LONG RANGE PLANNING

St. Claire



Beyond Blue—Claire Blue Health

- St. Claire Medical Center
- St. Claire Real Properties, Inc.

King's Daughters



Beyond Blue—Royal Blue Health

- King's Daughters Medical Center
- King's Daughters Medical Center Ohio
- King's Daughters Medical Specialties
- Kingsbrook Lifecare Center
- King's Daughters Medical Transport
- Child Development Center

HealthCare



UK HealthCare

- Chandler
- Good Samaritan
- Golisano Children's Hospital at UK
- Ambulatory
- Pharmacy
- Eastern State Hospital *(Mngmt Agreement)*
- Surgery Blue
- University Health Service *(Clinic)*
- Beyond Blue *(Insure Blue)*

University of Kentucky

FINANCIAL OUTLOOK ASSUMPTIONS

Core Assumption	UK St Claire	UK Kings Daughters	UKHC
Inpatient Volume	Discharges: +2.0% annually	1% Growth Annually	Limited new growth: 3 Yr CAGR 1.8% 0% beyond Yr 3
Outpatient Volume	Visits: +4.0% annually	3% Growth Annually	5 Yr CAGR 3.6%
Revenue Rates	Service Specific Rate Changes ~2% Avg Mix Rate Changes	3% Annual Increase (Commercial) 1% Annual Increase (Medicare)	Service Specific Rate Changes ~2% Avg Mix Rate Changes
Investments	Conservative 3% Returns Annually	Conservative 3% Returns Annually	Cash Return Reducing with Fed Rate Reductions/ Investments @ 8% Per year
Compensation Rates	3% Per Year Blended	3% Per Year	3% Per Year Blended
Pharmacy Inflation	4% Per Year	3% Per Year	4% Per Year
Supply Cost Inflation	3% Per Year	3% Per Year	3% Per Year
Medicaid Directed Payments	FY26 Preprint Rate Capped – January 2028 10% Reduction Per Year for 10 Years		
Other Items	Long-term capital plan underway, adjusting to deployment based on model results.	Other Expenses – Inflation at 2% Per Year	Quasi Endowment Investment and Capital Adjusted Capital Timing

UK HealthCare