

Transcript of Public Hearing

Date: February 17, 2022

Case: State of Illinois Health Facilities and Services Review Board

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           ILLINOIS DEPARTMENT OF PUBLIC HEALTH
        HEALTH FACILITIES AND SERVICES REVIEW BOARD
2
3
           BEFORE HEARING OFFICER APRIL SIMMONS
4
5
      -----X
6
    IN RE:
7
    Public Comments Regarding :
8
    Application for Change in
9
    Ownership Exemptions for :
    AMITA Health.
10
11
        -----x
12
      PUBLIC HEARING in accordance with requirements
13
      of the Illinois Health Facilities Planning Act
14
                  Conducted Virtually
15
                Thursday, February 17, 2022
16
                       11:01 a.m.
17
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19
20
21
22
    Job No.: 431688
23
    Pages: 1 - 18
24
    Reported by: Paula Quetsch, CSR, RPR
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1	PUBLIC HEARING held virtually:
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9	Before Paula Quetsch, a Certified Shorthand
10	Reporter, Registered Professional Reporter, and a
11	Notary Public in and for the State of Illinois.
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1	PRESENT:
2	ILLINOIS HEALTH FACILITIES AND SERVICES
3	REVIEW BOARD, by
4	APRIL SIMMONS, Public Hearing Officer
5	GEORGE ROATE, CON Reviewer
6	MICHAEL CONSTANTINO, IDPH Staff
7	MICHAEL MITCHELL, IDPH Staff
8	ANN GUILD, Compliance Manager
9	525 West Jefferson Street
10	Second Floor
11	Springfield, Illinois 62761
12	(217) 782-3516
13	
14	
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23	
24	

1	PROCEEDINGS
2	MS. SIMMONS: Good morning. My name is
3	April Simmons, and I am the general counsel for
4	the Illinois Health Facilities & Services Review
5	Board. This morning I will also be acting as the
6	hearing officer for today's proceeding. Present
7	with me today also representing the Board are
8	Mike Constantino, George Roate, and Mike Mitchell,
9	as well as Ann Guild.
10	On behalf of the State Board, thank you
11	for attending this public hearing for the multiple
12	AMITA Health exemption applications regarding a
13	change of ownership.
14	As part of the rules of the Illinois
15	Health Facilities & Services Review Board, I would
16	like to read the previously published legal notice
17	into the record.
18	"Legal Notice of Public Hearing and
19	Opportunity for Written Comment:
20	"In accordance with the requirements of
21	the Illinois Health Facilities Planning Act and
22	77 Illinois Administrative Code Part 1130, notice
23	is given of a public hearing on an exemption for a
24	change of ownership on the following AMITA Health

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1
     Care facilities:
            "E-002-22, Presence Mercy Medical Center,
2
3
    Aurora:
4
            "E-003-22, Presence St. Mary's Hospital,
5
    Kankakee;
6
            "E-004-22, Presence Saint Joseph Medical
7
    Center, Joliet;
            "E-005-22, Presence St. Joseph Hospital,
8
9
    Elgin;
            "E-006-22, Presence Resurrection Medical
10
11
    Center, Chicago;
            "SE-007-22, Presence Saint Elizabeth
12
13
    Hospital, Chicago;
14
            "E-008-22, Presence Saint Joseph
    Hospital-Chicago;
15
            "E-009-22, Presence Holy Family Medical
16
17
    Center, Des Plaines;
            "E-010-22, Presence Saint Mary of Nazareth
18
    Hospital, Chicago;
19
20
            "E-011-22, Presence Saint Francis Hospital,
2.1
    Evanston;
22
            "E-012-22, Alexian Brothers Behavioral
23
    Health Hospital, Hoffman Estates;
            "E-013-22, Alexian Brothers Medical Center,
24
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1
    Elk Grove Village;
2
            "E-014-22, St. Alexius Medical Center,
    Hoffman Estates;
3
4
            "E-015-22, Adventist GlenOaks Hospital,
5
    Glendale Heights;
6
            "E-016-22, Adventist LaGrange Memorial
7
    Hospital, LaGrange;
            "E-017-22, Adventist Hinsdale Hospital in
8
    Hinsdale;
9
            "E-018-22, Adventist Bolingbrook Hospital
10
11
     in Bolingbrook;
12
            "E-019-22, Hoffman Estates Surgery Center,
13
    LLC, Hoffman Estates;
            "E-020-22, Belmont/Harlem Surgery Center,
14
15
    Chicago;
            "E-021-22, AMITA Health Endoscopy Center,
16
17
    Chicago;
            "E-022-22, Des Plaines Endoscopy Center,
18
     Des Plaines.
19
20
            "These exemption applications were deemed
2.1
     substantively complete on January 6, 2022. These
22
    applications are tentatively scheduled to be heard
     at the March 15th, 2022, State Board meeting.
23
24
    Written public comments on these exemptions will
```

1 be accepted by the State Board no later than 2 February 23rd, 2022. 3 "Information regarding this hearing or any 4 other activity of the Illinois Health Facilities & 5 Services Review Board can be obtained at the State 6 Board's website." 7 As previously stated, this public hearing 8 is conducted by the staff of the Illinois Health 9 Facilities & Services Review Board pursuant to the 10 Illinois Health Facilities Planning Act. 11 hearing is open to the public and affords an 12 opportunity for parties with interest in these 13 projects to present written and/or verbal comment relevant to the projects. All allegations or 14 assertions should be relevant to the need for the 15 16 proposed project and be supported with two copies

Please note that in order to ensure that the Health Facilities & Services Review Board's public hearings protect the privacy and maintain the confidentiality of an individual's health information, covered entities as defined by the Health Insurance Portability and Accountability

of documentation or materials on printed or typed

17

18

19

20

2.1

22

2.3

24

paper.

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1
    Act of 1996 such as hospital providers, health
2
    plans, and healthcare clearinghouses submitting
3
    oral or written testimony that discloses protected
4
    health information of individuals shall have a
5
    valid written authorization from that individual.
6
    The authorization shall allow the covered entity
7
    to share the individual's protected health
8
     information at this hearing.
9
            Prior to beginning your remarks, please
10
    clearly state and spell your first and last name.
11
    The applicant shall be afforded an opportunity to
12
    provide a summary of their request. Today's
    proceedings will begin with a representative from
13
14
    AMITA, Ms. Gray.
15
            MS. GARY: Yes, hello. Can you see me and
16
    hear me?
17
            MS. SIMMONS: Yes, we can. I'm sorry,
18
    Ms. Gary.
19
            MS. GARY: No problem. Good morning.
                                                    My
20
    name is Cristal Gary, C-r-i-s-t-a-l G-a-r-y.
                                                    Ι
    hold the title of Chief Advocacy Officer with
2.1
22
    Alexian Brothers-AHS Midwest Health which operates
    under the name of AMITA Health. I would like to
2.3
24
    start by providing a bit of background for context
```

1	for the COEs being discussed in today's hearing.
2	In 2015 Advent Health Systems Sunbelt
3	Healthcare Corporation which controlled four
4	hospitals in Illinois and Ascension Health which
5	controlled three hospitals in Illinois entered
6	into an affiliation agreement and established a
7	joint operating company to oversee the management
8	of their respective hospitals' operations
9	consistent with the Ascension and Advent Health
10	religious identities. That joint operating
11	company is AMITA Health.
12	Subsequently, in 2018 Ascension Health
13	assumed ownership and control of the hospitals'
14	long-term facilities and ambulatory surgery
15	centers that were owned and controlled by Presence
16	Health Network. As part of that transaction, the
17	Presence hospitals and ambulatory surgery centers
18	also became part of the network of healthcare
19	facilities managed by AMITA Health. Today there
20	are a total of 21 IDPH-licensed facilities whose
21	operations are managed under AMITA Health. There
22	are 17 hospitals, the formerly Alexian Brothers
23	Advent Health and Presence facilities, as well as
24	four ambulatory surgery centers.

After seven years of working together,
Ascension Health and Advent Health have made the
mutual decision to terminate their affiliation
agreement. This disaffiliation involves the
unwinding of AMITA Health's delegated management
of the facilities' operations. However, because
the ownership of the hospitals' and ambulatory
surgery centers' assets were not transferred as
part of the AMITA Health formation, this
disaffiliation would not involve any change or
transfer of the ownership of any assets, including
physical assets such as the buildings and
equipment. In addition, the individual licenses
were retained by the hospital and ambulatory
surgery center entities themselves and as such
would not be changing as a result of the proposed
transaction.
In today's rapidly changing healthcare
delivery environment, it is important to be able
to nimbly adapt and evolve facility operations and
strategies to meet the needs and expectations of
healthcare consumers. We are confident that

Ascension Health and Advent Health will be able to

do this more effectively as independent systems as

1	opposed to the current joint management structure.
2	Ascension Health and Advent Health both
3	continue to have a strong commitment to the
4	Illinois markets they are serving and to ensuring
5	that patients continue to have access to high-
6	quality healthcare services in their communities.
7	Thank you for your attention this morning.
8	That concludes my remarks.
9	MS. SIMMONS: Thank you. At this time I'm
10	going to ask if there's any additional individuals
11	that wish to speak. I think everyone there's
12	no callers, so please indicate by raising your
13	hand if you wish to speak at this time.
14	(No response.)
15	MS. SIMMONS: This hearing is scheduled for
16	an hour. I will return within the next five minutes
17	to see if there's anyone at that time that wishes
18	to speak. Thank you.
19	(Recess taken, 11:12 a.m. to 11:19 a.m.)
20	MS. SIMMONS: Good morning, this is the
21	public hearing for the exemption applications for
22	AMITA, and if there is anyone that wishes to speak
23	at this time, please indicate by raising your hand.
24	(No response.)

```
1
                          Seeing none, this public
            MS. SIMMONS:
2
    hearing is scheduled for a period an hour. I will
3
    return in a few minutes to see if there's anyone
4
    that wishes to speak at that time.
5
            (Recess taken, 11:19 a.m. to 11:24 a.m.)
6
            MS. SIMMONS: This is the public hearing
7
     for multiple AMITA Health exemption applications.
8
     If you wish to speak at this time, please indicate
    by raising your hand.
9
10
            (No response.)
11
            MS. SIMMONS: Seeing none, at this time
12
    this public hearing is scheduled for an hour. I
13
    will return shortly to see if there's anyone that
14
    wishes to speak at that time.
15
            (Recess taken, 11:24 a.m. to 11:32 a.m.)
16
            MS. SIMMONS: This is the public hearing
17
     for multiple AMITA Health exemption applications.
18
     If you wish to speak at this time, please indicate
    by raising your hand.
19
20
            (No response.)
2.1
            (Recess taken, 11:33 a.m. to 11:38 a.m.)
22
            MS. SIMMONS: This is the public hearing
23
     for multiple AMITA Health exemption applications.
24
     If you wish to speak at this time, please indicate
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1
    by raising your hand.
2
            (No response.)
3
            (Recess taken, 11:38 a.m. to 11:42 a.m.)
4
            MS. SIMMONS: This is the public hearing
5
     for multiple AMITA Health exemption applications.
6
     If you wish to speak at this time, please indicate
7
    by raising your hand.
8
            (No response.)
9
            (Recess taken, 11:43 a.m. to 11:50 a.m.)
10
            MS. SIMMONS: This is the public hearing
11
     for multiple AMITA Health exemption applications.
12
     Is there anyone that wishes to speak at this time?
13
    Please indicate by raising your hand.
14
            (No response.)
15
            MS. SIMMONS: Seeing none, Joe, would you
16
    like for your last speaker to go at this time?
17
            MR. OURTH: Yes. Julie Roknich is prepared
18
    to make a closing statement.
19
            MS. SIMMONS: Okay. Thank you.
20
            Julie, I believe you have been made a
2.1
    panelist. You can proceed.
22
            MS. ROKNICH: Thank you very much.
23
    Unfortunately, it looks like my video is not going
2.4
    to cooperate with me. Is it okay if I continue
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1	verbally only?
2	MS. SIMMONS: Yes, that's fine.
3	MS. ROKNICH: Wonderful, thanks.
4	So my name is Julie Roknich, J-u-l-i-e,
5	last name R-o-k-n-i-c-h. I am the vice president
6	and senior associate general counsel for AMITA
7	Health.
8	AMITA Health is steadfast in its belief
9	that Ascension and Advent's improved ability to
10	deliver the day-to-day operations of their
11	facilities to meet the needs of our changing
12	healthcare delivery environment while at the same
13	time maintaining a strong commitment to the
14	principles of our sponsoring organizations will
15	result in a benefit to the residents of the
16	greater Chicago area that we are privileged to
17	serve. Those commitments to our principles and to
18	the community will not change with the proposed
19	disaffiliation projects.
20	In closing and on behalf of AMITA Health,
21	I would like to thank the Health Facilities &
22	Services Review Board staff for your assistance in
23	the development of the applications that we have
24	filed and for the coordination of the public

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1
    hearing today.
2
            Thank you. That's the end of my remarks.
                          Thank you, Julie.
3
            MS. SIMMONS:
            Is there anyone else that wishes to speak
4
5
    at this time?
6
            (No response.)
7
            (Recess taken, 11:53 a.m. to 11:57 a.m.)
8
            MS. SIMMONS: Is there anyone who wishes
9
    to testify who has not had the opportunity to
    testify? At this time if you can please indicate
10
    by raising your hand.
11
12
            (No response.)
            MS. SIMMONS: There are no call-in users.
13
    If you can please indicate by raising your hand.
14
15
            (No response.)
16
            MS. SIMMONS: Mitch, can you confirm for
17
    me that there's no additional hands raised?
            MR. MITCHELL: I see no hands.
18
19
            MS. SIMMONS: Thank you.
20
            Paula, if you can let the record reflect
2.1
    that the time is currently 11:57. There has been
22
    no new attendees that have entered this public
23
    hearing for the past 30 minutes. I have asked if
2.4
    there are -- if there's anyone that wishes to
```

1 testify at this time, and no hands have been raised. 2 Please note that this project is scheduled 3 for consideration by the Board at its March 15th, 4 2022, meeting. The Board -- it's tentatively 5 scheduled for the Board meeting at its March 15, 6 2022 meeting. The State Board meeting will be 7 held virtually beginning at 9:00 a.m. Please 8 refer to the State Board's website for the link to 9 the State Board meeting. 10 The public has until February 23rd, 2022, to submit signed written comments pertaining to this 11 12 project. Comments should be sent to the attention 13 of the Illinois Health Facilities & Services Review Board, 525 West Jefferson Street, Second 14 15 Floor, and that's in Springfield, Illinois 62761. 16 The State Board will post its findings in 17 the State Board staff report, and this report will 18 be made available on Tuesday, March 1st, 2022. 19 The public may submit written responses to any 20 errors in the findings of the Board staff of the Illinois Health Facilities & Services Review 2.1 22 Board, and the public will have until 9:00 a.m. on Monday, March 7, 2022, to submit any written 23 2.4 responses to the content of the report findings.

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That report, as well as all additional information
1
2
     regarding these applications, can be accessed on
3
     the Board's website.
4
            Are there any questions at this time?
5
            (No response.)
6
            MS. SIMMONS: Seeing no hands raised, I
7
    deem this public hearing adjourned. Thank you for
8
    your participation in today's proceedings.
9
            (Off the record at 12:00 p.m. CST)
10
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24
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1 CERTIFICATE OF SHORTHAND REPORTER 2 3 I, Paula M. Quetsch, Certified Shorthand 4 Reporter No. 084-003733, CSR, RPR, and a Notary 5 Public in and for the County of Kane, State of 6 Illinois, the officer before whom the foregoing proceedings were taken, do certify that the foregoing 7 8 transcript is a true and correct record of the 9 proceedings, that said proceedings were taken by 10 me stenographically and thereafter reduced to 11 typewriting under my supervision, and that I am 12 neither counsel for, related to, nor employed by 13 any of the parties to this case and have no interest, financial or otherwise, in its outcome. 14 15 16 IN WITNESS WHEREOF, I have hereunto set my 17 hand and affixed my notarial seal this 20th day of February, 2022. 18 19 My commission expires: October 16, 2025 20 21 22 23 Notary Public in and for the State of Illinois 24