

**AMENDMENT TO  
CONTRACTOR RISK AGREEMENT BETWEEN  
THE STATE OF TENNESSEE, d.b.a. TENNCARE  
AND  
VOLUNTEER STATE HEALTH PLAN (VSHP)**

**AMENDMENT NUMBER 12**

**CONTRACT NUMBER: FA-02-14859-12**

For and in consideration of the mutual promises herein contained and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the parties agree to clarify and/or amend the Amended and Restated Contractor Risk Agreement by and between the State of Tennessee TennCare Bureau, hereinafter referred to as TENNCARE, and Volunteer State Health Plan, Inc., hereinafter referred to as the CONTRACTOR, as follows:

Titles and numbering of paragraphs used herein are for the purpose of facilitating use of reference only and shall not be construed to infer a contractual construction of language.

1. Section 2-25.c. of the July 1, 2001 Amended and Restated Contractor Risk Agreement, as amended, shall be deleted and replaced in its entirety and restating sub-section c which shall read as follows:

2-25.c. Payments to recipients under this Section 2-25.c shall not exceed \$50,000,000 for state fiscal year 2004. TENNCARE's total obligation to the CONTRACTOR under this Section 2-25.c shall not exceed \$51,020,408.00

Graduate medical education payments will be made to: East Tennessee State University, Meharry Medical College, University of Tennessee at Memphis, and Vanderbilt University

Total dollars available for allocation are \$50,000,000. These funds will be allocated based on the agreement each medical school has with the State of Tennessee, Bureau of TennCare. The \$50,000,000 allocation for FY 2003/2004 is as follows:

East Tennessee State University	\$ 8,527,891.00
Meharry Medical School	\$ 2,642,303.00
University of Tennessee (Memphis)	\$ 24,196,641.00
Vanderbilt University	\$ 14,633,165.00

Future Year Disbursements will be defined by TennCare.

Payments, as set forth above, will be made by Volunteer State Health Plan within (5) working days of receipt of funds from the State of Tennessee.

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All of the provisions of the original Agreement not specifically deleted or modified herein shall remain in full force and effect.

IN WITNESS WHEREOF, the parties have by their duly authorized representative set their signatures.

STATE OF TENNESSEE  
DEPARTMENT OF FINANCE  
AND ADMINISTRATION

VOLUNTEER STATE HEALTH PLAN,  
INC.

BY: M.D. Goetz, Jr.  
M. D. Goetz, Jr.  
Commissioner

BY: Ronald E. Harr  
Ronald E. Harr  
President and CEO

DATE: 10/25/04

DATE: Oct 25, 2004

APPROVED BY:

APPROVED BY:

STATE OF TENNESSEE  
DEPARTMENT OF FINANCE  
AND ADMINISTRATION

STATE OF TENNESSEE  
COMPTROLLER OF THE TREASURY

BY: M.D. Goetz, Jr. IPW  
M. D. Goetz, Jr.  
Commissioner

BY: John G. Morgan  
John G. Morgan  
Comptroller

DATE: OCT 26 2004

DATE: 10/28/04