

FOR IMMEDIATE RELEASE

Contact:

Patrick Thornton

patrick.thornton@russellherder.com

612-455-2360

Atrium Health and Senior Living and its Lender Agree on Appointment of Receiver for Orderly Transition of 32 Wisconsin-Based Care Centers and 1 Michigan-Based Care Center to New Operators

Operators of 23 skilled nursing facilities and 9 assisted living facilities located across Wisconsin, as well as 1 skilled nursing facility in Michigan, and their lenders are focused on continuing to deliver quality care and positioning facilities for a transition to new operators.

Milwaukee (Sept. 10, 2018) —Atrium Health and Senior Living announced Sept. 7, 2018 that a consensual agreement has been reached with its lender to have a receiver appointed for 32 Wisconsin-based facilities and one Michigan-based facility so that the company can continue to maintain normal business operations until new operators can be identified and positioned to take over the facilities. A list of the entities in receivership as well as their facility trade names is attached as Exhibit A.

“We have determined that the most effective way to stabilize the company is to seek the appointment of a Receiver who will assume all responsibility for operating the company and put it in a stronger position for a potential, future transaction,” said an Atrium spokesman. “This action will allow our business to continue operating during the Receivership without any interruptions to the important care services provided to our residents and their families. Additionally, the receivership protects our ability to pay our dedicated employees and meet our vendor obligations going forward.”

On Sept. 7, 2018, the Circuit Court of Wood County, Wisconsin entered an order appointing Milwaukee attorney Michael S. Polsky of Beck, Chaet, Bamberger & Polsky, S.C. as Receiver of the facilities. Mr. Polsky is a well-respected Milwaukee attorney with a successful track record in serving as a receiver. Mr. Polsky has retained Health Dimensions Group to serve as operational and financial consultant during the Receivership process. Health Dimensions Group

(HDG) is a leading consulting and management firm based in Minneapolis, MN with specialized expertise in post-acute, long-term care and senior living. A values-driven organization, HDG has provided turnaround, operational and financial improvement and strategic advisory services to health care providers throughout the nation for more than 20 years.

“Our goal will be to work together to provide the support and expertise needed to allow all of the facilities to continue delivering quality care and services to residents,” Polsky said. “With a cooperative lender, engaged landlords, a supportive ownership group and a dedicated team of employees, I am confident that all of the Atrium Health care centers will continue to operate with a “business as usual” approach and keep providing the important care to their residents.”

“The health, safety, and comfort of the residents will be the primary concern going forward. Our main focus at this time is to stabilize the company and ensure that residents continue to receive seamless quality care in the centers from the staff they have come to know. This plan also helps ensure that all payroll and benefits are provided to employees and that vendors are paid for ongoing services on a timely basis,” said Polsky.

####