

Department of Vermont Health Access
Division of Health Reform
312 Hurricane Lane, Suite 201
Williston, VT 05495
hcr.vermont.gov
[phone] 802-879-5901

MEMORANDUM

TO: Joint Fiscal Committee

FROM: Hunt Blair, Director, Division of Health Care Reform & State HIT Coordinator

DATE: September 26, 2011

RE: Health Information Technology Fund Update

The Department of Vermont Health Access (DVHA) administers the Health Information Technology (HIT) Fund. This Memo responds to the requirement for an annual report to the Joint Fiscal Committee on the status of the Fund per 32 V.S.A. chapter 241 § 10301 (g). Because the DVHA provided a more detailed summary of HIT Fund activities (past and anticipated) to JFC in June responding to Act 63 of 2011, Sec. G.100: Report on the Health Care Information Technology Reinvestment Fee, and because Act 48 of 2011, Sec. 10. Health Information Technology Plan will provide an even greater level of detail in a report due January 15, 2012, this Memo provides only a short update on the Fund status.

As noted in past reports, there is opportunity for confusion because the Fund was established – and payments from insurers are billed and collected – on the federal fiscal year (October – September). On that calendar, we are currently in the final quarter of the third year of the Fund. However, since the Fund is appropriated, and grants from the Fund are dispersed, on the state fiscal year, DVHA manages the Fund on the state fiscal year and this report reflects that. Summary totals for SFY09 & SFY10 are included for context.

SFY09* Revenue: \$1,725,506

SFY09* Expenses: \$1,404,447

* - Q2-Q3-Q4 only

SFY10: Cash Balance at 07/01/2009 **\$321,059**

SFY10 Revenue: \$2,462,828

SFY10 Expenses: \$127,389

Total SFY10 Activity: \$2,335,439

SFY10: Cash Balance at 06/30/2010 **\$2,656,498**

SFY11 Revenue:

Provider Payments Qtr Ended 09/30/2010	\$	495,876	
Provider Payments Qtr Ended 12/31/2010	\$	1,030,811	
Provider Payments Qtr Ended 03/31/2011	\$	403,795	
Provider Payments Qtr Ended 06/30/2011	\$	941,840	\$ 2,872,322
Interest income			\$ 4,755
Total Revenue			\$ 2,877,077

SFY11 Expenses:

VITL	\$	221,447	
Bi-State	\$	58,713	
Technology & Other	\$	5,194	
AHS Transfer + CAP	\$	304,049	
Total Expenses			\$ 589,402

Total SFY11 Activity: \$ 2,287,675

SFY11: Cash Balance at 6/30/2011 \$ 4,944,173

SFY12 Revenue:

Provider Payments as of 09/15/2011	\$	672,151	
Provider Payments Qtr Ended 12/31/2011	\$	-	
Provider Payments Qtr Ended 03/31/2012	\$	-	
Provider Payments Qtr Ended 06/30/2012	\$	-	
Interest income			
Total Revenue			\$ 672,151

SFY12 Expenses: As of 9/26/11

VITL	\$	39,335	
HP (MAPIR)	\$	32,606	
Bi-State	\$	80,320	
Technology & Other	\$	2,076	
AHS Transfer + CAP	\$	396,414	
Total Expenses			\$ 550,752

Total SFY12 Activity: As of 9/26/11 \$ 121,399

SFY11: Unencumbered Cash Balance at 09/26/2011 \$ 5,065,572