



Hardin Memorial Health



BAPTIST HEALTH®

Baptist Health purchase of HMH Asset Purchase Agreement (APA) Key Facts

- \$235 million in capital expenditures over a decade:
 - \$150 million in capital expenditures during the first five years.
 - \$85 million in additional capital expenditures over the second five years.
 - Capital expenditures may include investments in information technology, joint ventures, equipment, new capital leases, and hiring new physicians.
- \$126.4 million to Hardin County which includes:
 - \$60 million when the sale is finalized (less the estimated \$30 to \$35 million to fully fund all liabilities associated with HMH's pension plan)
 - \$66.4 million payable over 25 years. Payments begin January 1, 2019.
- \$150,000 a year (maximum) in continued healthcare services for Hardin County Jail inmates.
- Assumption of approximately \$37 million in long-term debt obligations.
- Assumption of approximately \$8 million in retiree medical plan benefit obligations.
- Completion of the transaction (closing of the sale) projected for December 1, 2018.
- Baptist Health will acquire all of HMH's assets.
- All non-contracted employees will be hired at their current rate of pay.
- All physicians on the Medical Staff will continue to be credentialed and privileged to provide services at the hospital after the acquisition.
- President Dennis Johnson and the senior leadership team will be retained.
- 11-member administrative board to be appointed – Hardin County will nominate individuals for 8 seats.
- Baptist Health Hardin will be the new name.