

Q1-2022 Healthcare Staffing Update



Market Update

Provident observed accelerated transaction activity in the staffing sector in Q1 2022. A study conducted by Vivian in 2021 reported that 87% of respondents said their healthcare facility is short-staffed and 53% responded that they did not feel optimistic about the future of healthcare currently. Significant tailwinds such as a growing elderly population, aging RN workforce, nurse burnout, and shortage of nurse professors in university settings continue to put pressure on a shortage of nurses. The rising awareness of the benefits of temporary staffing such as an easier recruitment process, the opportunity to travel, and not having to worry about permanent housing have resulted in the profession gaining continued popularity.

One notable transaction this quarter was the acquisition of Favorite Healthcare Staffing by the European healthcare solutions provider, Acacium Group. Through this acquisition, Acacium Group became the first global healthcare staffing provider offering services in the US, Europe, and Australia.

Select Transactions

Month	Acquirer	Target	Deal Description
January			SEIU Local 199 Executive Board voted on Nov. 30 to merge its Iowa health care workers union with SEIU's Minnesota branch. The presidents of both unions expect the merger to facilitate better organization for the assistance of their workers.
January			P2P Staffing Corp. announced it received a majority investment from A&M Capital Partners. P2P's staffing brands are TekPartners, a provider of IT staffing, and MPLT Healthcare, a provider of locum tenens and physician and advanced practice direct-hire staffing.
January			RecruitWell, LLC, a national permanent staffing agency focused on healthcare staffing for physicians and advanced practice providers, signed a definitive merger agreement with US Locums, LLC, a national locum staffing agency also focused on physicians and advanced practice providers.
January			LJC Investments V, LLC, an investment vehicle controlled by Littlejohn Capital, announced the acquisition of Alto Healthcare Staffing, a diversified healthcare staffing firm. Alto provides clinical temporary staffing, travel nurses primarily to hospitals, and medical assistants to doctors' offices.
January			Favorite Healthcare Staffing announced that Acacium Group, Europe's leading healthcare solutions provider, has completed the acquisition of the company for an undisclosed amount. Favorite operates nationwide with 27 branch offices that offer their clients a unique community-based approach.

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