Key talking points

*About the Proposed Affiliation between Allegiance Health and the University of Michigan Health System*

- Allegiance Health & the U-M Health System are proposing to affiliate, in a way that would make Allegiance Health part of U-M.
  - The two already work together on several clinical initiatives.
  - This would not be a purchase, but rather a way for Allegiance Health and U-M to work and invest together for the benefit of the greater Jackson community.

- The affiliation would position both institutions to serve patients and the community better, and more efficiently, in a rapidly changing and challenging health care environment.
  - The goal: Patients continue receive the right care, at the right place and time, from the right provider.
  - The approach: Use the expertise and experience of both systems, in a way that strengthens both for the long term.

- This is a proposal. Details must be worked out & any regulatory requirements met before an affiliation goes forward.
  - Clinical and administrative teams from both systems will work together over coming months to define specifics.
  - UMHS would commit to $100 million in new strategic initiatives investment at Allegiance Health over the next seven years, in addition to satisfaction of routine maintenance and replacement capital requirements. These investments would come from funds generated by efficient use of resources and efficient care delivery at Allegiance Health, and other sources.