations of commercially available Hepatitis C, HIV and TB medicines, Proteus Patch® for sensing a patient's usage and response to therapy, and the Proteus Discover App and Proteus Discover Portal for patients and healthcare professionals to receive treatment management and intervention support.



The Proteus sensor and digital medicine platform is currently the only FDA-approved ingestible event marker and ingestion-based adherence management product available in the marketplace. There is no other provider who offers Hepatitis C ingestible digital medication to monitor patient compliance with Hepatitis C medications.

Hepatitis C medications are high-cost, but effective medications. At the end of a well-maintained regimen, the patient can be cured of Hepatitis C. The goal of this pilot is to improve health outcomes by tracking adherence to the Hepatitis C medications and therefore ensuring greater cure rates and to reduce over-utilization of these high-cost medications through a reduction in retreatments, greater patient autonomy over his or her care, and higher cure rates. If this pilot is successful, compliance should increase, allowing for expansion of this method.

TennCare respectfully submits the above referenced contract amendments for consideration and approval by the Fiscal Review Committee. We look forward to promptly providing any additional information as may be requested by the Committee.

Sincerely,

A handwritten signature in blue ink, appearing to read "William Aaron".

William Aaron
Chief Financial Officer

cc: Gabe Roberts, Director of TennCare

Amendment Request

This request form is not required for amendments to grant contracts. Route a completed request, as one file in PDF format, via e-mail attachment sent to: Agsprs.Agsprs@tn.gov

APPROVED

CHIEF PROCUREMENT OFFICER

DATE

Agency request tracking #	31865-00457	
1. Procuring Agency	Department of Finance and Administration, Division of TennCare	
2. Contractor	Edifecs, Inc..	
3. Edison contract ID #	53564	
4. Proposed amendment #	1	
5. Contract's Original Effective Date	April 1, 2017	
6. Current end date	December 31, 2019	
7. Proposed end date	December 31, 2020	
8. Current Maximum Liability or Estimated Liability	\$ 9,196,244.00	
9. Proposed Maximum Liability or Estimated Liability	\$ 9,196,244.00	
10. Strategic Technology Solutions Pre-Approval Endorsement Request – <i>information technology service (N/A to THDA)</i>	<input checked="" type="checkbox"/> Not Applicable <input type="checkbox"/> Attached	
11. eHealth Pre-Approval Endorsement Request – <i>health-related professional, pharmaceutical, laboratory, or imaging</i>	<input checked="" type="checkbox"/> Not Applicable <input type="checkbox"/> Attached	
12. Human Resources Pre-Approval Endorsement Request – <i>state employee training service</i>	<input checked="" type="checkbox"/> Not Applicable <input type="checkbox"/> Attached	
13. Explain why the proposed amendment is needed	<p>Edifecs, Inc. is the competitively procured contractor for the provision of the statewide development, implementation, and maintenance of a service to collect clinical quality data that cannot be acquired from processed medical billing claims. Ultimately, these Quality Applications provide all payers, including TennCare, commercial insurers, and Medicare Advantage plans with the necessary information to reimburse providers for high quality health outcomes. Quality Applications are based on a contractor-provided service that support two innovation strategies: Episodes of Care and Long-Term Services and Supports (LTSS).</p> <p>As part of payment reform efforts within the Tennessee Health Care Innovation Initiative, these two strategies increase quality of care, reduce health care costs, and improve Tennessee's population health. Episodes of Care</p>	

Agency request tracking #	31865-00457
Quality Applications track certain quality measures for clinical encounters that are not included in medical billing claims data. LTSS Quality Applications support the payment calculations, data aggregation, and quality measures for Nursing Facilities and Home and Community Based Services (HCBS) programs. TennCare seeks to exercise the first of two renewal options as provided in Section B.2. of Contract 53564.	
14. If the amendment involves a change in Scope, describe efforts to identify reasonable, competitive, procurement alternatives to amending the contract. N/A	
Signature of Agency head or authorized designee, title of signatory, and date (the authorized designee may sign his or her own name if indicated on the Signature Certification and Authorization document)	



CONTRACT AMENDMENT COVER SHEET

Agency Tracking # 31865-00457	Edison ID 53564	Contract #	Amendment # 01			
Contractor Legal Entity Name Edifecs, Inc.			Edison Vendor ID 0000206550			
Amendment Purpose & Effect(s) Extend Term and Language Modifications						
Amendment Changes Contract End Date: <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO		End Date: December 31, 2020				
TOTAL Contract Amount INCREASE or DECREASE per this Amendment (zero if N/A):			\$ 0.00			
Funding —						
FY	State	Federal	Interdepartmental	Other	TOTAL Contract Amount	
2017	\$0.00	\$3,678,498.00			\$3,678,498.00	
2018	\$0.00	\$26,931.78			\$26,931.78	
2019	\$0.00	\$77,588.73			\$77,588.73	
2020	\$676,653.18	\$2,029,959.56			\$2,706,612.74	
2021	\$676,653.19	\$2,029,959.56			\$2,706,612.75	
TOTAL:	\$1,353,306.37	\$7,842,937.63			\$9,196,244.00	
American Recovery and Reinvestment Act (ARRA) Funding: <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO						
Budget Officer Confirmation: There is a balance in the appropriation from which obligations hereunder are required to be paid that is not already encumbered to pay other obligations.			<i>CPO USE</i>			
			<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 30%;">Speed Chart (optional)</td> <td>Account Code (optional)</td> </tr> <tr> <td style="height: 40px;"></td> <td></td> </tr> </table>			Speed Chart (optional)
Speed Chart (optional)	Account Code (optional)					

**AMENDMENT #1 TO #53564
BETWEEN THE STATE OF TENNESSEE,
DEPARTMENT OF FINANCE AND ADMINISTRATION
DIVISION OF TENNCARE
AND
EDIFECS, INC.**

This Amendment is made and entered by and between the State of Tennessee, Department of Finance and Administration, Division of TennCare, hereinafter referred to as the "State", and Edifecs, Inc., hereinafter referred to as the "Contractor" for provision of Quality Applications Services to Support TennCare's Payment Reform Initiative, as further defined in the "SCOPE". For good and valuable consideration, the sufficiency of which is hereby acknowledged, it is mutually understood and agreed by and between said, undersigned contracting parties that the subject contract is hereby amended as follows:

1. Contract Section A.17.f.(1) is deleted in its entirety and replaced with the following:

- (1) Utilize a Fed RAMP certified cloud-based service for providing the Quality Applications services and provide a yearly copy of the verification of certification to the State. TennCare may, in its sole discretion, procure cloud computing services directly through an alternative vendor without further amendment to the current Contract. Instead, TennCare shall notify the Contractor of any such intended action via the approved Control Memorandum process (see Section A.27, "Control Memorandum Process"), provided for these purposes, the Control Memorandum process will allow TennCare and Contractor reasonable time to assess the impacts of such a change on Contract requirements and Contractor's obligations as well as the ability to modify such contractual responsibilities as necessary. Until the effective date of said Control Memorandum, the Contractor shall bill TennCare for reimbursement as outlined in Section C.3.c. Pass-Through Cost Payments.

2. Contract Section A.17.h is deleted in its entirety and replaced with the following:

h. Service Desk Support Requirements

- (1) Provide a service desk staffed sufficiently to meet the service level agreements SLAs set forth in Section A.26. The service desk shall be responsible for managing incidents (as defined in Attachment L) and service requests related to the Quality Applications services.
- (2) The service desk shall act as a single point of contact for user service support.
- (3) The Contractor shall provide a service desk that is operational from 9:00am to 8:00pm Central Standard Time (CST) Monday-through Friday. Any changes to hours of operation must be approved by the State.
- (4) Service desk must be located in the US.
- (5) The Contractor shall track issues and their remedies and report to the State issue logs and timelines for correction.

3. Contract Section B.1 is deleted in its entirety and replaced with the following:

B.1 This Contract shall be effective for the period beginning on April 1, 2017 ("Effective Date") and ending on December 31, 2020, ("Term"). The State shall have no obligation for goods delivered or services provided by the Contractor prior to the Effective Date.

4. Contract Section C.3 is deleted in its entirety and replaced with the following:

Payment Methodology. The Contractor shall be compensated based on the payment methodology for goods or services authorized by the State in a total amount as set forth in Section C.1.

- a. The Contractor's compensation shall be contingent upon the satisfactory provision of goods or services as set forth in Section A.
- b. The Contractor shall be compensated based upon the following payment methodology:

Cost Item Description	Amount (per compensable increment)
Initial Setup of TN Quality Applications – Start Up and Integration Testing (Section A.3)	<u>\$3,678,498.00</u>
Base Level Quality Applications	
Episodes of Care Base Level Application Set Up, per Quality Application for up to 500 Health Care Billing Entities (Authorized Application Users) (Section A.7)	<u>\$3,941.25</u> per application
LTSS Base Level Application Set Up, per Quality Application (Section A.7)	<u>\$ 3,941.25</u> per application
Enhanced Services for Episodes of Care Quality Applications	
Set Up of Automated Data Input (SFTP or Web Service) once per Automated Data Feed or Registry (Section A.8.a)	<u>\$ 9,196.25</u> per set up
Enhancements process for Tier 1 (LOW), up to 100 hours of Edifecs effort to Expand Data Sources/Types for an Existing Quality Application to fulfill a new or expanded design of the application	<u>\$0</u> Per each new data type
Enhancements process for Tier 2 (MED), from 101 to 160 hours of Edifecs effort to Expand Data Sources/Types for an Existing Quality Application to fulfill a new or expanded design of the application	<u>\$9196.25</u> Per each new data type
Enhancements process for Tier 3 (HIGH), from 161+ of Edifecs effort to Expand Data Sources/Types for an Existing Quality Application to fulfill a new or expanded design of the application	Requires mutually agreed upon fee structure approved in writing by both parties prior to exceeding 160 hours
Billing Entity Load	
Support of Applications that Require a Larger Number of Users than the Base 500 Users in the Base Level Quality Applications, for each Block of 1,000 Additional Health Care Billing Entities (Authorized Users) (Section A.9)	<u>\$ 510.90</u> per each block of 1,000 additional billing entities/per quarter
Operations and Maintenance Services	

Operations and Maintenance Required to Support Base Applications – Quarterly per Quality Application that is in Operation (Section A.12)	\$ <u>4,598.12</u> quarterly per quality application
Operations and Maintenance Support for Applications with Automated Data Direct Message inputs – Quarterly per Applicable Quality Application (Section A.12)	\$ <u>3,065.42</u> quarterly per applicable quality application

- c. **Pass-Through Cost Payments** —The Contractor shall submit a written budget to the State of estimated pass-through services costs for planning purposes, in advance of the fiscal period covered by the budget. The budget may be modified by Control Memorandum for any material changes in expected costs or changes to State approved vendors. The State shall reimburse the Contractor for pass-through costs on the basis of actual cost. Pass-through costs shall not include any overhead, administrative, or other fee or commission. The Contractor shall petition the State for a reimbursement of pass-through costs no more often than on a monthly basis, in addition to the regular invoice for professional services provided pursuant to this Contract. The petition for reimbursement of pass-through costs shall include substantiating documentation. Services reimbursed on a pass-through basis include cloud computing services contracted through a State approved pass-through vendor. .

Required Approvals. The State is not bound by this Amendment until it is signed by the contract parties and approved by appropriate officials in accordance with applicable Tennessee laws and regulations (depending upon the specifics of this contract, said officials may include, but are not limited to, the Commissioner of Finance and Administration, the Commissioner of Human Resources, and the Comptroller of the Treasury).

Amendment Effective Date. The revisions set forth herein shall be effective once all required approvals are obtained. All other terms and conditions of this Contract not expressly amended herein shall remain in full force and effect.

**IN WITNESS WHEREOF,
EDIFECs, INC.:**

CONTRACTOR SIGNATURE

DATE

PRINTED NAME AND TITLE OF CONTRACTOR SIGNATORY (above)

**DEPARTMENT OF FINANCE AND ADMINISTRATION
DIVISION OF TENNCARE:**

STUART C. MCWHORTER, COMMISSIONER

DATE

Supplemental Documentation Required for
Fiscal Review Committee

*Contact Name:	Matt Brimm	*Contact Phone:	615-687-5811
*Presenter's name(s):	William Aaron		
Edison Contract Number: <i>(if applicable)</i>	53564	RFS Number: <i>(if applicable)</i>	31865-00457
*Original or Proposed Contract Begin Date:	April 1, 2017	*Current or Proposed End Date:	December 31, 2019
Current Request Amendment Number: <i>(if applicable)</i>	1		
Proposed Amendment Effective Date: <i>(if applicable)</i>	January 1, 2020		
*Department Submitting:	Department of Finance and Administration, Division of TennCare		
*Division:	TennCare		
*Date Submitted:	October 30, 2019		
*Submitted Within Sixty (60) days:	Yes		
<i>If not, explain:</i>	N/A		
*Contract Vendor Name:	Edifecs, Inc.		
*Current or Proposed Maximum Liability:	\$9,196,244.00		
*Estimated Total Spend for Commodities:	N/A		
*Current or Proposed Contract Allocation by Fiscal Year: (as Shown on Most Current Fully Executed Contract Summary Sheet)			
FY:2017	FY:2018	FY:2019	FY:2020
\$4,180,244.00	\$2,006,400.00	\$2,006,400.00	\$1,003,200.00
*Current Total Expenditures by Fiscal Year of Contract: (attach backup documentation from Edison)			
FY:2017	FY:2018	FY:2019	FY:2020
\$3,678,498.00	\$26,931.87	\$27,588.73 Expenditures through March 2019	\$0.00
IF Contract Allocation has been greater than Contract Expenditures, please give the reasons and explain where surplus funds were spent:		Sufficient funding is included in the contract maximum liability to cover all possible payments. Any unspent dollars in a Fiscal Year roll forward in this contract to be available for payments for the remainder of the contract.	
IF surplus funds have been carried forward, please give the reasons and provide the authority for the carry forward provision:		This contract payment methodology is based on rates submitted in a competitive cost proposal. The maximum liability is calculated by Fiscal Year to include the	

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	fixed rates in addition to projected percentage payments. All unused funds for a Fiscal Year roll forward for availability throughout the term of the contract.		
IF Contract Expenditures exceeded Contract Allocation, please give the reasons and explain how funding was acquired to pay the overage:	N/A		
*Contract Funding Source/Amount:			
State:		Federal:	\$9,196,244.00
<i>Interdepartmental:</i>		<i>Other:</i>	
If “ <i>other</i> ” please define:			
If “ <i>interdepartmental</i> ” please define:			
Dates of All Previous Amendments or Revisions: <i>(if applicable)</i>		Brief Description of Actions in Previous Amendments or Revisions: <i>(if applicable)</i>	
N/A		N/A	
Method of Original Award: <i>(if applicable)</i>			
*What were the projected costs of the service for the entire term of the contract prior to contract award? How was this cost determined?		\$9,196,244.00 Cost Proposal	
*List number of other potential vendors who could provide this good or service; efforts to identify other competitive procurement alternatives; and the reason(s) a sole-source contract is in the best interest of the State.		This contract was competitively procured, and Edifecs, Inc. had the best evaluated score based on both technical and cost proposals out of four RFP submissions.	
*Provide information on the circumstances and status of any disciplinary action taken or pending against the vendor during the past 5 years with state agencies/ departments, professional organizations, or through any legal action.		No disciplinary actions identified.	
*In addition, please provide any information regarding the due diligence that the Department has		TennCare conducted online research on the contractor and did not identify any illegal activity. Language in the contract requires immediate notification	

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taken to ensure that the vendor is not or has not been involved in any circumstances related to illegal activity, including but not limited to fraud.	to the state regarding illegal activity or fraud if discovered during the term of this Contract.
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CONTRACT

(fee-for-goods or services contract with an individual, business, non-profit, or governmental entity of another state)

Begin Date April 1, 2017	End Date December 31, 2019	Agency Tracking # 31865-00457	Edison Record ID 53564
Contractor Legal Entity Name Edifecs, Inc.			Edison Vendor ID 0000206550

Goods or Services Caption (one line only)
Provision of Quality Applications Services

Contractor <input checked="" type="checkbox"/> Contractor	CFDA # 93.624
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Funding —					
FY	State	Federal	Interdepartmental	Other	TOTAL Contract Amount
2017		\$4,180,244.00			\$4,180,244.00
2018		\$2,006,400.00			\$2,006,400.00
2019		\$2,006,400.00			\$2,006,400.00
2020		\$1,003,200.00			\$1,003,200.00
TOTAL:		\$9,196,244.00			\$9,196,244.00

Contractor Ownership Characteristics:

- Minority Business Enterprise (MBE): African American, Asian American, Hispanic American, Native American
- Woman Business Enterprise (WBE)
- Tennessee Service Disabled Veteran Enterprise (SDVBE)
- Tennessee Small Business Enterprise (SBE): \$10,000,000.00 averaged over a three (3) year period or employs no more than ninety-nine (99) employees.
- Other: For-Profit Corporation

Selection Method & Process Summary (mark the correct response to confirm the associated summary)

- Competitive Selection RFP
- Other

Budget Officer Confirmation: There is a balance in the appropriation from which obligations hereunder are required to be paid that is not already encumbered to pay other obligations.

Speed Chart (optional) TN00000313	Account Code (optional)
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Edifecs, Inc.
Edison Contract ID: 53564
Vendor #: 0000206550

CONTRACT EXPENDITURES BY FISCAL YEAR
(Payment Detail Attached)

FY 2017	\$3,678,498.00	
FY 2018	\$26,931.87	
FY 2019	<u>\$27,588.73</u>	(Expenditures through March 2019)
TOTAL	<u><u>\$3,733,018.60</u></u>	

*No Liquidated Damages have been assessed at this time.

Edifecs, Inc.

Edison Contract ID: 53564

FY 2017 Payments

Fiscal Year	Unit	Voucher ID	Invoice	Pymt Date	Pymt Amt
2017	31865	01565464	INV-100031719	7/26/2017	\$3,678,498.00

Total FY 2017: \$3,678,498.00

FY 2018 Payments

Fiscal Year	Unit	Voucher ID	Invoice	Pymt Date	Pymt Amt
2018	31865	01737476	INV-100032721	7/13/2018	\$4,598.12
2018	31865	01737477	INV-100032720	7/13/2018	\$22,333.75

Total FY 2018: \$26,931.87

FY 2019 Payments

Fiscal Year	Unit	Voucher ID	Invoice	Pymt Date	Pymt Amt
2019	31865	01852252	INV-100033268	3/4/2019	\$9,196.25
2019	31865	01852254	INV-100033267	3/4/2019	\$13,794.36
2019	31865	01873836	INV-100033499	4/26/2019	\$4,598.12

Total FY 2019: \$27,588.73