

Squire Patton Boggs Represents Barclays on ProMedica Health's US\$1.46 Billion Offering

November 2018

Barclays Capital and Toledo, Ohio-based ProMedica Health System have achieved financial close on a US\$1.46 billion public debt offering. US\$1.21 billion of taxable bonds were issued to provide long-term financing for ProMedica's July acquisition out of bankruptcy of the privately-held HCR ManorCare business.

An additional US\$246 million of tax-exempt hospital revenue bonds were issued through Lucas County, Ohio to finance the completion of ProMedica's Generations of Care Tower at ProMedica Toledo Hospital.

Historically focused on hospital and clinical care in northwest Ohio and southeast Michigan, the acquisition of HCR ManorCare nearly doubles ProMedica's revenues, adding a 27-state, post-acute care provider system, including 168 skilled nursing facilities, 54 assisted living facilities and more than 100 hospice and home health offices. The financing was completed as HCR ManorCare converts from a for-profit to a not-for-profit entity and seeks exempt status as a 501(c)(3) organization.

The firm served as underwriter counsel to Barclays Capital, with primary responsibility for disclosure and due diligence and significant input to the structuring of the transaction. The firm team was led by Bruce Gabriel and Todd Gibson, with Tatjana Misulic assisting on disclosure documentation, Adam Colvin advising on healthcare issues, John Thomas advising on post-acute care and real estate matters, and Emily Huggins Jones advising on environmental matters.

Contacts

Bruce Gabriel

Partner T+1 216 479 8746 E bruce.gabriel@squirepb.com

Todd Gibson

Principal T+1 216 479 8449 E todd.gibson@squirepb.com



We have one of the largest, most diverse and highly regarded public finance practices in the US. We have been a nationally recognized bond counsel firm for more than 115 years and have been listed in PUBLIC FINANCE The Bond Buyer's Red Book since its inception in the 1940s. In 2017, we served as counsel on more than 600 transactions, totaling over US\$41.7 billion. In the last five years, we served as counsel on over 3,000 transactions, totaling more than US\$174.6 billion.