

Q4-2022 Emergency Medical Services (“EMS”) Update

Market Update

Despite a slight reduction in transaction activity in Q4-22 compared to the first half of the year, primarily driven by macroeconomic headwinds, the EMS sector continues to be a sector of an interest for private equity investors, large hospital consolidators, and independent platforms. Majority of activity in the quarter included hospital consolidation of local urgent care players and regional consolidation of various ambulance services companies. Key reasons for the transactions included deepening their geographic footprint in an established MSA, forming a presence in a new region, and expanding service line capabilities.

Although private equity investment remained on the sideline for Q4-22, recently established PE platforms are seeking add-on opportunities across the EMS sector. In addition to the deals that have closed in the quarter, it has been announced that Summit Health-CityMD will be acquired by VillageMD and expected to close in Q1-23. Warburg Pincus, a leading private equity firm, will be exiting its ownership position which began in 2017, represent a significant exit for the firm and a roadmap for future consolidation within the EMS space.







Notable Transaction



Q1-23

VillageMD has entered a definitive agreement to acquire Summit Health-CityMD, a leading provider of primary, specialty, and urgent care, creating one of the largest independent provider groups in the United States. Summit Health-CityMD maintains a strong foothold of 680 provider locations in the northeast US and Oregon regions, significantly expanding VillageMD’s geographic footprint.

Select Transactions:

Month	Sub-Sector	Acquirer	Target	Deal Description
December	Urgent Care			Ochsner Health acquired Diamondhead Urgent Care, providing the LA-based hospital system a bigger footprint in Hancock County, MS. Diamondhead’s single location becomes one of two Ochsner locations that will provide urgent care services.
November	Emergency Medicine			TeamHealth, the country’s leading physician practice, acquired Acute Care Transitions, LLP (“ACT”), an emergency medicine and advanced care at-home telehealth provider offering services to the Texas Health Resources health system. The transaction represents the acquirer’s expansion into the Dallas- Fort Worth market.
November	Ambulance Services			Pennsylvania Ambulance LLC, acquired certain assets of Commonwealth Health’s EMS arm. This acquisition will make Pennsylvania Ambulance LLC, the largest ambulance provider in Northeastern Pennsylvania both geographically and number of communities serviced.

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