

Unaudited Quarterly Report As of and for the Three and Twelve Months Ended December 31, 2022



TABLE OF CONTENTS

PAR	T I SSM HEALTH CARE OVERVIEW	3
A.	Introduction	3
В.	Mission, Vision, and Values	3
C.	Organization	4
PAR	T II FINANCIAL INFORMATION	5
A.	Financial Statement Presentation	5
В.	Overview	5
C.	Consolidated Balance Sheets	6
D.	Consolidated Statements of Operations	7
E.	Consolidated Statements of Cash Flows	9
F.	Consolidated Assets Limited as to Use or Restricted	11
G.	Utilization Statistics and Payor Mix	12
Н.	Management's Discussion and Analysis of Financial Performance	13
I.	Cash and Investment Management	18
J.	Debt Management	21
K.	Capital Planning	24
L.	Subsequent Events	25
PAR	T III CREDIT GROUP	26
A.	Credit Group Consolidated Balance Sheets	26
В.	Credit Group Consolidated Statements of Operations	27
C.	Credit Group Consolidated Statements of Cash Flows	29
D.	Credit Group Consolidated Assets Limited as to Use or Restricted	31
E.	Credit Group Utilization Statistics and Payor Mix	32
F.	Credit Group Member Listing	33
PAR	T IV OTHER INFORMATION	34
A.	Environmental, Social and Governance	34
В.	Appendix B	36
C.	Debt Certifications	38

PART I - SSM HEALTH CARE OVERVIEW

A. Introduction

This quarterly filing contains information concerning SSM Health Care Corporation (SSMHCC), doing business as SSM Health (SSMH), and the SSM Health Care Credit Group (Credit Group), as defined in Part III. SSMHCC is the principal, not-for-profit corporation, which holds membership or stock ownership in other affiliated corporations. SSMHCC and its affiliates comprise a centrally managed, fully integrated health care delivery system with its headquarters based in St. Louis, Missouri. Through its affiliated corporations, SSMHCC owns and operates hospitals, long-term care facilities, an extensive network of physician practice operations, and other health care businesses, located primarily in four states. SSMHCC also is the majority owner of and operates a pharmacy benefit management organization (PBM) serving members in all 50 states and holds a significant noncontrolling interest in a health plan that serves members in Wisconsin, Oklahoma, Missouri, and Illinois.

SSMHCC is sponsored by SSM Health Ministries, which is currently comprised of two Franciscan Sisters of Mary (FSM), one Sister of St. Agnes, one Jesuit priest, and five lay persons who collectively hold certain reserved powers over SSMH. The health care ministry of the FSMs dates back to 1872 when its foundress and four other sisters arrived in St. Louis from Germany, committed to serving the sick and the poor in their community.

B. Mission, Vision, and Values

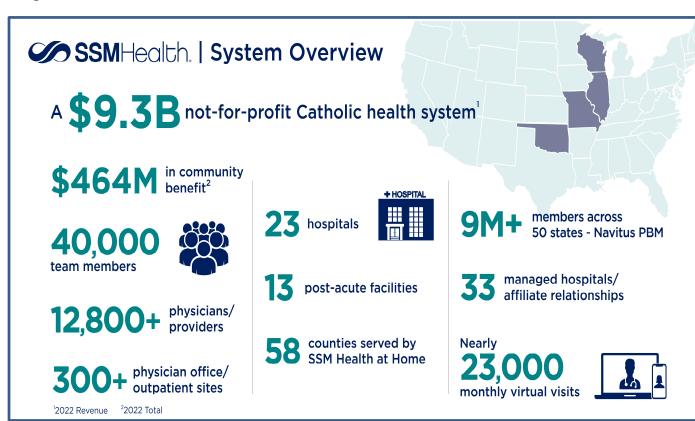
"Through our exceptional health care services, we reveal the healing presence of God."

This thirteen-word statement was developed in 1999 with involvement and input from over 3,000 employees. The mission statement serves as a guide for SSMH's decisions and actions, and the achievement of "exceptional health care services" is measured by the top decile results in the areas of quality, safety, patient satisfaction, and employee and physician commitment. For financial goals, "exceptional" is set based on goals established through the strategic and financial planning process. SSMH's mission statement is supported by the vision and values of the organization.

Vision: Peace, hope and health for every person, family and community, especially those most in need.

Values: Compassion – Respect – Excellence – Stewardship – Community

C. Organization



PART II - FINANCIAL INFORMATION

A. Financial Statement Presentation

The following consolidated financial information for SSMH includes the financial position, operating results, and cash flows.

B. Overview

SSMH is contractually obligated to make payments with respect to notes and other obligations issued under a master trust indenture. The entities that comprise the Credit Group include certain designated affiliates, as well as SSMH as the obligated group member. Certain controlled affiliates, required to be consolidated with SSMH in accordance with accounting principles generally accepted in the United States (GAAP), have been excluded from the Credit Group. In addition, charitable foundations, certain physician group practices, the interest of SSMH in various other for-profit subsidiaries, and ancillary joint ventures are excluded from the Credit Group.

This quarterly report is provided to give management's view of key factors underlying SSMH's consolidated financial performance and position as of and for the twelve months ended December 31, 2022. The report also includes an update on capital and debt as of December 31, 2022. Unless otherwise stated, financial results relate to the twelve months ended December 31, 2022 and 2021. The accounting and reporting policies of SSMH conform to GAAP for interim financial statements. Accordingly, certain data and information reflected in this report may not comply with GAAP requirements for a complete set of financial statements and footnotes.

As of December 31, 2022, certain assets of St. Mary's Hospital – Jefferson City no longer met the criteria to be classified as held for sale and were reclassified on the balance sheet.

On July 1, 2022, SSMH assumed ownership of the SLUCare Physician Group (SLUCare) from Saint Louis University through a cash purchase of substantially all of the operating assets and certain liabilities of SLUCare, along with the redemption of Saint Louis University's 15% membership interest in SSM Health St. Louis. The agreement formally brings together the academic medical expertise of SLUCare with SSMH's high-quality, community-based care model to create a comprehensive fully integrated academic and community-based physician group, with more than 1,200 providers in the St. Louis region.

C. CONSOLIDATED AUDITED BALANCE SHEETS (In thousands)		
	December 31,	December 31,
ASSETS	<u>2022</u>	<u>2021</u>
CURRENT ASSETS:		
Cash and cash equivalents	\$ 574,339	\$ 764,672
Investments	112,203	113,894
Current portion of assets limited as to use or restricted	454,838	542,070
Patient accounts receivable	976,730	855,283
Pharmacy claims and rebates receivable	900,547	558,709
Other receivables	151,393	61,261
Inventories, prepaid expenses, and other	274,458	228,546
Estimated third-party payor settlements	7,812	18,323
Assets held for sale	-	29,023
Total current assets	3,452,320	3,171,781
ASSETS LIMITED AS TO USE OR RESTRICTED — Excluding current portion	3,232,722	4,562,535
PROPERTY AND EQUIPMENT — Net	2,860,691	2,748,710
OPERATING RIGHT-OF-USE ASSETS	194,735	199,622
OTHER ASSETS:		
Goodwill	289,661	151,193
Intangible assets — net	179,751	178,758
Investments in unconsolidated entities	383,567	385,154
Other	35,557	25,316
Total other assets	888,536	740,421
TOTAL ASSETS	\$ 10,629,004	\$ 11,423,069
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Revolving line of credit	\$ -	\$ 60,000
Current portion of long-term debt and finance lease obligations	602,034	21,483
Accounts payable and accrued expenses	2,529,080	2,141,963
Short-term borrowings	443,580	446,500
Deferred revenue	19,961	322,072
Estimated third-party payor settlements	126,390	96,089
Other current liabilities	255,404	337,215
Total current liabilities	3,976,449	3,425,322
LONG-TERM DEBT — Excluding current portion	1,354,142	1,824,753
LONG-TERM DEBT — Excluding current portion ESTIMATED SELF-INSURANCE OBLIGATIONS	1,354,142 117,239	1,824,753 108,935
ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS — Excluding current portion FINANCE LEASE OBLIGATIONS — Excluding current portion	117,239 164,641 14,640	108,935 170,717 15,753
ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS — Excluding current portion FINANCE LEASE OBLIGATIONS — Excluding current portion PENSION LIABILITY	117,239 164,641 14,640 173,266	108,935 170,717 15,753 547,785
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ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS — Excluding current portion FINANCE LEASE OBLIGATIONS — Excluding current portion PENSION LIABILITY OTHER LIABILITIES Total liabilities NET ASSETS: Without donor restrictions:	117,239 164,641 14,640 173,266 324,640 6,125,017	108,935 170,717 15,753 547,785 516,070 6,609,335
ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS — Excluding current portion FINANCE LEASE OBLIGATIONS — Excluding current portion PENSION LIABILITY OTHER LIABILITIES Total liabilities NET ASSETS: Without donor restrictions: SSM Health net assets without donor restrictions	117,239 164,641 14,640 173,266 324,640 6,125,017	108,935 170,717 15,753 547,785 516,070 6,609,335
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ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS — Excluding current portion FINANCE LEASE OBLIGATIONS — Excluding current portion PENSION LIABILITY OTHER LIABILITIES Total liabilities NET ASSETS: Without donor restrictions: SSM Health net assets without donor restrictions Noncontrolling interest in subsidiaries	117,239 164,641 14,640 173,266 324,640 6,125,017 4,286,657 74,297	108,935 170,717 15,753 547,785 516,070 6,609,335 4,469,796 211,669
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D. CONSOLIDATED STATEMENTS OF OPERATIONS				
(In thousands)		Unau	dited	1
	Three Months Ended December 31,			
		2022		<u>2021</u>
OPERATING REVENUES AND OTHER SUPPORT:				
Net patient service revenues	\$	1,598,648	\$	1,465,958
Capitation and premium revenues		297,561		267,492
Pharmacy benefit management revenues		384,755		290,114
Investment income		10,795		17,212
Other revenues		161,706		316,695
Net assets released from restrictions		4,254		2,708
Total operating revenues and other support		2,457,719	_	2,360,179
OPERATING EXPENSES:				
Salaries and benefits		1,084,669		1,052,629
Medical claims		141,603		191,240
Supplies		389,240		349,904
Pharmacy benefit management supplies		325,250		247,720
Professional fees and other		482,432		417,934
Interest		22,891		17,180
Depreciation and amortization		80,034		76,111
Total operating expenses		2,526,119		2,352,718
Total operating expenses	_	2,320,113		2,332,710
(LOSS) INCOME FROM OPERATIONS BEFORE OTHER ITEMS		(68,400)		7,461
OTHER ITEMS:				
Gain on divestiture		-		182,714
Long-lived asset impairment		-		(26,227)
OPERATING (LOSS) INCOME		(68,400)	_	163,948
NONODERATING CAING AND (LOSSES).				
NONOPERATING GAINS AND (LOSSES): Investment income		102 254		147 240
		103,351		147,319
Net periodic pension cost Change in fair value of interest rate swaps		(1,419) 1,350		(45,472) (14,915)
Other — net		(14,097)		(14,913)
Total nonoperating gains— net	_		_	
Total Horioperating Bains - Net	_	89,185	_	83,643
EXCESS OF REVENUES OVER EXPENSES	\$	20,785	\$	247,591
EXCESS OF REVENUES OVER EXPENSES ATTRIBUTABLE TO NONCONTROLLING INTEREST		1,274		16,765
EXCESS OF REVENUES OVER EXPENSES - net of noncontrolling interest	\$	19,511	\$	230,826
· ·	y	19,311	<u> </u>	230,020

D. CONSOLIDATED STATEMENTS OF OPERATIONS				
(In thousands)	Auc	lited		
	Twelve Months Ended December 3			
	<u>2022</u>	<u>2021</u>		
OPERATING REVENUES AND OTHER SUPPORT:				
Net patient service revenues	\$ 6,054,963	\$ 5,693,296		
Capitation and Premium revenues	1,187,447	1,451,860		
Pharmacy benefit management revenues	1,452,577	1,015,066		
Investment (loss) income	(69,547)	74,340		
Other revenues	672,985	842,628		
Net assets released from restrictions	8,796	8,940		
Total operating revenues and other support	9,307,221	9,086,130		
OPERATING EXPENSES:				
Salaries and benefits	4,081,423	3,829,639		
Medical claims	520,249	647,148		
Supplies	1,465,798	1,351,804		
Pharmacy benefit management supplies	1,222,826	923,293		
Professional fees and other	1,876,904	1,745,259		
Interest	80,284	73,897		
Depreciation and amortization	308,641	306,383		
Total operating expenses	9,556,125	8,877,423		
(LOSS) INCOME FROM OPERATIONS BEFORE OTHER ITEMS	(248,904)	208,707		
OTHER ITEMS:				
Gain on divestiture	-	182,714		
Long-lived asset impairment		(26,227)		
OPERATING (LOSS) INCOME	(248,904)	365,194		
OFERATING (LOSS) INCOME	(248,304)			
NONOPERATING (LOSSES) AND GAINS:				
Investment (loss) income	(375,041)	400,777		
Loss from early extinguishment of debt	(2,075)	-		
Net periodic pension cost	(3,454)	(86,428)		
Change in fair value of interest rate swaps	165,200	43,157		
Other — net	266	(6,901)		
Total nonoperating (losses) gains— net	(215,104)	350,605		
(DEFCIT) EXCESS OF REVENUES OVER EXPENSES	\$ (464,008)	\$ 715,799		
EXCESS OF REVENUES OVER EXPENSES ATTRIBUTABLE TO NONCONTROLLING INTEREST	643	27.407		
LACESS OF REVENUES OVER EAF ENGLS AT INIBOTABLE TO INDIRCONTROLLING INTEREST	612	37,497		
(DEFICIT) EXCESS OF REVENUES OVER EXPENSES - net of noncontrolling interest	\$ (464,620)	\$ 678,302		

E. CONSOLIDATED STATEMENTS OF CASH FLOWS			
(In thousands)	Unau	dited	
	Three Months Ended December 3 2022 2021		
CASH FLOWS FROM OPERATING ACTIVITIES:	<u> </u>		
Change in net assets	\$ 347,774	\$ 659,623	
Adjustments to reconcile change in net assets to net cash			
used in operating activities: Pension-related changes other than net periodic pension cost	(323,592)	(411,895)	
Depreciation and amortization	80,034	76,111	
Gain on divestiture	-	(182,714)	
Loss on impairment	_	26,227	
Amortization of debt premium	(4,036)	(2,902)	
Contributions for long-term investment	(7,667)	215	
Distributions to noncontrolling owners — net	2,086	1,289	
Gains on investments — net	(86,877)	(158,996)	
Equity in earnings of unconsolidated entities	(13,823)	(29,918)	
Change in market value of interest rate swaps Losses on disposal of assets	(1,350) 5,170	14,915 195	
Distributions from unconsolidated entities	17,766	17,499	
Proceeds from sale of noncontrolling interest in subsidiary	-	(941)	
Inherent contributions related to acquisition	2,253	-	
Medicare advanced payments under CARES Act	(11,999)	(179,018)	
Changes in assets and liabilities:	(= 0= 1)	22.22	
Investments Patient accounts receivable	(7,351)	38,896	
Pharmacy claims and rebates receivable	14,229 (216,152)	47,954 50,303	
Other receivables, inventories, prepaid expenses, and other	257,831	38,897	
Operating right-of-use assets	12,151	11,862	
Accounts payable, accrued expenses, deferred revenue,			
and other liabilities	223,445	318,394	
Other changes to pension liability	(50,910)	27,001	
Operating lease obligations	(12,735)	(11,894)	
Estimated self-insurance obligations	3,916	(14,666)	
Net cash provided by operating activities	230,163	336,437	
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property and equipment	(97,651)	(66,949)	
Proceeds from disposal of property and equipment and			
sales of other assets	89	253	
Net change in assets limited as to use or restricted	(225,704)	(306,902)	
Contributions to unconsolidated entities	(10,480)	(7,931)	
Proceeds from divestiture	-	214,161	
Acquisitions, net of cash acquired	-	(166,769)	
Purchases of other assets	4,419	148,699	
Net cash used in investing activities	(329,327)	(185,438)	
CASH FLOWS FROM FINANCING ACTIVITIES:			
Payments on revolving line of credit	(50,000)	(22,973)	
Proceeds from issuance of long-term debt	-	3,028	
Payments on long-term debt	(418)	(429)	
Proceeds from sale of noncontrolling interest in subsidiary	7.667	941	
Contributions for long-term investment Distributions to noncontrolling owners—net	7,667 (2,086)	(215) (1,289)	
Proceeds from patient loans	1,708	7,690	
Payments on patient loans	(2,398)	(5,686)	
Net cash used in financing activities	(45,527)	(18,933)	
NET (DECREASES) INCREASE IN CASH AND CASH EQUIVALENTS	(144,691)	132,066	
CASH AND CASH EQUIVALENTS — Beginning of Period	719,030	632,606	
CASH AND CASH EQUIVALENTS — Beginning of Period CASH AND CASH EQUIVALENTS — End of Period	\$ 574,339	\$ 764,672	
CASITAND CASITEQUIVALENTS — Ellu OI FEITOU	374,339	704,072	

E. CONSOLIDATED STATEMENTS OF CASH FLOWS			
(In thousands)	Audited		
	Twelve Months Ended December 3		
CASH ELONAS EDONA ODERATINO A CTIVITIES	<u>2022</u>	<u>2021</u>	
CASH FLOWS FROM OPERATING ACTIVITIES: Change in net assets	\$ (309,747)	\$ 1,139,519	
Adjustments to reconcile change in net assets to net cash	(303,747)	7 1,133,313	
(used in) provided by operating activities:			
Pension-related changes other than net periodic pension cost	(323,592)	(411,895)	
Depreciation and amortization	308,641	306,383	
Loss on early debt extinguishment Gain on divestiture	2,075	- (182,714)	
Loss on impairment	_	26,227	
Amortization of debt premium	(19,501)	(2,902)	
Contributions for long-term investment	(9,143)	(853)	
Distributions to noncontrolling owners — net	5,689	4,756	
Losses (gains) on investments — net Equity in earnings of unconsolidated entities	528,794 (13,823)	(413,693) (29,918)	
Change in fair value of interest rate swaps	(165,200)	(43,157)	
Losses (gains) on disposal of assets	9,810	(254)	
Distributions from unconsolidated entities	17,766	17,499	
Proceeds from sale of noncontrolling interest in subsidiary	164 100	(941)	
Payments for acquisition of noncontrolling interest in subsidiary Inherent contributions related to acquisition	164,100 (16,162)	-	
Medicare advanced payments under CARES Act	(302,359)	(179,018)	
Changes in assets and liabilities:			
Investments	4,774	(22,407)	
Patient accounts receivable Pharmacy claims and rebates receivable	(119,217) (341,838)	(81,796) (115,158)	
Other receivables, inventories, prepaid expenses, and other	115,486	24,675	
Operating right-of-use assets	50,423	49,896	
Accounts payable, accrued expenses, deferred revenue,			
and other liabilities	391,374	352,920	
Other changes to pension liability	(50,910)	27,001	
Operating lease obligations	(51,686)	(50,218)	
Estimated self-insurance obligations	8,256	(6,445)	
Net cash (used in) provided by operating activities	(115,990)	407,507	
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property and equipment	(309,103)	(228,435)	
Proceeds from disposal of property and equipment and			
sales of other assets	7,096	2,941	
Net change in assets limited as to use or restricted	578,115	(237,812)	
Contributions to unconsolidated entities	(10,480)	(7,931)	
Proceeds from divestiture Acquisitions, net of cash acquired	- (1/2 9EE)	222,161 (166,769)	
Purchases of other assets	(143,855) (28,389)	(27,684)	
Net cash provided by (used in) investing activities	93,384	(443,529)	
Net cash provided by (used in) investing activities		(443,323)	
CASH FLOWS FROM FINANCING ACTIVITIES:			
Payments on revolving line of credit	(60,000)	-	
Proceeds from short-term borrowings	167,277	-	
Payments on short-term borrowings	(171,322)	(2,875)	
Debt issuance costs	(1,194)	-	
Proceeds from issuance of long-term debt	354,654	3,028	
Payments on long-term debt	(294,525)	(19,412)	
Payments for acquisition of noncontrolling interest in subsidiary	(164,100)	-	
Proceeds from sale of noncontrolling interest in subsidiary Contributions for long-term investment	9.143	941 853	
Distributions to noncontrolling owners—net	(5,689)	(4,756)	
Proceeds from patient loans	11,204	18,067	
Payments on patient loans	(13,175)	(16,046)	
Net cash used in financing activities	(167,727)	(20,200)	
NET DECREASES IN CASH AND CASH EQUIVALENTS	(190,333)	(56,222)	
CASH AND CASH EQUIVALENTS — Beginning of Period	764,672	820,894	
CASH AND CASH EQUIVALENTS — End of Period	\$ 574,339	\$ 764,672	

F. ASSETS LIMITED AS TO USE OR RESTRICTED				
(In thousands)	Unaudited			
	December 31,		Dec	ember 31,
		<u>2022</u>		<u>2021</u>
Board designated:				
Unrestricted board designated assets	\$	2,998,636	\$	4,269,065
Other restricted board designated assets		258,651		303,878
Securities on deposit as required by state regulators		-		2,874
Held by trustees:				
Project and bond funds		2,988		20
Self-insurance		200,085		229,436
Collateral held under securities lending agreements		81,617		162,215
Collateral held under swap agreements		_		5,510
Total assets limited as to use		3,541,977		4,972,998
Assets restricted by donor as to use		145,583		131,607
Total assets limited as to use or restricted		3,687,560		5,104,605
Less: current portion		(454,838)		(542,070)
Noncurrent portion	\$	3,232,722	\$	4,562,535

G. Utilization Statistics and Payor Mix

A summary of SSMH's overall system utilization statistics as well as net revenues by payor mix is as follows:

UNAUDITED OPERATING STATISTICS INFORMATION									
	Three Months End	ded December 31,	Twelve Months Ende	d December 31,					
	<u>2022</u>	<u>2022</u> <u>2021</u>		<u>2021</u>					
ACUTE BEDS									
LICENSED BEDS - TOTAL	5,469	5,501	5,469	5,501					
STAFFED BEDS - TOTAL	4,457	4,573	4,457	4,573					
ACUTE PATIENT SERVICES									
ADMISSIONS*	41,710	41,508	163,322	164,206					
PATIENT DAYS*	231,863	233,089	903,391	881,402					
AVERAGE LENGTH OF STAY	5.6	5.6	5.5	5.3					
SKILLED PATIENT SERVICES									
ADMISSIONS	158	132	615	636					
PATIENT DAYS	49,430	52,302	195,030	216,108					
OUTPATIENT SURGERIES	23,299	22,794	90,368	88,662					
OUTPATIENT VISITS	498,505	514,326	1,994,291	2,021,236					
EMERGENCY ROOM VISITS	202,356	192,742	758,792	727,122					
PERCENTAGE OCCUPANCY**	68.6%	67.8%	67.5%	65.8%					
PERCENTAGE OF NET REVENUES BY PAYOR MIX									
Medicare	20%	25%	20%	25%					
Medicare Managed Care	15%	13%	15%	12%					
Medicaid	7%	12%	10%	12%					
Medicaid Managed Care	10%	4%	8%	6%					
Managed Care	40%	39%	38%	35%					
Commercial and other	<u>8%</u>	<u>7%</u>	<u>9%</u>	<u>10%</u>					
Tota	al <u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>					

^{*} Excludes newborns

^{**} Of beds in service

H. Management's Discussion and Analysis of Financial Performance

The following is an overview of the current financial performance metrics:

Table 1 – Overview of Current Financial Performance Metrics (\$ in millions)

For the twelve months ended December 31,	2022	2021
Total operating revenues	\$ 9,307.2	\$ 9,086.1
Operating EBIDA, excluding other items	140.0	589.0
Operating EBIDA	140.0	745.5
Operating Income, excluding other items	(248.9)	208.7
Operating (loss) income	(248.9)	365.2
Operating (loss) income, excluding		
investments	(179.4)	134.4
Non-operating (losses) and gains, net	(215.1)	350.6
Total EBIDA	(75.1)	1,096.1
Total EBIDA, excluding change in		
fair value of interest rate swaps	(240.3)	1,052.9

While total operating revenues increased for the twelve months ended December 31, 2022 compared to 2021, the financial results continued to be negatively impacted by increased labor expense as a result of staffing shortages, inflationary costs of supplies, and the impact of the COVID-19 Omicron variant in the first quarter of the year. Investment returns were also negatively impacted year-to-date in 2022 due to losses experienced in the equity and fixed income markets during the year.

Operating Revenues

The following is a summary of operating revenues:

Table 2 – Operating Revenues (\$ in millions)

For the twelve months ended December 31,	2022	2021
Net patient service revenues	\$ 6,055.0	\$ 5,693.3
Capitation and premium revenues	1,187.4	1,451.9
Pharmacy benefit management revenues	1,452.6	1,015.1
Investment (loss) income	(69.5)	74.3
Other revenues	681.7	851.5
Total Operating Revenues	\$ 9,307.2	\$ 9,086.1

Net Patient Service Revenues. Net patient service revenues (NPSR) increased year over year by \$361.7 million, or 6.4%. The increase was attributable to improvements in revenue yields, a general increase in volumes, and the addition of SLUCare.

The following table is an overview of NPSR key statistics:

Table 3 – NPSR Statistics

For the twelve months ended December 31,	2022		2021
Acute Care Case Mix Index (CMI)	1.75		1.76
Adjusted Admissions (AA)	446,713		441,190
Acute Admissions	163,352		164,206
Adjusted Patient Days (APD)	2,470,473		2,359,187
NPSR per AA	\$ 13,554	\$	12,904
Outpatient Visits	1,994,291		2,021,236
Total Surgeries	125,218		121,636
Emergency Visits	758,792		727,122

The composition of net patient service revenues by inpatient and outpatient is as follows:

Table 4 – NPSR Mix (\$ in millions)

	2022 202			21	
	% of Total			% of Total	
For the twelve months ended December 31,	2022	NPSR 2021		2021	NPSR
Inpatient	\$ 2,331.2	38.5%	\$	2,229.9	39.2%
Outpatient	3,723.8	61.5%		3,463.4	60.8%
Total NPSR	\$ 6,055.0	100.0%	\$	5,693.3	100.0%

Capitation and Premium Revenues. Premium and capitation revenues decreased year over year by \$264.5 million, or 18.2%, for the twelve months ended December 31, 2022. On December 1, 2021, SSMH sold its majority interest in Dean Health Plan, SSM Health Insurance Company and related entities. As a result, SSMH no longer consolidates the results of these entities into the financial statements as of December 1, 2021, which resulted in a decrease in premium and capitation revenue year over year. The premium and capitation revenues for the twelve months ended December 31, 2022 represent revenue recognized by SSMH from the at-risk claims pools related to covered lives.

Pharmacy Benefit Management (PBM) Revenues. PBM revenues increased year over year by \$437.5 million, or 43.1%. These revenues are comprised of revenues recognized by Navitus, SSMH's fully transparent, pass-through model PBM company, as well as those generated by Lumicera, Navitus' specialty pharmacy business. The increase in PBM revenue was driven by greater dispensing volumes at both Lumicera and Navitus and higher pricing of specialty pharmaceuticals, driven by increased drug costs.

Other Revenue. Other revenue decreased year over year by \$169.8 million, or 33.9%. The decrease is primarily related to lower 340b pharmaceutical revenue resulting from manufacturer 340b price restriction policies.

Operating Expenses

The following table is a summary of operating expenses:

Table 5 – Operating Expenses (\$ in millions)

For the twelve months ended December 31,	2022	2021
Salaries and benefits	\$ 4,081.4	\$ 3,829.6
Medical claims	520.3	647.1
Supplies	1,465.8	1,351.8
PBM supplies	1,222.8	923.3
Professional fees and other	1,876.9	1,745.3
Interest	80.3	73.9
Depreciation and amortization	308.6	306.4
Total Operating Expenses	\$ 9,556.1	\$ 8,877.4

Salaries and benefits. Salaries and benefits increased by \$251.8 million or 6.6% during the twelve months ended December 31, 2022, compared to 2021. The increase is primarily the result of increased bonus and premium pay for employees, the continued increased use of agency staffing and the related increased cost, as well as the impact associated with the acquisition of SLUCare on July 1, 2022.

Medical claims. Medical claims expense, net of intercompany eliminations, decreased \$126.8 million, or 19.6%, for the year ended December 31, 2022, compared to 2021. This decrease is primarily due to the sale of the majority interest in Dean Health Plan, which was effective December 1, 2021.

Supplies. Supplies expense increased by \$114.0 million or 8.4% due primarily to inflationary cost pressures.

PBM Supplies. PBM supplies expense increased by \$299.5 million or 32.4%, driven by increased specialty pharmaceuticals drug costs and the growth at Navitus and Lumicera.

Professional fees and other. Professional fees and other expenses increased year over year by \$131.6 million, or 7.5%. The increase over prior year is primarily related to a strategic long-term collaboration that SSMH entered into in February 2022 with a third party for certain services. Prior to February 2022, a significant portion of these expenses were previously included in salaries and benefits.

Other Items

The following table is a summary of other items:

Table 6 – Other Items (\$ in millions)

For the twelve months ended December 31,	20	022	:	2021
Gain on divestiture	\$	-	\$	182.7
Long-lived asset impairment		-		(26.2)
Total Other Items Gains	\$	-	\$	156.5

Gain on divestiture. In December 2021, a gain on divestiture was recorded on the sale of SSMH's controlling interest in DHP and related entities.

Long-lived asset impairment. As of December 31, 2021 certain assets and liabilities of St. Mary's Hospital – Jefferson City were classified as held for sale. SSMH recorded an impairment expense of \$26.2 million in the fiscal year 2021 on the consolidated statement of operations related to these assets. As of December 31, 2022, these assets no longer met the criteria to be classified as held for sale and were reclassified on the balance sheet.

Nonoperating (Losses) Gains

The following table is a summary of non-operating (losses) and gains:

Table 7 – Nonoperating (Losses) and Gains (\$ in millions)

For the twelve months ended December 31,	2022	2021
Investment (loss) income	\$ (375.0)	\$ 400.8
Loss from early extinguishment of debt	(2.1)	-
Net periodic pension cost	(3.5)	(86.4)
Change in fair value of interest		
rate swaps	165.2	43.1
Other - net	0.3	(6.9)
Total Nonoperating (Losses)		
Gains - net	\$ (215.1)	\$ 350.6

See section I. Cash and Investment Management and J. Debt Management sections below.

Net periodic pension cost. Net periodic pension cost decreased year over year by \$82.9 million, or 96.0%. The decrease over prior year is primarily related to lower amortization of unrecognized net losses and a decrease in settlements.

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I. Cash and Investment Management

Key Balance Sheet Ratios. The following table is a summary of key balance sheet ratios:

Table 8 – Summary of Key Liquidity and Capital Structure Ratios (\$ in millions)

	December 31, 2022		Dec	ember 31, 2021
Cash & Investments [1]	\$	3,685.2	\$	5,146.8
Patient Accounts Receivable	\$	976.7	\$	855.3
Net Assets				
Without Donor Restrictions	\$	4,286.7	\$	4,469.8
Days Cash on Hand [2]		145.4		225.2
Accounts Receivable (days)		55.6		54.6
MADS Coverage [2]		1.9		5.4
Debt to Capitalization		37.7%		36.3%
Cushion Ratio [3]		32.1		53.5
Current Ratio		0.9		0.9
Cash to Debt		142.3%		202.4%

^[1] Cash & Investments only include consolidated, unrestricted cash and investments, which are available to cover annual debt service

SSMH holds the majority of its investments in a Centralized Investment Program (CIP), which also includes the investments in SSMH's defined benefit plans. The asset allocation for the total CIP is as follows:

^[2] Maximum Annual Debt Service (MADS) coverage and Days Cash on Hand based on rolling 12-month period ending on the specified date.

^[3] The cushion ratio represents unrestricted cash and investments that are available to cover annual debt service.

Table 9 - CIP Asset Allocation

	December 31, 2022	December 31, 2021
Enhanced Cash ^[1]	4.3%	8.7%
Public Equities	31.9%	36.8%
Fixed Income	21.1%	25.7%
Hedge Funds	4.4%	3.6%
Real Assets	9.6%	7.1%
Private Equity	12.1%	6.6%
Volatility Risk Premium	7.6%	7.4%
Private Credit	6.2%	2.8%
Strategic Private Investments	2.8%	1.3%
Total	100.0%	100.0%

^[1] Enhanced cash consists of investments considered to be cash and cash equivalents, as well as short duration fixed income securities.

The composite value of CIP is summarized below:

Table 10 – CIP Composite Value (\$ in millions)

	Dec	ember 31, 2022	December 31, 2021		
Total CIP portfolios [1]	\$	5,058.0	\$	6,760.0	
Pension plan assets ^[2]	\$	1,503.6	\$	1,776.5	

^[1] CIP Portfolios include unrestricted balance sheet assets, captive insurance trust assets, and certain consolidated SSMH foundation and endowment assets.

The CIP (excluding pension related investments) lost 9.3% during the twelve months ended December 31, 2022, which is reflected within investment loss (operating and non-operating) on the consolidated statement of operations. Assets for certain foundations and other SSMH subsidiaries are not included within the CIP but are reflected in the consolidated financial statements of SSMH.

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^[2] Pension plan assets are netted against pension liabilities on SSMH's condensed consolidated balance sheet.

A comparison of the investment (loss) income is listed in the following table:

Table 11 – Summary of Investment (Loss) Income (\$ in millions)

a. For the twelve months ended December 31,	2022			2021		
Interest, dividends, and realized gains, net	\$	39.7	\$	382.8		
Change in unrealized (losses) gains		(484.2)		92.3		
Total	\$	(444.5)	\$	475.1		

b. 2022 Sources								
	Inte	erest &	Re	ealized	Un	realized		
Investment Income (Loss) Classification	Dividends		Gains (Losses)		Losses		Total	
Operating	\$	11.6	\$	4.4	\$	(85.5)	\$	(69.5)
Non-operating		61.8		(38.1)		(398.7)		(375.0)
Total	\$	73.4	\$	(33.7)	\$	(484.2)	\$	(444.5)

c. 2021 Sources							
	Inte	erest &	Re	ealized	Unr	ealized	
Investment Income Classification	Divi	dends		Gains	G	iains	 Total
Operating	\$	11.5	\$	52.6	\$	10.2	\$ 74.3
Non-operating		57.2		261.5		82.1	 400.8
Total	\$	68.7	\$	314.1	\$	92.3	\$ 475.1

The following table describes the liquidation period of the unrestricted cash and investments of SSMH as of December 31, 2022:

Table 12 – Liquidation Period of Cash & Investments (\$ in millions)

Classification	Liquidation Period					
Classification	(in days)	A	mount			
Trade date+0	1	\$	914.4			
Trade date+3	2 to 4		1,330.2			
Monthly or Less	5 to 30		292.4			
Quarterly or Less	31 to 90		289.8			
Illiquid	Over 90		858.4			
Total		\$	3,685.2			

J. Debt Management

The following table describes the self-liquidity indebtedness of SSMH as of December 31, 2022. For purposes of this table, "self-liquidity indebtedness" means indebtedness that is subject to mandatory tender or maturity within one year or less, excluding the current portion of long-term indebtedness and lines of credit:

Table 13 -Self Liquidity Indebtedness (\$ in millions)

	Pı	rincipal
As of December 31, 2022	Α	mount
Commercial Paper Mode Variable Rate Demand Bonds	\$	200.0
Daily/Weekly Variable Rate Demand Bonds		243.6
Taxable Commercial Paper		175.0
Total Self-Liquidity Debt	\$	618.6

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The following table summarizes SSMH's debt product mix:

Table 14 – Summary of Total Debt (\$ in millions)

Table 14 Summary of Total Best (\$ 11 millions)				
	Dec	ember 31,	Dec	ember 31,
		2022		2021
Under the Master Indenture:				
Taxable fixed rate bonds		1,024.4		1,024.6
Tax-exempt fixed rate debt	\$	700.1	\$	648.8
Variable rate demand bonds		443.6		446.5
Variable rate direct loans		25.5		30.3
Tax-exempt put bonds		90.6		96.5
Revolving line of credit		-		60.0
Total under Master Indenture		2,284.2		2,306.7
Not Under Trust Indenture:				
Various NP and other debt		121.4		49.8
Finance lease obligations		16.7		19.5
Deferred financing costs		(7.9)		(7.5)
Commercial paper		175.0		175.0
Not under Master Indenture		305.2		236.8
Total Debt*	\$	2,589.4	\$	2,543.5
Balance Sheet Classification				
Long-term debt - excluding current	\$	1,354.1	\$	1,824.8
portion	7	_,	т	_,
Finance lease obligations - excluding				
current portion		14.7		15.7
Current portion of long-term debt and				
finance lease obligations		602.0		21.5
Revolving line of credit		-		60.0
Other current liabilities		175.0		175.0
Short-term borrowings		443.6		446.5
Total Debt*	\$	2,589.4	\$	2,543.5

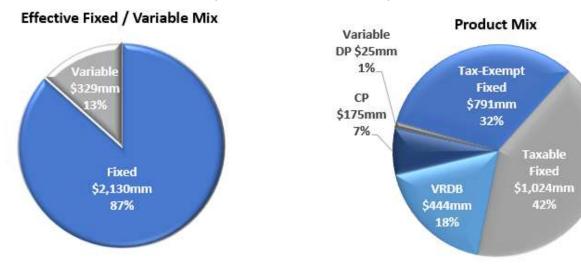
^{*}Figures in the table above include unamortized premiums/discounts, but exclude Operating Lease Obligation; differences in graphs below due to rounding

Revolving Line of Credit. SSMH utilizes lines of credit for general corporate purposes. On June 23, 2022, SSMH amended and restated its revolving line of credit agreement with existing bank counterparties for \$500.0 million, which is secured under SSMH's existing Master Indenture, for an additional 364-day term ending June 22, 2023. The agreement was amended and restated to change the variable interest rate index from London Inter-

bank Offered Rate (LIBOR) to Secured Overnight Financing Rate (SOFR). The revolver is secured under SSMH's existing master trust indenture. At December 31, 2022, SSMH had no balance outstanding on the line.

Commercial Paper. At December 31, 2022, SSMH maintains a taxable Commercial Paper program totaling \$400.0 million, of which \$175.0 million was issued and outstanding. SSMH's commercial paper has historically traded at LIBOR or better and has broadened the investor base for SSMH beyond traditional tax-exempt investors.

The charts below show the composition of SSMH's debt products at December 31, 2022:



CP - Commercial Paper

DP - Direct Placement

VRDB - Variable Rate Demand Bonds

*Chart does not include Various NP and other debt, Finance lease obligations, or Deferred financing costs from table 14

Derivative Instruments. Derivative instruments as of December 31, 2022, included six floating-to-fixed interest rate swaps, four fixed spread basis swaps, two total return swaps, and two fixed-to-floating interest rate swaps. SSMH generally uses its derivatives portfolio to manage SSMH's interest cost and debt duration.

On September 27, 2022 SSMH novated an existing floating-to-fixed interest rate swap from MUFG Union Bank to Bank of New York Mellon. Also, on September 27, 2022 SSMH amended its swap confirmation with Bank of New York Mellon by changing the variable rate receiving leg to a Secured Overnight Financing Rate (SOFR) based interest rate calculation.

Under all the outstanding floating-to-fixed swaps, with exception of the recently novated Bank of New York Mellon swap, SSMH receives LIBOR or a percentage of LIBOR plus a spread of 0.12% and pays a fixed rate. For the Bank of New York Mellon swap, SSMH receives a portion of SOFR and pays a fixed rate.

Under the fixed spread basis swaps, SSMH pays a rate based on the Securities Industry and Financial Markets Association Municipal Swap Index (SIFMA) and receives a percentage of LIBOR plus a spread ranging from 0.40% and 0.62%.

Under the total return swaps, SSMH pays both a fixed rate equal to the coupon interest rate on the underlying bond or direct placement loan, as well as a variable rate based on SIFMA plus a spread, then receives the same fixed rate equal to the coupon interest rate on the underlying bond or direct placement loan.

Under the fixed-to-floating interest rate swaps, SSMH receives a fixed rate and pays three-month LIBOR or SIFMA. Counterparties to SSMH's swaps are diversified and include Goldman Sachs, JP Morgan, Citibank, Wells Fargo, BNY Mellon, Barclays, PNC Bank, and RBC.

Below is a summary of SSMH's fair value of derivatives as of December 31, 2022:

Table 15 – Summary of Fair Value of Derivatives (\$ in millions)

			Notional	
Derivatives not designated as	Maturity Date of		Amount	
hedges	Derivatives	Fixed Rate	Outstanding	Fair Value
Interest rate swaps	2023 - 2050	2.17% - 3.00%	\$ 1,349.6	\$ (8.9)

The total notional value of the swap portfolio was \$1,349.6 million and the total mark-to-market value was \$(8.9) million, which was an increase of \$165.2 million compared to the mark-to-market value as of December 31, 2021. As of December 31, 2022, SSMH did not have posted collateral.

The estimated fair values of the interest rate and basis swap instruments have been determined using available market information and valuation methodologies, primarily discounted cash flows.

K. Capital Planning

SSMH's capital plan reflects the strategic initiatives and operational needs of SSMH. As part of the ongoing strategic and community needs assessment and planning process,

management regularly assesses near-term and long-term capital requirements for each of its markets including both growth opportunities and replacement needs. Management also assesses strategic opportunities beyond the existing facilities and services for growth and to improve access to care in the communities SSMH serves.

The capital expenditure investment for SSMH, including physician alignment, outpatient expansion, routine equipment replacement, significant infrastructure replacement, and adoption of new technologies, is currently approved at \$350.0 million for 2023 and is expected to approximately \$450.0 million annually for 2024 and 2025.

Management expects that the sources of funding for capital projects for fiscal years 2023 through 2025 will be cash from operations, investment earnings, and donor contributions. Management reviews proposed capital expenditures from time to time, and evaluates capital expenditures based on a variety of factors, including results from operations, debt capacity, status of the financial markets, strategic importance of an individual project, and community needs.

L. Subsequent Events

In April 2023, SSMH issued \$606.6 million in principal of new debt through the Series 2023 bonds. The 2023 bonds consist of \$300 million of fixed rate taxable bonds, \$82.0 million of tax-exempt fixed rate put bonds, and \$224.6 million of taxable variable rate debt. The proceeds were used to refinance the \$524.6 million outstanding debt related to the Series 2018 taxable fixed rate bonds and the \$89.8 million of Series 2018B and 2018C taxexempt fixed rate put bonds.

In addition, on April 26, 2023, SSMH entered into one new floating-to-fixed interest rate swap with a notional amount of \$225.0 million, and two new fixed-to-floating interest rate swaps with a notional amount of \$100.0 million each. Under the new floating-to-fixed interest rate swap, SSMH receives daily SOFR and pays a fixed rate. Under the fixed-to-floating interest rate swaps, SSMH receives a fixed rate and pays SIFMA. The term date for the floating-to-fixed swap is 2053, and the term dates for the fixed-to-floating swaps are 2028 and 2030. The counterparty has a one-time option to cancel the 2030 swap in 2025.

Part III – Credit Group (Unaudited)

A. CREDIT GROUP		
CONSOLIDATED BALANCE SHEETS (In thousands)		
(III tilousalius)	December 31,	December 31,
	<u>2022</u>	<u>2021</u>
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 542,633	1 \$ 737,763
Investments	92,242	
Current portion of assets limited as to use or restricted Patient accounts receivable	267,413	·
Pharmacy claims and rebates receivable	937,293 900,547	
Other receivables	133,935	·
Inventories, prepaid expenses, and other	266,934	
Estimated third-party payor settlements	7,827	7 18,323
Assets held for sale		29,023
Total current assets	3,148,820	3,000,824
ASSETS LIMITED AS TO USE OR RESTRICTED — Excluding current portion	3,101,73	1 4,404,524
PROPERTY AND EQUIPMENT — Net	2,821,436	5 2,727,996
OPERATING RIGHT-OF-USE ASSETS	177,695	5175,095
OTHER ASSETS:		
Goodwill	144,329	<i>'</i>
Intangible assets — net	169,998	· ·
Investments in unconsolidated entities Other	485,029	
Total other assets	34,798 834,15 4	·
TOTAL ASSETS	\$ 10,083,836	\$ 11,070,006
LIABILITIES AND NET ASSETS		
LIABILITIES AND NET ASSETS CURRENT LIABILITIES:		
	\$	- \$ 60,000
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations	600,156	5 21,219
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses	600,156 2,370,799	5 21,219 9 2,176,602
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings	600,156 2,370,799 443,580	5 21,219 9 2,176,602 0 446,500
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue	600,156 2,370,799 443,580 16,20	21,219 2,176,602 321,809
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings	600,156 2,370,799 443,580 16,20: 126,390	21,219 2,176,602 446,500 1 321,809 0 96,089
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements	600,156 2,370,799 443,580 16,20	21,219 2,176,602 321,809 321,809 96,089 1 335,660
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements Other current liabilities Total current liabilities	600,156 2,370,799 443,586 16,200 126,390 254,350 3,811,470	21,219 2,176,602 446,500 1 321,809 0 96,089 1 335,660 7 3,457,879
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements Other current liabilities Total current liabilities LONG-TERM DEBT — Excluding current portion	600, 156 2,370, 799 443,586 16,202 126,390 254,352 3,811,477	21,219 2,176,602 446,500 1 321,809 0 96,089 1 335,660 7 3,457,879
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements Other current liabilities Total current liabilities	600, 156 2,370, 799 443,580 16,203 126,390 254,353 3,811,473 1,334,458	21,219 2,176,602 446,500 1 321,809 0 96,089 1 335,660 7 3,457,879 8 1,824,652 6 90,969
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements Other current liabilities Total current liabilities LONG-TERM DEBT — Excluding current portion ESTIMATED SELF-INSURANCE OBLIGATIONS	600, 156 2,370, 799 443,586 16,202 126,390 254,352 3,811,477	21,219 2,176,602 446,500 1 321,809 0 96,089 1 335,660 7 3,457,879 8 1,824,652 6 90,969 3 152,759
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements Other current liabilities Total current liabilities LONG-TERM DEBT — Excluding current portion ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS - Excluding current portion	600, 156 2,370,799 443,586 16,203 126,396 254,353 3,811,473 1,334,458 96,966 139,143	21,219 2,176,602 446,500 321,809 96,089 335,660 3,457,879 3,457,879 3,1824,652 90,969 3,152,759 5,10,763
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements Other current liabilities Total current liabilities LONG-TERM DEBT — Excluding current portion ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS — Excluding current portion FINANCE LEASE OBLIGATIONS — Excluding current portion PENSION LIABILITY OTHER LIABILITIES	600, 156 2, 370, 799 443, 586 16, 202 126, 390 254, 352 3,811,477 1, 334, 458 96, 966 139, 143 10, 015	21,219 2,176,602 446,500 1 321,809 0 96,089 1 335,660 7 3,457,879 8 1,824,652 6 90,969 8 152,759 6 10,763 6 544,033 9 497,330
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements Other current liabilities Total current liabilities LONG-TERM DEBT — Excluding current portion ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS — Excluding current portion FINANCE LEASE OBLIGATIONS — Excluding current portion PENSION LIABILITY	600, 156 2, 370, 799 443, 586 16, 203 126, 390 254, 353 3,811,473 1, 334, 458 96, 966 139, 143 10, 019 169, 209	21,219 2,176,602 446,500 1 321,809 0 96,089 1 335,660 7 3,457,879 8 1,824,652 6 90,969 8 152,759 6 10,763 6 544,033 9 497,330
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements Other current liabilities Total current liabilities LONG-TERM DEBT — Excluding current portion ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS — Excluding current portion FINANCE LEASE OBLIGATIONS — Excluding current portion PENSION LIABILITY OTHER LIABILITIES Total liabilities NET ASSETS:	600, 156 2, 370, 799 443, 586 16, 203 126, 396 254, 353 3,811,477 1,334,458 96,966 139,143 10,019 169,200 314,009	21,219 2,176,602 446,500 1 321,809 0 96,089 1 335,660 7 3,457,879 8 1,824,652 6 90,969 8 152,759 6 10,763 6 544,033 9 497,330
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements Other current liabilities Total current liabilities LONG-TERM DEBT — Excluding current portion ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS — Excluding current portion FINANCE LEASE OBLIGATIONS — Excluding current portion PENSION LIABILITY OTHER LIABILITIES Total liabilities NET ASSETS: Without donor restrictions:	600, 156 2, 370, 799 443, 586 16, 203 126, 390 254, 353 3,811,473 1, 334, 458 96, 966 139, 143 10, 015 169, 205 314, 006 5,875, 273	21,219 2,176,602 446,500 1 321,809 0 96,089 1 335,660 7 3,457,879 8 1,824,652 6 90,969 8 152,759 6 10,763 6 544,033 9 497,330 6,578,385
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements Other current liabilities Total current liabilities LONG-TERM DEBT — Excluding current portion ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS — Excluding current portion FINANCE LEASE OBLIGATIONS — Excluding current portion PENSION LIABILITY OTHER LIABILITIES Total liabilities NET ASSETS: Without donor restrictions: SSM Health net assets without donor restrictions	600, 156 2, 370, 799 443, 586 16, 203 126, 390 254, 353 3,811,473 1, 334, 458 96, 966 139, 143 10, 019 169, 209 314, 009 5,875, 273	21,219 2,176,602 446,500 1 321,809 0 96,089 1 335,660 7 3,457,879 8 1,824,652 6 90,969 8 152,759 6 10,763 6 544,033 9 497,330 6,578,385
CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements Other current liabilities Total current liabilities LONG-TERM DEBT — Excluding current portion ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS — Excluding current portion FINANCE LEASE OBLIGATIONS — Excluding current portion PENSION LIABILITY OTHER LIABILITIES Total liabilities NET ASSETS: Without donor restrictions: SSM Health net assets without donor restrictions Noncontrolling interest in subsidiaries	600, 156 2, 370, 799 443, 586 16, 203 126, 396 254, 353 3,811,477 1,334,458 96,966 139,143 10,019 169, 209 314,009 5,875,273	21,219 2,176,602 446,500 1 321,809 0 96,089 1 335,660 7 3,457,879 8 1,824,652 6 90,969 8 152,759 6 10,763 6 544,033 9 497,330 6,578,385
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CURRENT LIABILITIES: Revolving line of credit Current portion of long-term debt and finance lease obligations Accounts payable and accrued expenses Short-term borrowings Deferred revenue Estimated third-party payor settlements Other current liabilities Total current liabilities LONG-TERM DEBT — Excluding current portion ESTIMATED SELF-INSURANCE OBLIGATIONS OPERATING LEASE OBLIGATIONS — Excluding current portion FINANCE LEASE OBLIGATIONS — Excluding current portion PENSION LIABILITY OTHER LIABILITIES Total liabilities NET ASSETS: Without donor restrictions: SSM Health net assets without donor restrictions Noncontrolling interest in subsidiaries Total net assets without donor restrictions With donor restrictions	600, 156 2, 370, 799 443, 586 16, 203 126, 396 254, 353 3,811,473 1,334,458 96, 966 139, 143 10, 013 169, 203 314,009 5,875, 273 4,005, 188 70,066 4,075, 256 133, 313	21,219 2,176,602 446,500 1 321,809 0 96,089 1 335,660 7 3,457,879 8 1,824,652 6 90,969 8 152,759 6 10,763 6 544,033 9 497,330 6,578,385 8 4,158,131 2 209,435 0 4,367,566 3 124,055 3 4,491,621

B. CREDIT GROUP				
STATEMENTS OF OPERATIONS				
(In thousands)				
	Three	Months En	ded D	ecember 31,
		2022		<u>2021</u>
OPERATING REVENUES AND OTHER SUPPORT:				
Net patient service revenues	\$	1,482,354	\$	1,399,784
Capitation and premium revenues		296,723		125,975
Pharmacy benefit management revenues		384,755		291,132
Investment income		8,951		9,136
Other revenue		202,464		437,033
Net assets released from restrictions		8		7
Total operating revenues and other support		2,375,255		2,263,067
OPERATING EXPENSES:				
Salaries and benefits		941,981		980,252
Medical claims		141,247		175,017
Supplies		373,451		340,440
Pharmacy benefit management supplies		325,250		247,721
Professional fees and other		510,392		402,918
Interest		22,418		17,671
Depreciation and amortization		78,344		75,676
Total operating expenses		2,393,083		2,239,695
(LOSS) INCOME FROM OPERATIONS BEFORE OTHER ITEMS		(17,828)		23,372
OTHER ITEMS:				
Gain on divestiture		_		3,152
Long-lived asset impairment		_		(26,011)
OPERATING (LOSS) INCOME		(17,828)		513
NONOPERATING GAINS (LOSSES):				
Investment income		103,345		147,327
Net periodic pension cost		(1,342)		(45,319)
Change in fair value of interest rate swaps		1,350		(14,915)
Other — net		(8,524)		(2,417)
Total nonoperating gains— net		94,829		84,676
EXCESS OF REVENUES OVER EXPENSES	ć	77 004	ċ	OF 100
EXCESS OF REVENUES OVER EXPENSES	\$	77,001	<u>\$</u>	85,189
EXCESS OF REVENUES OVER EXPENSES ATTRIBUTABLE TO				
NONCONTROLLING INTEREST		457		16,129
EXCESS OF REVENUES OVER EXPENSES - net of noncontrolling				
interest	\$	76,544	\$	69,060

B. CREDIT GROUP				
STATEMENTS OF OPERATIONS				
(In thousands)				
	Twel		ded	December 31,
		<u>2022</u>		<u>2021</u>
OPERATING REVENUES AND OTHER SUPPORT:				
Net patient service revenues	\$	5,705,209	\$	5,438,897
Capitation and premium revenues		1,183,076		228,759
Pharmacy benefit management revenues		1,452,577		1,019,595
Investment (loss) income		(33,780)		31,679
Other revenue		745,008		1,909,801
Net assets released from restrictions		19		13
Total operating revenues and other support		9,052,109		8,628,744
OPERATING EXPENSES:				
Salaries and benefits		3,685,857		3,521,796
Medical claims		521,227		543,610
Supplies		1,424,497		1,319,148
Pharmacy benefit management supplies		1,222,826		923,293
Professional fees and other		1,901,493		1,642,590
Interest		79,227		74,402
Depreciation and amortization		304,973		297,116
Total operating expenses		9,140,100		8,321,955
(LOSS) INCOME FROM OPERATIONS BEFORE OTHER ITEMS		(87,991)		306,789
OTHER ITEMS:				
Gain on divestiture		-		3,152
Long-lived asset impairment				(26,227)
OPERATING (LOSS) INCOME		(87,991)		283,714
NONOPERATING (LOSSES) GAINS:		(275.004)		400 005
Investment (loss) income		(375,084)		400,885
Loss from early extinguishment of debt		(2,075)		- (05.042)
Net periodic pension cost		(3,145)		(85,813)
Change in fair value of interest rate swaps		165,200		43,157
Other — net	_	(11,039)	_	(5,945)
Total nonoperating (losses) gains— net		(226,143)		352,284
(DEFCIT) EXCESS OF REVENUES OVER EXPENSES	\$	(314,134)	\$	635,998
(DEFICIT) EXCESS OF REVENUES OVER EXPENSES ATTRIBUTABLE TO				
NONCONTROLLING INTEREST		(2,810)		35,816
		· · · · · · · · · · · · · · · · · · ·		· _
(DEFICIT) EXCESS OF REVENUES OVER EXPENSES - net of	ć	(244.224)	Ļ	600 103
noncontrolling interest	\$	(311,324)	<u> </u>	600,182

STATEMENTS OF CASH FLOWS (In thousands)		Three Months End	
(in thousands)		Three Months End	
			ded December 31,
		2022	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	ć	442.202	ć 505.1
Change in net assets Adjustments to reconcile change in net assets to net cash	\$	412,283	\$ 565,1
used in operating activities:			
Pension-related changes other than net periodic pension cost		(323,592)	(411,8
Depreciation and amortization		78,344	75,6
Gain on divestiture		-	(3,1
Loss on impairment		-	26,2
Amortization of debt premium		(4,036)	
Contributions for long-term investment		-	(2,9
Distributions to noncontrolling owners — net		1,619	1,0
Gains on investments — net		(97,292)	(147,6
Equity in gain of unconsolidated entities		(24,458)	(30,4
Change in market value of interest rate swaps		(1,350)	14,9
Losses on disposal of assets		1,221	5
Distributions from unconsolidated entities		17,766	17,4
Proceeds from sale of noncontrolling interest in subsidiary Medicare advanced payments under CARES Act		- (11,999)	(9 (179,0
Medicare advanced payments under CARES Act Changes in assets and liabilities:		(11,999)	(179,0
Investments		(352)	32,9
Patient accounts receivable		(431)	114,0
Pharmacy claims and rebates receivable		(216,151)	56,1
Other receivables, inventories, prepaid expenses, and other		13,208	14,5
Operating right-of-use assets		8,907	10,3
Accounts payable, accrued expenses, deferred revenue,			
and other liabilities		208,321	526,6
Other changes to pension liability		(51,219)	26,6
Operating lease obligations		(18,562)	(10,6
Estimated self-insurance obligations		5,688	(7,6
Net cash (used in) provided by operating activities		(2,085)	688,1
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property and equipment		(81,231)	(61,4
Proceeds from disposal of property and equipment and		(01,231)	(01,1
sales of other assets		89	2
Net change in assets limited as to use or restricted		17,921	(406,2
Contributions to unconsolidated entities		(6,548)	(43,9
Acquisitions, net of cash acquired		-	(166,7
Purchases of other assets		3,348	152,5
Net cash used in investing activities		(66,421)	(525,5
CASH ELOWIS EDOM EINANCING ACTIVITIES.			
CASH FLOWS FROM FINANCING ACTIVITIES: Payments on revolving line of credit		(50,000)	(22.0
Payments on revolving line of credit Proceeds from issuance of long-term debt		(50,000)	(22,9 3,0
Payments on long-term debt		(37,675)	(8
Proceeds from sale of noncontrolling interest in subsidiary		(37,073)	9
Contributions for long-term investment		(500)	_
Distributions to noncontrolling owners—net		(1,619)	(1,0
Proceeds from patient loans		1,567	7,1
Payments on patient loans		(2,123)	(5,4
Net cash used in financing activities		(90,350)	(19,1
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		(158,856)	143,4
CASH AND CASH EQUIVALENTS — Beginning of Period		701,487	594,3
CASH AND CASH EQUIVALENTS — End of Period	<u>\$</u>	542,631	\$ 737,7

C. CREDIT GROUP		
STATEMENTS OF CASH FLOWS		
(In thousands)	Tours have 84 a matter for	ded Desember 24
	2022	ded December 31, 2021
CASH FLOWS FROM OPERATING ACTIVITIES:		2021
Change in net assets	\$ (236,349)	\$ 1,105,492
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Pension-related changes other than net periodic pension cost	(323,592)	(411,895)
Depreciation and amortization	304,973	297,116
Gain on divestiture	-	(3,152)
Loss on impairment	-	26,227
Loss on early debt extinguishment	2,075	-
Amortization of debt premium	(19,501)	(2,902)
Distributions to noncontrolling owners — net Losses (gains) on investments — net	4,269 477,744	3,537 (370,585)
Equity in income of unconsolidated entities	(24,458)	(30,423)
Change in market value of interest rate swaps	(165,200)	(43,157)
Losses (gains) on disposal of assets	5,861	(75)
Distributions from unconsolidated entities	17,766	17,499
Proceeds from sale of noncontrolling interest in subsidiary	-	(941)
Net assets transferred between credit group and other entities	164,100	-
Medicare advanced payments under CARES Act	(302,359)	(179,018)
Changes in assets and liabilities: Investments	4,140	(26,766)
Patient accounts receivable	(99,029)	(26,081)
Pharmacy claims and rebates receivable	(341,838)	(102,866)
Other receivables, inventories, prepaid expenses, and other	(93,859)	(15,702)
Operating right-of-use assets	41,687	41,664
Accounts payable, accrued expenses, deferred revenue,	202 704	625 700
and other liabilities Other changes to pension liability	203,704 (51,219)	635,788 26,682
Operating lease obligations	(51,686)	(43,778)
Estimated self-insurance obligations	5,949	(3,300)
Net cash (used in) provided by operating activities	(476,822)	893,364
The same (account) provides any operating account of		
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	(344,928)	(221,019)
Proceeds from disposal of property and equipment and		
sales of other assets	7,089	2,895
Net change in assets limited as to use or restricted	830,143	(461,364)
Contributions to unconsolidated entities	(6,548)	(43,976)
Proceeds from divestiture	-	8,000
Acquisitions, net of cash acquired		(166,769)
Purchases of other assets	(28,650)	(22,790)
Net cash provided by (used in) investing activities	457,106	(905,023)
CASH FLOWS FROM FINANCING ACTIVITIES:	(50.05=)	
Payments on revolving line of credit	(60,000)	-
Proceeds from short-term borrowings	166,741	- (2.975)
Payments on short-term borrowings	(170,646)	(2,875)
Debt issuance costs	(1,194) 354,431	2.020
Proceeds from issuance of long-term debt Payments on long-term debt	(294,525)	3,028
Proceeds from sale of noncontrolling interest in subsidiary	(294,323)	(19,118) 941
Payments for acquisition of noncontrolling subsidiary	(164,100)	-
Distributions to noncontrolling owners—net	(4,269)	(3,537)
Proceeds from patient loans	10,108	16,041
Payments on patient loans	(11,962)	(15,216)
Net cash used in financing activities	(175,416)	(20,736)
NET DECREASES IN CASH AND CASH EQUIVALENTS	(195,132)	(32,395)
CASH AND CASH EQUIVALENTS — Beginning of Period	737,763	770,158
CASH AND CASH EQUIVALENTS — End of Period	\$ 542,631	\$ 737,763

D. CREDIT GROUP				
ASSETS LIMITED AS TO USE OR RESTRICTED				
(In thousands)				
	De	cember 31,	De	cember 31,
		<u>2022</u>		<u>2021</u>
Board designated:				
Unrestricted board designated assets	\$	2,864,005	\$	4,092,315
Other restricted board designated assets		258,662		303,878
Securities on deposit as required by state regulators		-		2,874
Held by trustees:				
Project and bond funds		-		67
Self-insurance		155,179		179,786
Collateral held under swap agreements		-		5,510
Collateral held under securities lending agreements	_	80,564		160,659
Total assets limited as to use		3,358,410		4,745,089
Total assets illineed as to use	_	3,330,410	_	4,743,003
Assets restricted by donor as to use		10,732		12,666
Total assets limited as to use or restricted		3,369,142		4,757,755
Less: current portion		(267,411)		(353,231)
Noncurrent portion	\$	3,101,731	\$	4,404,524

E. CREDIT GROUP				
UTILIZATION STATISTICS AND PAYOR N	ΛΙΧ			
		inded December 31,	Twelve Months En	ded December 31,
	<u>2022</u>	<u>2021</u>	<u>2022</u>	2021
ACUTE BEDS				
LICENSED BEDS - TOTAL	5,469	5,501	5,469	5,501
STAFFED BEDS - TOTAL	4,457	4,573	4,457	4,573
ACUTE PATIENT SERVICES				
ADMISSIONS*	41,740	41,508	163,352	164,206
PATIENT DAYS*	231,863	233,089	903,391	881,402
AVERAGE LENGTH OF STAY	5.6	5.6	5.5	5.3
SKILLED PATIENT SERVICES				
ADMISSIONS	158	132	615	636
PATIENT DAYS	49,430	52,302	195,030	216,108
OUTPATIENT SURGERIES	23,299	22,794	90,368	88,662
OUTPATIENT VISITS	498,505	514,326	1,994,291	2,021,236
EMERGENCY ROOM VISITS	202,356	192,742	758,792	727,122
PERCENTAGE OCCUPANCY**	68.6%	67.8%	67.5%	65.8%
PERCENTAGE OF NET REVENUES BY PAYOR	RMIX			
Medicare	21%	23%	21%	22%
Medicare Managed Care	14%	15%	14%	14%
Medicaid	7%	12%	10%	12%
Medicaid Managed Care	10%	3%	8%	5%
Managed Care	41%	42%	38%	38%
Commercial and other	<u>7%</u>	<u>5%</u>	<u>9%</u>	9%
	Total <u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>

^{*} Excludes newborns

^{**} Of beds in service

F. Credit Group Member Listing

Obligated Group Members

SSM Health Care Corporation

Designated Affiliates

Good Samaritan Regional Health Center

SSM Audrain Health Care, Inc.

SSM Cardinal Glennon Children's Hospital

SSM Health Businesses

SSM Health Care of Oklahoma, Inc.

SSM Health Care of Wisconsin, Inc.

SSM Health Care St. Louis

SSM Regional Health Services

SSM-SLUH, Inc.

St. Anthony Shawnee Hospital, Inc.

St. Mary's Hospital, Centralia, Illinois

Dean Health Systems, Inc.

Dean Retail Services, Inc.

SMDV Office Building, LLC

Navitus Holdings, LLC

Wingra Building Group

Janesville Riverview Clinic Building Partnership

Agnesian HealthCare, Inc.

The Monroe Clinic, Inc.

St. Francis Home of Fond du Lac, Wisconsin, Inc.

The Christian Home and Rehabilitation Center Incorporated

Sister Servants of Christ the King, Inc., d/b/a Villa Loretto

Villa Rosa, Inc.

Consultants Laboratory of Wisconsin, LLC

Waupun Memorial Hospital, Inc.

Ripon Medical Center, Inc.

Agnesian Healthcare Enterprises, LLC

Unlimited Credit Group Participants

None

Limited Credit Group Participants

None

Part IV - Other Information

A. Environmental, Social & Governance (ESG)

SSMH's commitment to patients and the broader needs of the communities it serves has never been more important. In the face of concurrent health, economic, and cultural challenges over the past several years, SSMH continues to support the needs of its communities – beyond the traditional provision of care. Guided by its Vision – *Peace*, hope and health for every person, family and community, especially those most in need – SSMH has applied its values and capabilities to deliver solutions in the face of such challenges.

Since 1982, SSMH's healing ministry has been focused on enhancing health and well-being in the communities it serves, as well as changing the way health care is delivered more broadly. This tradition continues to this day, with a strong and even greater commitment to this important work, as highlighted by SSMH's ESG Standards.

Environmental Initiatives

SSMH shows respect for the environment every day through its longstanding commitment to preserving the Earth and its resources – and SSMH believes that directing its actions to preserve the Earth goes beyond *Reduce, Reuse and Recycle*. SSMH is nurturing healthy communities by advocating for clean air and water and neighborhoods that are safe for work, play and exercise – while limiting SSMH's negative environmental impact. A few examples include the following:

- Reducing energy consumption and medical waste, including development of a three-year Key Performance Indicator measure to improve Energy Star ratings at SSM hospitals.
- Engaging in volunteer efforts related to local roadside clean-up events, recycling drives and tree planting.
- Incorporating green building practices and introducing eco-friendly hybrid vehicles into SSMH's security fleet.
- Pursuing Earth-friendly investments in SSMH's investment portfolio through the Impact Investment Program.

<u>Pledge to Reduce Greenhouse Gas Emissions</u>

SSMH was recognized by the U.S. Department of Health and Human Services (HHS) at the 2022 United Nations Climate Change Conference (COP27) for pledging to pursue the Biden administration's climate goal of reducing greenhouse gas emissions by 50% by 2030 and achieving net zero emissions by 2050. This effort is intended to help

decarbonize the health care sector and make health care facilities more resilient to the effects of climate change.

Social Initiatives

SSMH is working to address the complex issues faced in the communities it serves, as well as in the broader U.S.-based health care system. Through programs and partnerships, SSMH seeks to expand access to affordable care, enhance social-based programs, and provide communities with the tools needed to live a healthier life. While these programs serve a broad variety of communities, SSMH focuses a significant amount of its social work on the underserved. A few examples include the following:

- Partnering to house the homeless.
- Partnering to create a pathway out of incarceration and into a healthier life.
- Partnering for good nutrition.
- Founding membership in the St. Louis Anchor Network, which focuses on increasing local employment and spending with the goal of increasing the share of racially/ethnically diverse team members in their workforces and to expand spending with businesses owned by people of color from the footprint.

Governance

As the organization works to meet the needs of its communities, SSMH is committed to acting ethically and responsibly. SSMH prioritizes quality, safety, and the patient experience in all that it does.

A critical component of SSMH's governance is the Board of Directors. The Board is comprised of a majority of independent directors, reflecting diversity with respect to gender, age, race, background, professional experience and perspectives. The current Board is comprised 39% of women and 22% of persons of color. The Board is committed to excellence and employs best practices and strong leadership, acting as ambassadors for and being representative of the communities served.

Of all U.S. health systems with five or more affiliated hospitals, only 15.3% of those organizations have female CEOs – of which SSM Health is one. SSMH's management team has further diversified since Laura Kaiser was named CEO in 2017. SSMH has developed a three-year KPI measure associated with leadership diversity. Currently over 35% of the SSMH management team is a woman and/or a person of color.

B. APPENDIX B Forward Looking Statements

Certain of the discussions included in this Analysis may include forward-looking statements, which involve known and unknown risks and uncertainties inherent in the operation of an integrated health care delivery system. In particular, statements preceded by, followed by, or that include the words "anticipates," "believes," "budgets," "estimates," "expects," "forecasts," "intends," "plans," "possible," "potential," "predicts," "projects," "guiding," and similar expressions constitute forward-looking statements. These forward-looking statements are based on current plans and expectations that are subject to known and unknown uncertainties and risks, many of which are beyond the control of management of SSM Health, which could significantly affect current plans and expectations and the future financial position and results of operations for the organization. Specific factors that might cause such differences include, but are not limited to:

- Developments related to COVID, including the length and severity of the pandemic; and general economic and business conditions, both nationally and in the regions in which SSMH operates, resulting from COVID pandemic.
- The impact of any other pandemic, epidemic, outbreak of another infectious disease, besides COVID, or other public health crises in SSMH's market service area.
- Increases in wages and the ability to attract and retain qualified management and personnel, including affiliated physicians, nurses and medical and technical support personnel.
- The impact of current and prospective tax reform measures.
- The impact of federal budget cuts on reimbursement for services provided by SSMH.
- The possible enactment of additional federal or state health care reforms and possible changes to other federal, state or local laws or regulations affecting the health care industry.
- Adjustments resulting from reimbursement audits, including audits by the Medicare Recovery Audit Contractor program.
- Increases in the frequency or severity of uncollectible amounts associated with uninsured accounts or for deductibles and copayment amounts for insured accounts.
- The ability to execute strategic initiatives and achieve operating and financial goals, including the ability to generate expected levels of patient volumes and control the costs of providing services.

- Increases in the amount and type of competition, both from market incumbents and new entrants, in SSMH's market service areas.
- The impact from the actions of health insurers, health care providers, large employer groups and others to contain health care costs.
- The availability and terms of capital to fund the expansion of business and improvements to existing facilities.
- Changes in accounting practices.
- Changes in general economic conditions nationally and regionally in SSM Health's market service areas.
- The increasing number and severity of cyber threats and the costs of preventing them and protecting patient and other data.
- The impact of natural disasters, such as hurricanes and floods, or similar events beyond our control.
- Other various risk factors.

SSMH undertakes no obligation to update or publicly revise these forward-looking statements to reflect events or circumstances that arise after the date of this report.

SSM HEALTH CARE CORPORATION

OFFICER'S CERTIFICATE

Master Trust Indenture – Section 406

Fiscal Year Ended December 31, 2022

To: UMB Bank & Trust, N.A., as Master Trustee

This Officer's Certificate is provided pursuant to Section 406 of the Master Trust Indenture (Amended and Restated) (as previously supplemented and amended, collectively, the "Master Indenture") dated as of May 15, 1998, between SSM Health Care Corporation (the "Parent" and "Obligated Group Agent") and UMB Bank & Trust, N.A., as successor master trustee (the "Master Trustee"). All capitalized terms not defined herein shall have the meanings assigned in the Master Indenture.

The Obligated Group Agent hereby certifies as follows:

- 1. All Credit Group Members are included within one set of audited financial statements which have been provided to the Master Trustee in connection with this certificate.
- 2. The Historical Debt Service Coverage Ratio of the Credit Group for the Fiscal Year ended December 31, 2022 was 3.9 calculated based on Income Available for Debt Service of \$400,924 divided by Debt Service Requirements on Funded Indebtedness for such period of \$103,493 (\$ amounts in thousands).
- 3. A review of the activities of the Credit Group during the Fiscal Year ended December 31, 2022 and of performance under the Master Indenture has been made under the supervision of the Obligated Group Agent, and to the best of the undersigned's knowledge, based on such review, the Credit Group has fulfilled all its obligations under the Master Indenture throughout such Fiscal Year.
- 4. The Parent is currently the only Obligated Group Member. Currently there are no Limited Credit Group Participants or Unlimited Credit Group Participants.

SSM HEALTH CARE CORPORATION, as

Obligated Group Agent

DocuSigned by:

Name: Randall J. Combs

Title: Treasurer

Date: April 27, 2023

EXHIBIT A

CERTIFICATE OF COMPLIANCE

The Bank of New York Mellon Trust Company, N.A., as bond trustee (the "Bond Trustee") St. Louis, Missouri

Re: Certificate of Compliance for Fiscal Year Ending December 31, 2022

Ladies and Gentlemen:

The undersigned is the Parent Representative as such term is defined in the Bond Trust Indenture dated as of May 1, 2014 between the Issuer and the Bond Trustee. This certificate is delivered pursuant to the requirements of **Section 9.2** of the Loan Agreement dated as of May 1, 2014 between the Issuer and SSM Health Care Corporation (the "Parent"). Certain terms used herein have the meanings assigned in the Bond Trust Indenture. The undersigned hereby certifies as follows on behalf of the Parent:

- (a) She/he has made or caused to be made a review of the activities of the Parent for the fiscal year ended December 31, 2022 and of the performance of the Parent of its obligations under the Loan Agreement;
- (b) She/he is familiar with the provisions of the Loan Agreement, the Master Indenture, the Tax Agreement and the Tax Use Agreements (collectively, the "Borrower Documents") and, to the best of her/his knowledge, based on such review:
 - (i) the Parent has fulfilled all of its obligations under the Borrower Documents, and
 - (ii) there is no event of default, or any event which, with the passage of time or the giving of notice, would become an event of default under any Borrower Document.

Dated as of April 27, 2023

SSM HEALTH CARE CORPORATION

By: Randall J. Combs

DocuSigned by:

Its: Treasurer

EXHIBIT E TO AMENDED AND RESTATED REVOLVING CREDIT AGREEMENT

EXHIBIT E

COMPLIANCE CERTIFICATE

To: U.S. Bank National Association, as Administrative Agent

This Compliance Certificate is furnished pursuant to that certain Amended and Restated Revolving Credit Agreement dated as of June 23, 2022 (as amended, modified, renewed or extended from time to time, the "Agreement") by and among SSM Health Care Corporation, a Missouri nonprofit corporation (the "Corporation"), as Obligated Group Agent on behalf of itself and each Member of the Obligated Group, the several financial institutions from time to time party to this Agreement, and U.S. Bank National Association, as Administrative Agent. Unless otherwise defined herein, capitalized terms used in this Compliance Certificate have the meanings ascribed thereto in the Agreement.

THE UNDERSIGNED HEREBY CERTIFIES THAT:

- 1. I am the Treasurer of the Corporation.
- 2. This Compliance Certificate is provided with respect to the fiscal year ending on December 31, 2022 (the "Relevant Period").
- 3. Under my supervision, the Corporation has made a review of the activities during the preceding fiscal year for the purpose of determining whether or not each Member of the Obligated Group and each Credit Group Member has complied with all of the terms, provisions, covenants, and conditions of this Agreement and the Loan Documents to which it is party, and to the best of my knowledge each Member of the Obligated Group and each Credit Group Member has kept, observed, performed, and fulfilled each and every, provision, covenant and condition of the Agreement and the other Loan Documents to which such member is a party.
- 4. I have no knowledge of the existence of any condition or event which constitutes an Event of Default or Default during or at the end of the Relevant Period or as of the date of this Compliance Certificate, except as set forth below:

The following Events of Default or Defaults exist, and with respect to each such Event of Default or Defaults I have described in detail the nature of such Event of Default or Defaults, the period of its existence, the nature and status thereof and the remedial steps which the Corporation has taken, is taking, or proposes to take to correct or remedy such Default:

None			

- 5. In accordance with Section 6.1 of the Agreement, I certify on behalf of the Corporation that the Corporation is in compliance with the financial covenants in Section 6.19 of the Agreement required to be satisfied as of the end of the Relevant Period, and specifically that as of the Relevant Period:
 - (a) Pursuant to Section 6.19(a), the Historical Debt Service Coverage Ratio as of December 31, 2022 is 3.9, for the 12-month period then ended.
 - (b) Annex I attached hereto sets forth financial data and computations evidencing the Corporation's compliance with the above covenants of the Agreement, all of which data and computations are true, complete and correct.

The foregoing certifications, together with any financial data and computations provided herewith, are made and delivered this 27th day of April, 2023.

SSM HEALTH CARE CORPORATION

Name Randall J. Combs

Title Treasurer

ANNEX I TO COMPLIANCE CERTIFICATE

SSM HEALTH CARE CORPORATION

COMPLIANCE CALCULATIONS FOR AMENDED AND RESTATED REVOLVING CREDIT AGREEMENT DATED JUNE 23, 2022

CALCULATIONS AS OF December 31, 2022 (\$ Amounts in thousands)

A. <u>Historical Debt Service Coverage Ratio of the Credit Group</u> (Section 6.19(a))

1.	Income Available for Debt Service (as defined in the Master Indenture) for the Credit Group	\$400,924
2.	Debt Service Requirements on Funded Indebtedness (as defined in the Master Indenture) for the Credit Group	\$103,493
3.	Ratio of Line A1 to Line A2	3.9:1.0
4.	Line A3 must be greater than or equal to	1.1:1.0
5.	The Credit Group is in compliance (circle yes or no)	yes/no

EXHIBIT A

FORM OF COMPLIANCE CERTIFICATE

To: PNC Bank, National Association (the "*Purchaser*")

This Compliance Certificate is furnished pursuant to the Continuing Covenant Agreement dated as of July 1, 2019, (as amended, modified, renewed or extended from time to time, the "Agreement") between PNC Bank, National Association (the "Purchaser") and SSM HEALTH CARE CORPORATION, a Missouri nonprofit corporation (the "Corporation") for itself as Corporation and as Obligated Group Agent on behalf of the Obligated Group. Unless otherwise defined herein, capitalized terms used in this Compliance Certificate have the meanings ascribed thereto in the Agreement.

THE UNDERSIGNED HEREBY CERTIFIES THAT:

- 1. I am the Treasurer of the Corporation.
- 2. This Compliance Certificate is provided with respect to the fiscal year ending on December 31, 2022 (the "Relevant Period").
- 3. Under my supervision, the Corporation has made a review of the activities during the preceding Fiscal Year for the purpose of determining whether or not each Member of the Obligated Group and each Credit Group Member has complied with all of the terms, provisions, covenants and conditions of the Agreement and the Related Documents to which it is a party, and to the best of my knowledge each Member of the Obligated Group and each Credit Group Member has kept, observed, performed and fulfilled each and every, provision, covenant and condition of the Agreement and the other Related Documents to which such member is a party; and (except as set forth in paragraph 4 below), no Event of Default or Default has occurred.
- 4. I have no knowledge of the existence of any condition or event which constitutes an Event of Default or Default during or at the end of the Relevant Period or as of the date of this Compliance Certificate, except as set forth below:

The following Defaults exist, and with respect to each such Default I have described in detail the nature of such Default, the period of its existence, the status thereof and the action which the Corporation has taken, is taking, or proposes to take to correct or remedy such Default:

None			

- 5. In accordance with Section 6.01(ii)(2)(iv) of the Agreement, I certify on behalf of the Corporation that the Credit Group is in compliance with the financial covenant in Section 6.20 of the Agreement required to be satisfied as of the end of the Relevant Period, and specifically that as of the Relevant Period:
 - (a) Pursuant to Section 6.20, the Historical Debt Service Coverage Ratio as of December 31, 2022 is 3.9, for the 12-month period then ended.
 - (b) Annex I attached hereto sets forth financial data and computations evidencing the Credit Group's compliance with the above covenants of the Agreement, all of which data and computations are true, complete and correct.

The foregoing certifications, together with any financial data and computations provided herewith, are made and delivered this 27th day of April, 2023

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SSM HEALTH CARE CORPORATION

By:

209E2CF94EB447F...

Name: Randall J. Combs

Its: Treasurer

ANNEX I TO COMPLIANCE CERTIFICATE

SSM HEALTH CARE CORPORATION

COMPLIANCE CALCULATIONS FOR CONTINUING COVENANT AGREEMENT DATED AS OF JULY 1, 2019

CALCULATIONS AS OF December 31, 2022 (\$ Amounts in thousands)

<u>Historical Debt Service Coverage Ratio of the Credit Group</u> (Section 6.20)

1.	Income Available for Debt Service (as defined in the Master Indenture) for the Credit Group	\$400,924
2.	Debt Service Requirements on Funded Indebtedness (as defined in the Master Indenture) for the Credit Group	\$103,493
3.	Ratio of Line A1 to Line A2	3.9:1.0
4.	Line A3 must be greater than or equal to	1.1:1.0
5.	The Credit Group is in compliance (circle yes or no)	ves/ho