

February 18, 2011

MONTANA STATE FUND
RFP NO. MSF 46

RESPONSE DUE DATE: February 25, 2011, 5 p.m.
TITLE: MEDICAL & CLAIM RELATED BILL PROCESSING,
REVIEW AND PAYMENT SERVICES

ADDENDUM NO.2

Please make the following changes to the above-referenced “Request for Proposal”. MSF is changing the requirements for the performance security described in section 3.21. Section 3.1 is amended to read as follows:

3.21 Contract Performance Security

The successful offeror must provide Contract Performance Security in the amount of \$1,000,000. The amount of Contract Performance Security may be lowered, but to no less than \$500,000, if the successful offeror can demonstrate to the satisfaction of MSF that its payment system will not expose MSF funds provided to the vendor for payments to medical providers to a risk of loss in excess of \$500,000. The contract performance security must be provided by the successful offeror, on or before the date a contract is signed between the MSF and the successful offeror. THE SECURITY MUST BE IN ORIGINAL FORM. FACSIMILE, ELECTRONIC, OR PHOTOCOPIES ARE NOT ACCEPTABLE.

The performance security must be of the following types:

- Lawful money of the United States; or
- An irrevocable letter of credit from a single financial institution and supplied on MSF’s designated form; or
- A cashier's check, certified check, bank money order, bank draft, certificate of deposit, or money market certificates drawn or issued by a federally or state-chartered bank or savings and loan association that is insured by or for which insurance is administered by the FDIC or that is drawn and issued by a credit union insured by the national credit union share insurance fund. Certificates of deposit or money market certificates will not be accepted as security for bid, proposal, or contract security unless the certificates are assigned only to MSF. All interest income from these certificates must accrue only to the Contractor and not MSF.

This security must remain in effect for the entire contract period. A new irrevocable letter of credit must be issued to MSF if this contract is renewed.

The contract security must be provided to the following address: MSF, PO Box 4759, Helena, MT 59604-4759.

If you submit a proposal to the RFP, you must sign this Addendum No. 2 where indicated, and submit the signed addendum with your proposal. All of the other terms of the RFP remain as originally stated.

I acknowledge receipt of Addendum #2.

Signed: _____

Company Name: _____

Date: _____