

Recent hospital sales

- One potential reference point is to consider what the "fair market value" would be for a hospital like Lakewood if we were to sell the hospital to a willing buyer
- We gathered information on several recent hospital sales, some of which were "distressed" sales, which would likely be more representative of the type of pricing Lakewood might experience

Representative Price per Licensed Bed Metrics				
	Total Beds	Purchase Price	Purchase Price/ Bed	Comments
Hospital Deal A	476	\$ 45,000,000	\$ 94,538	2 hospitals in deal, distressed sale
Hospital Deal B	866	\$ 273,000,000	\$ 315,242	2 hospitals in deal, with a well-established Foundation, very profitable and well-run system
Hospital Deal C	57	\$ 32,000,000	\$ 561,404	Specialty heart hospital
Hospital Deal D	357	\$ 45,000,000	\$ 126,050	Single hospital, distressed sale
Hospital Deal E	351	\$ 105,000,000	\$ 299,145	2 hospitals
Hospital Deal F	347	\$ 150,000,000	\$ 432,277	Large hospital, very well-run
Hospital Deal G	154	\$ 50,000,000	\$ 324,675	Single hospital, more similar size to Lakewood

AVERAGE	\$ 307,619
AVERAGE-Less HI/Lo	\$ 299,478
AVERAGE-Distressed Sale	\$ 110,294

Average prices applied to LKH			
Beds	Avg prices	Applied to LKH beds	
240	\$ 307,619	\$ 73,828,509	
	\$ 299,478	\$ 71,874,729	
	\$ 110,294	\$ 26,470,588	



Originally presented: 08/20/14