Gilbert Hospital and Florence Hospital at Anthem Closed

Gilbert Hospital and Florence Hospital at Anthem, two medical centers owned by parent company New Vision Health LLC, will close according to the Arizona Republic (1). Gilbert Hospital's emergency room will close today, June 16, and Florence ER will close on Monday. Anyone receiving care was to be transferred or discharged, according to company spokesman Alex Stevenson.

The two hospitals and the parent company have been plagued with financial troubles. Creditors filed for involuntary Chapter 11 bankruptcy protection this spring, the second time they had faced bankruptcy in four years. A Maricopa County Superior Court judge on June 7 appointed a receiver, who concluded that the financial problems "were simply too significant to overcome." Bankruptcy court documents show the two medical centers owe creditors at least $13.1 million in unpaid loans. Both hospitals were operating under terminated leases because they could not pay rent, according to court records.

Gilbert Hospital was recently penalized by Medicare because of high rates of patient injuries, according to Kaiser Health News (2). Gilbert Hospital lost 1 percent of its Medicare funding this fiscal year. New Vision Health is also the owner of Peoria Regional Medical Center which filed for Chapter 11 bankruptcy protection in federal court in October 2017.

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References