

How Including HIPAA Transaction Sets in RHIO Architecture can Help Fund Clinical Information Exchange

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- Definition of a RHIO
- 7 Steps to Forming a RHIO
- Critical Success Factors
- Financial Models
- Administrative Savings Case Studies
- RHIO Model
- Q&A Opportunity

According to HIMSS:

"A Regional Health Information Organization is a single neutral organization made up of two or more independent care providers in a given medical trading area, community, or region that promotes the use and secure exchange of digital patient information. A RHIO is a neutral convener that will select the technology to be shared and define the requirements for that technology. RHIOs may also provide education, outreach, governance, business processes, standards configuration, and legal infrastructure. They will develop collaboration among all necessary stakeholders within a specific geographic region. The geographic foot print of a RHIO can range from a local community to a larger multi-state region."

LHIE – Local Health Information Exchange

A community or local stakeholder organization within a Regional Health Information Exchange (RHIO)



What is NOT a RHIO?



- Two Clinics or Provider Groups Exchanging Clinical Data
- A Commercial Organization Running the Exchange
- A Vendor Running the Exchange
- Hospital Information System Vendor Providing a Central EMR.



HTP Why are we here?

- .Com Warning Signs of Business Viability
- CHIN of 90s Concept of "Do Everything for Everybody"
- One Solution Myth
- **Unique Problems**
- **Developing the Process**



Clinical Transactions Bring Patient Quality

- **Patient History (Continuum Care Record- CCR)**
- **Laboratory Results**
- **Pharmacy**
 - Drug History
 - Refills
 - Electronic Prescribing
- **Discharge Notices**
- Etc.



Administration Transactions Bring Money

- Patient Demographic (Eligibility)
- Claims
- Claim Status
- Remittance Advise



Clinical/Administration Puts Patient in Focus

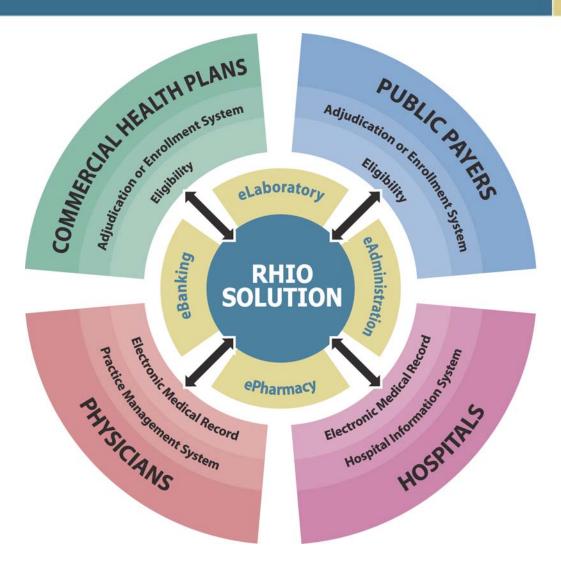
Clinical

- Patient History
- Laboratory
- Pharmacy
- Discharge Notice

Administration

- Patient Demographics
- Claim
- Claim Status
- Remittance Advice

Find the
Business
Model that is
Right for Your
Community





The 7 Steps to Forming A RHIO

- 1. Find a Leader
- 2. Find a Common Problem
- 3. Pull Together the Stakeholders with the Problem
- 4. Set Community Standards to Implement National Standards to Solve the Problem
- 5. Pilot the Standards with a Set of Stakeholders
- 6. Implement Throughout the Community
- 7. Repeat Steps 2 through 6 for the Next Problem.



HTP Critical Success Factors





MPI - the Shangri-La for RHIOs?

MPI – Master Patient Index

- Contains a Clinical History
- Record Locator points to multiple holders of patient history

Positive Effects

- Longitudinal View of Patient History
- Find Complete Patient History

Considerations

- Not Proven Cost Effective
- High Start Up Costs
- Privacy Concerns



Who Funds the RHIO – Start Up



Government (Federal, State, Local)

- ARQH, ONCHIT, CMS
- State Government (Florida \$5 Million)

Foundations

 eHealth Initiative - \$10 Million for RHIO Startups in 2006

Payers

- BC/BS of Massachusetts Donated \$50 Million to MA Share
- Kaiser Donated \$1.1 Million to CalRHIO

Providers

HealthBridge Members Provided Loans totaling \$2
 Million



HTP Who Funds RHIOs - Ongoing



- **Payers (Public and Commercial)**
 - Transaction Fees
 - Membership Fees
- **Providers**
 - Membership Fees
- **Public Safety**
 - Participation Fees



HTP UHIN Administrative Savings - Claims

- 85% of Claims paid in 7 days or less.
- Claim Batch Adjudication run every hour.
 - Next Step Real-time adjudication
 - Payers Reduce Provider Relations
 - Providers Decrease Claim Administration Costs
- Provider Involvement
 - 90% of the Physicians
 - 100% of Hospitals
 - Dentists and Chiropractors Growing
- Community Billing Standards



Remittance Advice Distribution

- Payers Need Electronic Remittance and **EFT for savings**
- **Providers Manually Handle Medicaid and** Medicare
- Long Implementation for 835
- **Untapped Savings for Provider and Payer**
- **Providers Need Management Tools**
- **Payers Need better 835 Documents**

- Massive Volumes to Obtain ROI
 - Hospitals Increase Volume by 10
 - Pricing Model for Physicians
- New Connectivity Options
- Assist in Search for Coverage
- Reduce Write-offs by 1/3



Patient Continuum of Care Record

VHA & Katrina

- Availability of Electronic Medical Records
- Others Scrambled to Create Web Site of Medication
- **Blues Move to Create Administrative** Based CCR
- **Payers Hold Most Comprehensive** Records
- **Payers Hold Clinical Data**
- **Get Past Psychological Barriers**



HTP RHIO Clinical Savings Study

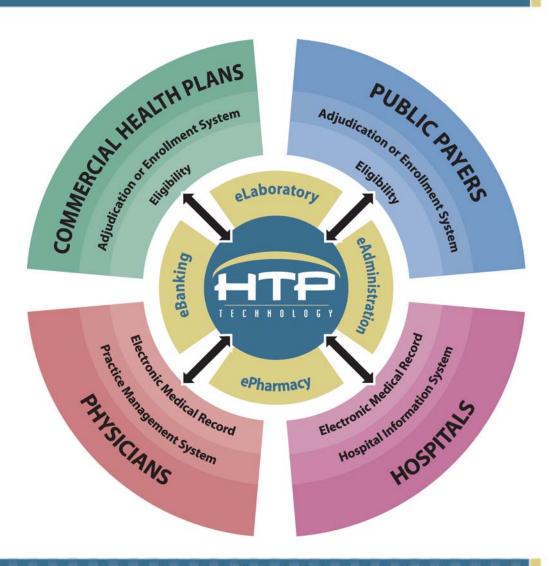


- Clinical Savings are Administrative RelatedJacksonville RHIO
 - - Family Care Partners uses RHIO and EMR to:
 - Reduce Overhead from 37% to 30% of Revenue (2006) goal 27%)
 - Reduced Unnecessary testing and payer paperwork
 - Platform for Pay for Performance Bonuses
 - Clinical Care Improvements



Putting It All Together

What RHIO
Architecture
is Right
for You?





eHealth Initiative

- RHIO Toolkit
- www.ehealthinitiative.org

The Markle Foundation

- Legal Forms for RHIO
- www.markle.org

California Healthcare Foundation

- Newsletter and HL7 Lab Implementation Guide
- www.chcf.org

Utah Health Information Network

- Working RHIO Standards
- www.uhin.com

HTP Inc.

- White Paper On Administration and Clinical
- www.htp-inc.com



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RHIO White Paper on our Web site www.htp-inc.com