GENERAL ASSEMBLY OF THE STATE OF TENNESSEE
FISCAL REVIEW COMMITTEE

320 Sixth Avenue, North – 8th Floor
NASHVILLE, TENNESSEE 37243-0057
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Speaker Kent Williams, *ex officio*

MEMORANDUM

TO: The Honorable Dave Goetz, Commissioner
Department of Finance and Administration

FROM: Bill Ketron, Chairman, Fiscal Review Committee BK
Charles Curtiss, Vice-Chairman, Fiscal Review Committee CC

DATE: November 12, 2010

SUBJECT: **Contract Comments**
(Fiscal Review Committee Meeting 11/9/10)

RFS# 317.86-30003 (Edison # 2890)
Department: Finance & Administration/Benefits Administration
Contractor: BlueCross BlueShield of Tennessee, Inc.
Summary: This vendor provides statewide administrative services for the CoverTN program under Plan B, including marketing, eligibility determination, premium collection, and delivery of benefits. The proposed amendment extends the current contract for an additional year through December 31, 2011, and decreases the maximum liability by $27,525,000.
Current maximum liability: $50,000,000
Proposed maximum liability: $22,475,000

After review, the Fiscal Review Committee voted to approve the contract amendment.

cc: Ms. Laurie Lee, Executive Director, Benefits Administration
Mr. Robert Barlow, Director, Office of Contracts Review