

**MINUTES OF THE JULY 16, 2014, MEETING
OF THE BUDGET & FINANCE COMMITTEE
OF THE GOVERNING BOARD OF THE
ILLINOIS HEALTH INFORMATION EXCHANGE AUTHORITY**

The Budget and Finance Committee (“Committee”) of the Board (the “Board”) of the Illinois Health Information Exchange Authority (“Authority”), pursuant to notice duly given, held a meeting at 2:00 p.m. on July 16, 2014, at the James R. Thompson Center 100 W. Randolph, suite 4-750, Chicago, IL 60601, with telephone conference call capability.

<u>Committee Members Present (via phone)</u> Dr. Bruce Wellman * (Chair) Dr. Nancy Newby * Dr. Nicholas Panomitros	<u>Other Board Members Present</u> Mr. Raul Recarey (Chicago)
	<u>ILHIE Authority Staff Present (in Chicago)</u> Diego Estrella Kerri McBride Tom Nowak Beth LaRocca (Phone) Krysta Heaney Mohammed Majid

Roll Call and Previous Meeting Minutes

Ms. Kerri McBride confirmed the presence of the Members of the Committee members and others present in person and by telephone, and the ability of those participating by phone to hear clearly and participate. There were no objections expressed to the participation of the members by electronic means.

Approval of Minutes

The minutes of the May 6, 2014 meeting were approved.

May 2014 Financial Statements

Mr. Nowak, Treasurer to the Board, presented the committee with the financial statements through May 2014. He noted that the revenue from ILHIE Direct was increasing, and the greatest expenditure at this time corresponds with staff salary.

Pricing update - on-boarding fee

Mr. Nowak began by providing the Committee with a PowerPoint presentation to better explain the pricing update. He began on the second slide which explained that the most cost efficient strategy in purchasing mailboxes was to buy them in 2000 mailbox “blocks”. A discussion about the costs of the blocks ensued.

Thereafter, they discussed the recurring fees for an EHR installation. Mr. Nowak and Mr. Recarey discussed the costs and how they were evolving. The pricing that was shown reflects the

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best estimates to date. This could be considered “worst-case” average based on the current contracts. Our proposed fees to the ACEs were also identified and discussed.

Impact of the ACE project

Mr. Recarey discussed the impact of the ACE project. He explained that ILHIE expects to receive a 90% match on all costs incurred in onboarding each ACE entity. The price per ACE entity reflects the 10% of the total cost that will not be covered by the Federal matching. Annual subscription costs were determined by considering a 30% market penetration. The annual subscription fee is on a per provider basis.

Mr. Recarey then provided information regarding the potential ACE connections for ILHIE. Some of these organizations are not sure exactly how they will be connecting. Some are connecting through another organization, and others are creating their own network to connect directly to ILHIE. Mr. Recarey believes that the total number of connections will be between 33 and 227, but the actual number is still unknown. A discussion of the startup costs was had.

Following the presentation, Mr. Recarey requested that the Committee recommend that the “on-boarding fee” be adopted by the Board. Dr. Panomitros, Dr. Wellman and Dr. Newby moved that the Committee recommend that the “on-boarding fee” be adopted by the Board. The motion passed unanimously.

Public Comment

There were no comments offered from the general public.

Adjournment

The meeting was adjourned at 2:53 p.m.

Minutes submitted by Alex Martell