

The Long, Twisting Tale of Steward Health Care: A Timeline

By Vani Agarwal and Amy Goldstein

Legend:

Orange = Steward pre-history

Grey = Ralph de la Torre

Blue = State/Federal Role

Yellow = Internal Finances

Green = System Growth

Purple = System Shrinking

Red = Patient Harm

Pink = Financial Distress

Date	Event Type	Description
1985	Steward pre-	Caritas Christi Health Care was <u>founded</u> in Massachusetts. The nonprofit system is
	history	composed of six hospitals owned by the Roman Catholic Archdiocese of Boston.
2006	Steward pre-	As the archdiocese is <u>mired</u> in a priest sex scandal, the hospital system is failing
	history	financially, and the president of Caritas Christi resigns over sexual harassment
		charges. The system hires a consultant to conduct an assessment and devise a business
		plan. In December, Caritas leaders <u>announce</u> they are willing to merge, sell, or
		relinquish control of the hospitals to another Catholic health system.
2007	Steward pre-	Caritas Christi Health Care is in talks to be <u>acquired</u> by Ascension, a national Catholic
	history	nonprofit hospital system. The deal falls through.
2 April	Ralph de la	Ralph de la Torre is <u>named</u> CEO of Caritas Christi Health Care. A Catholic, he was
2008	Torre	the <u>founder</u> and CEO of the Cardiovascular Institute at Beth Israel Deaconess Medical
		Center and chief of cardiac surgery there.
March -	Steward pre-	In a sharp break with Massachusetts' tradition of nonprofit hospitals, Caritas Christi
August	history	Health Care <u>notifies</u> the Massachusetts attorney general of a <u>proposal</u> by Cerberus
2010		Capital Management, a private equity firm, to buy its six hospitals and create Steward
		Health Care. The new system would be led by de la Torre and maintain Catholic
		values, including no abortion.
6 Oct.	Mass. State	After four years of unsuccessful efforts to help find a new owner, Attorney General
2010	Role	Martha Coakley <u>recommends</u> approval of Caritas' sale to Steward with a number of
		conditions. The hospitals must remain open for at least three years, fund the pensions
		of about 13,000 current and former Caritas employees, pay down Caritas' debt, and
		invest at least \$400 million in capital improvements. Plus, the attorney general's
		office will monitor the company and its hospitals for the next five years. Catholic and
		other community leaders had sought additional conditions, including an agreement not
20.0.4	Mana Cu i	to sell the hospitals for five to seven years.
29 Oct.	Mass. State	After the deal is <u>accepted</u> by a council within the Massachusetts Department of Public
2010	Role	Health earlier in October, a judge on the Massachusetts Supreme Judicial Court gives
		final <u>approval</u> .



Early Nov. 2010	System Growth	Cerberus Capital Management <u>acquires</u> Caritas Christi's hospitals for \$895 million, creating Steward Health Care. In <u>acquiring</u> Caritas Christi, Cerberus commits to the attorney general's conditions, including the money for capital improvements. De la Torre says Steward will create an accountable care organization and pledges that the system "will become a model for high-quality, low-cost, community-based health care."
Feb	System	In the first sign of its expansionist ambitions, Steward tries to spread its fledgling
March 2011	Growth (Attempt)	hospital system beyond Massachusetts when Cerberus, its financial backer, makes a \$1.1 billion bid to purchase Jackson Health System, a hospital system in Miami that includes Jackson Memorial, a large public teaching hospital. In a highly unusual request that Jackson rebuffs, Steward seeks exclusive access to Jackson's finances for 60 days, while declining to disclose its own source of financing. With Steward mere months old, community leaders in Miami want a greater role in the negotiations, expressing concern about the company's ability to manage a large public hospital and its financing source. In March, Steward declares the deal stalled.
May -	System	Steward expands within Massachusetts, acquiring four hospitals. The council within
Oct.	Growth	the public health department approves Cerberus's <u>acquisition</u> of Merrimack Valley
2011		Hospital in Haverhill and Nashoba Valley Medical Center in Ayer at a <u>price</u> of \$21
		million for them both. Later in the year, Steward <u>buys</u> Quincy Medical Center in
		Quincy and Morton Hospital and Medical Center in Taunton for an undisclosed price,
		with Attorney General Coakley approving under certain conditions. Among them, Steward must <u>invest</u> in upgrades and not sell either hospital for five years.
2012	Internal	Steward becomes one of an initial group of health systems to participate in the federal
	Finances	Pioneer Accountable Care Organization (ACO) program, an innovation in Medicare
		payments. This is part of de la Torre's plan to transform the system into a quality, lower-cost alternative to Boston's major teaching hospitals.
4 Sept.	System	Steward acquires New England Sinai Hospital in Stoughton for an undisclosed price.
2012	Growth	Steward invests \$34 million into the hospital, including \$23 million towards pension liabilities and investing in the hospital's building and equipment.
30 Jan.	Mass. State	Attorney General Coakley issues a Steward monitoring report, based on the system's
2013	Role	first year of operations. In an accompanying announcement, she says that the review
		indicates that Steward is striving to meet its stated goal of keeping more care in the
		community and says that one year of data is not enough to predict how Steward will perform in the future.
Sept.	Mass. State	The Massachusetts Center for Health Information and Analysis (CHIA) begins fining
2014	Role	Steward because the company has been balking at submitting data about the system's
		finances ¹ that hospitals are required to give the agency.
26 Dec.	System	Steward Health Care <u>closes</u> Quincy Medical Center, citing financial losses and
2014	shrinking	dwindling patients at the 124-year-old hospital. Despite a requirement when Steward
		took over the hospital that it stay open at least until 2017. Attorney General Coakley

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 $^{^{\}rm 1}\,2017$ complaint filed by Steward (case number 1784CV03481).



Nov. 2015	Internal Finances	does not object to the closing, as long as Steward maintains an emergency room and other services nearby for at least two years. The state's Department of Public Health waives a 90-day notice requirement for hospitals that seek to close, saying that a faster time frame is "necessary and appropriate" for patients' health and safety because Quincy has so few patients. Steward leaves the Pioneer ACO program, saying it will switch to the Center for Medicare and Medicare Services' (CMS) Next Generation ACO, which the company stays in for four years but leaves two years early after 2019.
30 Dec. 2015	Mass. State Role	At the end of the 5-year monitoring period, the attorney general's office, now led by Maura Healey, publishes a final report on the status of Steward. The report finds that Steward overall has complied with the terms of the agreement that allowed its creation. The report says that the finances of the central system have had "substantial losses" but that the performance of the individual hospitals has improved.
26 Sept. 2016	Internal Finances	Steward <u>announces</u> that it will enter a sale-leaseback arrangement with Medical Properties Trust (MPT), a real estate investment trust (REIT). A REIT owns and operates income-producing real estate, providing a means through which individuals can invest in real estate without buying property. Under the agreement, Steward sells its hospitals and their land to MPT and, in turn, receives cash—a \$1.25 billion payment. Steward pays escalating rent for the property. The deal <u>results</u> in a \$484 million dividend paid out to Cerberus.
Feb. 2017	System Growth	With funding from <u>Cerberus</u> and <u>MPT</u> , Steward buys eight hospitals for an undisclosed sum, expanding the system beyond Massachusetts. ² Steward <u>acquires</u> Easton Hospital in Easton, PA; Sharon Regional Health System in Sharon, PA; Sebastian River Medical Center in Sebastian, FL; Wuesthoff Medical Center in Rockledge, FL; Wuesthoff Medical Center in Melbourne, FL; Northside Medical Center in Youngstown, OH; Trumbull Memorial Hospital in Warren, OH; Hillside Rehabilitation Hospital in Warren, OH.
29 Sept. 2017	System Growth	With funding from Cerberus and MPT, Steward pays \$2 billion to acquire IASIS Healthcare, another system that has had private equity financing. ³ In this transaction, Steward takes over 18 hospitals in Arizona, Arkansas, Colorado, Louisiana, Texas, and Utah, becoming the largest private, for-profit hospital system in the country with a total of 36 hospitals across 10 states.
27 Oct. 2017	Mass. State Role	Steward <u>files</u> a civil lawsuit against CHIA over the agency fining it after unsuccessful efforts since 2013 to obtain system-wide financial data that all the state's hospitals are required to report. ⁴
20 Feb. 2018	System Growth	Steward acquires a company, Vitals Global Healthcare, based in Malta, beginning a new division called Steward Health Care International. ⁵

² Pitchbook

 ³ Pitchbook
 ⁴ 2017 complaint filed by Steward (case number 1784CV03481).
 ⁵ Pitchbook



2 April	System	A half year after buying it, Steward sells Pikes Peak Regional Hospital in Woodland
2018	Shrinking	Park, CO, to a nonprofit health system, UCHealth.
Aug.	Internal	Steward moves its corporate headquarters from Boston to Dallas.
2018	Finances	
20 Sept.	System	A year and a half after buying it, Steward <u>closes</u> Northside Regional Medical Center
2018	Shrinking	in Youngstown, OH. The closing eliminates the city's only labor and delivery unit and
		<u>results</u> in a layoff of 468 employees.
12 Apr.	System	Steward <u>acquires</u> Scenic Mountain Medical Center in Big Spring, TX, from Quorum
2019	Growth	Health, for \$22 <u>million</u> .
31 Jul.	Patient Harm	The Medical Center of Southeast Texas' cancer center closes abruptly, with patients
2019		unable to access their medical records. Patients are also unable to transfer their cancer
		treatment to alternative facilities. The Medical Center of Southeast Texas has already
260	~	been cited by CMS for deficient patient care several times before.
26 Sept.	System	Steward <u>re-opens</u> Florence Hospital in Florence, AZ, which had been <u>closed</u> for more
2019	Growth	than a year because its previous owner was in bankruptcy. The building and land were
) T	C .	already owned by MPT.
Nov.	System	St. Luke's Medical Center in Phoenix, AZ, closes, resulting in a layoff of 655
2019	Shrinking	employees. Steward attributes the closure to shrinking patient volumes—over the past
		two years, less than 40% of beds on average were occupied.
10 May	Patient Harm	The electricity in large parts of St. Elizabeth's Medical Center in Boston goes out for
2020		38 hours after a rodent walks onto a high-voltage transformer. Nurses need to use
		flashlights to navigate the halls, electrically controlled beds no longer work, and
		COVID-19 patients are moved into the main intensive care unit with other patients in
т.	G .	a building where the power has not failed.
June	System	Norwood Regional Hospital in Norwood, MA, is evacuated after catastrophic
2020	Shrinking	flooding. The severely damaged hospital is closed with plans to demolish and rebuild
		the building with funding from MPT. After Steward declares bankruptcy in 2024, the
2.1	T 4 1	construction effort and plans to reopen are <u>abandoned</u> .
2 Jun.	Internal	Cerberus Capital Management exits and detaches financially from Steward,
2020	Finances	transferring its stake in Steward to a physicians group led by Steward's CEO, de la Torre, via a \$400 million cash infusion from MPT. Cerberus earned \$800 million
		during the decade it owned Steward. De la Torre and the new physician owners of
		Steward pay themselves a \$111 million dividend.
1 Jul.	System	Steward sells Easton Hospital in Pennsylvania and affiliated physician practices to St.
2020	Shrinking	Luke's University Health Network for \$15 million. The sale occurs three months after
2020		Steward had threatened to close the hospital because of covid, unless it was bailed out
		by the Pennsylvania government, which provided \$8 million to keep it open.
13 Oct.	Federal Role	Both campuses of Holy Family Hospital (MA) and Nashoba Valley Medical Center
2020		(MA) are fined by the Department of Health and Human Services for failing to
		maintain proper certifications, recertifications, and treatment plans for inpatient
		psychiatry services, violating Medicare billing requirements. Holy Family pays a
		\$6.95 million fine, and Nashoba pays a \$1.42 million fine.



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17 Nov. 2020	System Growth	Steward's international arm <u>acquires</u> two hospitals in Colombia and the real estate belonging to a third with funding from MPT. ⁶
24 Mar.	System Growth	Steward <u>announces</u> plan to build a new hospital in St. George, UT, a fast-growing southern part of the state. The hospital is supposed to open in 2023, but is never
2021		1
2.4	(Attempt)	completed.
2 Aug.	System	With MPT funding, Steward acquires for \$1.1 billion five hospitals in Florida
2021	Growth	previously owned by Tenet, a publicly traded for-profit hospital system. The hospitals
		are Coral Gables Hospital, Florida Medical Center, Hialeah Hospital, North Shore
1.0	T . 1	Medical Center, and Palmetto General Hospital. ⁷
1 Sept.	Internal	Macquarie, a wealth management company, <u>announces</u> a partnership with MPT to
2021	Finances	acquire 50% of the Steward hospitals that MPT owns in Massachusetts. The
		transaction values the Steward's Massachusetts portfolio at \$1.78 billion. Apollo
		Global Management, another private equity firm, provides a loan to Macquarie and
20.0	~	MPT to facilitate the transaction, which is finalized in March the following year.
20 Sept.	System	Steward signs an agreement to sell its five other Utah hospitals to HCA's Mountain
2021	Shrinking/	Division. However, the Federal Trade Commission (FTC) successfully sues to block
	Federal Role	the acquisition, alleging that the deal would be anticompetitive.
Dec.	Patient Harm	1
2021		highlighting poor working conditions at the Good Samaritan Medical Center's
		emergency department. The complaint <u>alleges</u> that too few nurses and technicians are
		leading to substandard patient care and preventable deaths.
Feb.	Patient Harm	A patient at Glenwood Hospital in West Monroe, LA, Mearl Hodge, dies after the
2022		electrodes monitoring her heart rate come loose, and a nurse fails to check on her. Her
		granddaughter is the one to discover that Hodges no longer had a pulse. The event
		triggers an investigation by the Louisiana Department of Health, which eventually
T 1	3.5	fines Glenwood \$1,750.8
Feb.	Mass. State	CMS releases its findings from a survey it conducted in response to the nurses'
2022	Role	association's complaints regarding Good Samaritan. The survey finds issues such as
		improper documentation of patients and dangerously overcrowded waiting areas for
		the emergency department. Steward <u>submits</u> plans for correction.
Apr.	System	With MPT's financial backing, Steward <u>acquires</u> Abrazo Mesa Hospital in Mesa,
2022	Growth	Arizona, a subsidiary of Abrazo Health, a for-profit company.
April-	Federal Role	Steward <u>agrees</u> to pay \$4.74 million to resolve a federal False Claims Act violation, in
June		which Good Samaritan Medical Center had entered into agreements with multiple
2022		local physician practices to set up specialized care centers within the hospital. Though
		the centers were never officially established and did not treat any patients, doctors
		continued to refer patients to these specialized services in exchange for payments
		from Good Samaritan. As part of the resolution, Good Samaritan enters a Corporate
		Integrity Agreement with the Department of Health and Human Services to improve
		compliance with Medicare, Medicaid, and other federal health programs.

 ⁶ Pitchbook
 ⁷ Pitchbook
 ⁸ Review of original investigation report conducted by Louisiana Department of Health.



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23 Sept.	Patient Harm	Massachusetts Nurses Association <u>files</u> another complaint against Good Samaritan,
2022		alleging that the corrective steps CMS required in February have not taken place.
1 May	System	In a blow to an already underserved community, Steward <u>closes</u> Texas Vista Medical
2023	Shrinking	Center in San Antonio. Staff note that the hospital frequently was missing payments
		to vendors. In March, Steward had tried to sell the hospital to a local competitor,
		University Health, but University Health declined, concluding that the hospital was
		financially unsustainable, plus expressing reluctance to affiliate with MPT.
1 May	System	Nearly two years after the FTC blocked a sale of these hospitals to HCA, Steward
2023	Shrinking	sells its five Utah hospitals to a different health system, Catholic Health Initiatives
		Colorado.
June	Mass. State	A Massachusetts Superior Court judge <u>rules</u> against Steward in a lawsuit against
2023	Role	CHIA over submitting financial data. Steward appeals, and the case remains
		unresolved.9
13 Sept.	Patient Harm	A patient at the overwhelmed Good Samaritan Emergency Department collapses and
2023		dies after her chest pain is dismissed by a nurse as anxiety.
Oct.	Patient Harm	A 39-year-old woman dies after giving birth to her daughter at St. Elizabeth's Medical
2023		Center in Massachusetts. After the birth, doctors found bleeding in her liver. Doctors
		wanted to use a device called an embolization coil to stop the bleeding, but none were
		available. The vendor supplying the coils had repossessed the devices after Steward
		accumulated more than \$2.5 million in unpaid bills. The new mother goes into cardiac
		arrest after being transferred to a second hospital.
18 Dec.	Federal Role	The U.S. Attorney's office for Massachusetts sues Steward and St. Elizabeth's
2023		Medical Center, alleging they violate a federal law that forbids doctors to refer a
		patient to medical facilities in which they have a financial stake. The suit focuses on a
		top cardiologist at St. Elizabeth's, alleging that the doctor referring patients there and
		the hospital, in turn, billed Medicare for services that were not eligible for
		reimbursement.
4 Jan.	Financial	In an investor call to <u>announce</u> plans to accelerate efforts to recover rent and other
2024	Distress	loan obligations from Steward, MPT reveals that Steward owes it \$50 million in
		unpaid rents.
Feb.	State Role	After another round of incomplete financial data, Healey <u>announces</u> that Steward
2024		
		must transition out of Massachusetts. This announcement also comes after the Boston
		must transition out of Massachusetts. This announcement also comes after the Boston Globe breaks the story weeks earlier of the patient dying shortly after childbirth and
Feb	Financial	Globe breaks the story weeks earlier of the patient dying shortly after childbirth and
Feb April	Financial Distress	Globe breaks the story weeks earlier of the patient dying shortly after childbirth and employees report supply shortages due to a growing roster of unpaid bills.
		Globe breaks the story weeks earlier of the patient dying shortly after childbirth and employees report supply shortages due to a growing roster of unpaid bills. Construction of a new \$227 million campus to replace Wadley Regional Medical
April		Globe breaks the story weeks earlier of the patient dying shortly after childbirth and employees report supply shortages due to a growing roster of unpaid bills. Construction of a new \$227 million campus to replace Wadley Regional Medical Center's hospital in Texarkana is <a halted"="" href="https://linear.com/hatter/patient-new-mailto-ne</td></tr><tr><td>April</td><td></td><td>Globe breaks the story weeks earlier of the patient dying shortly after childbirth and employees report supply shortages due to a growing roster of unpaid bills. Construction of a new \$227 million campus to replace Wadley Regional Medical Center's hospital in Texarkana is halted because the contractor complains he wasn't getting paid. The contractor demands evidence that Steward could pay what it owed.
April		Globe breaks the story weeks earlier of the patient dying shortly after childbirth and employees report supply shortages due to a growing roster of unpaid bills. Construction of a new \$227 million campus to replace Wadley Regional Medical Center's hospital in Texarkana is halted because the contractor complains he wasn't getting paid. The contractor demands evidence that Steward could pay what it owed. Construction will resume after the contractor enters an agreement to get paid by

⁹ Steward Health Care System LLC. vs. Center for Health Information and Analysis et al case docket.



		Weeks later, regulators <u>confirm</u> that Optum is no longer interested in such an agreement.
March 2024	Federal Role	The Food and Drug Administration orders North Shore Medical Center in south Florida to stop performing mammograms and notify patients about potentially inaccurate results from the past two years.
2 April 2024	System shrinking	Steward <u>closes</u> New England Sinai Hospital, a century-old rehabilitation facility in Stoughton, after telling Massachusetts regulators it could not afford to keep operating it.
April 2024	System shrinking	Citing the departure of a medical director, Steward <u>closes</u> oncology/hematology infusion center at Good Samaritan, stranding patients with appointments for cancer treatment.
6 May 2024	Financial Distress	Steward <u>files</u> for Chapter 11 bankruptcy. In the filing, Steward reveals that it owes about \$1.2 billion in loans and \$6.6 billion in long-term lease payments. It also has \$290 million in unpaid obligations, including employee wages, and payments for physician services and staffing agencies.
July 2024	Federal Role	The U.S. Trustee, as part of bankruptcy proceedings, <u>appoints</u> monitors to inspect every Steward hospital. In Florida, for instance, inspectors find three hospitals in relatively sound condition, though they are admitting fewer patients. But inspections find that North Shore Medical Center and Florida Medical Center have major equipment and maintenance issues, such as bed bug contamination, supply shortages, such as catheter and robotic supplies, and inadequate staffing.
25 Jul. 2024	Ralph de la Torre	The Senate Health, Education, Labor, and Pensions (HELP) Committee <u>subpoenas</u> de la Torre, the Steward CEO, to testify as part of an investigation into the company's bankruptcy. Issued after de la Torre refused to appear as a witness voluntarily, the committee says this is its first subpoena since 1981.
31 Jul. 2024	Federal Role/System Shrinking	Bankruptcy judge Lopez approves the closing of two Massachusetts hospitals, Carney in Dorchester and Nashoba Valley in Ayer by August 31 after Steward tells the court it did not receive any "qualified bids" to buy them. The hospitals' surrounding communities and staff protest, urging the state to block the closings. Gov. Healey says she lacks authority to do so. Around this time, de la Torre is at the Olympics in France with his wife, attending equestrian events at the Palace of Versailles.
August 2024	Patient Harm	The Arizona Department of Health Services <u>conducts</u> an investigation of St. Luke's Behavioral Health Center, finding inadequate kitchen facilities, outdated heating and air-conditioning, staff shortages, and failed fire inspections. A few days after the inspection, the air-conditioning fails, leading to a temperature of 99 degrees in the lobby. When the temperature remains too hot after three days, the department suspends St. Luke's license, forcing the 127-bed psychiatric hospital to shut down and about 200 workers to be furloughed. The hospital remains closed until December 2024, when it <u>reopens</u> under new ownership.
16 Aug. 2024	Mass. State Role	Gov. Healey <u>announces</u> agreements in principle for Steward's remaining six hospitals in Massachusetts. Under this plan, Boston Medical Center, the city's safety-net hospital, will acquire Good Samaritan; Lifespan of Rhode Island will acquire Morton and St. Anne's, and Lawrence General Hospital will acquire both Holy Family



		campuses. Healey also announces that St. Elizabeth's property will be taken over by the state government via eminent domain from Apollo Management for \$4.5 million provided by the state, then transitioned to Boston Medical Center.
19 Aug. 2024	Financial Distress	MPT and Steward disagree over how to allocate the value between Steward's operating assets and MPT's real estate. Steward sues, contending that MPT is disrupting Steward's efforts to sell its remaining hospitals by refusing to enter into new leases with buyers or sell the property. MPT contends that Steward is trying to extract more value from MPT by forcing MPT into disadvantageous agreements with potential buyers.
20 Aug. 2024	Mass. State Role	Apollo <u>rejects</u> the governor's \$4.5 million offer to take St. Elizabeth's by eminent domain, contending that St. Elizabeth's property is worth \$200 million. A year later, Apollo <u>comes</u> to an agreement with the state of Massachusetts to sell the hospital for \$66 million. The money funding this purchase comes from the state.
30 Aug. 2024	Financial Distress	As Steward hospitals are being sold, it <u>announces</u> a deal with MPT in which the latter will temporarily take over the existing operations and, once the sales are complete, be responsible for making payments to lenders and creditors with the proceeds from those transactions. MPT releases Steward from its lease and rental claims.
31 Aug. 2024	System shrinking	Carney Hospital and Nashoba Valley Medical Center close.
4 Sept. 2024	System Shrinking	Bankruptcy Judge Lopez <u>approves</u> the sale of the six remaining Steward hospitals in Massachusetts. Lenders who gave Steward money to keep the hospitals open during the bankruptcy proceedings argue that they do not get any of that money back. The judge does not resolve this dispute, ordering \$17 million withheld so the allocation can be decided later.
10 Sept. 2024	System shrinking	Bankruptcy Judge Lopez <u>approves</u> the sale of three Florida hospitals—Rockledge Regional Medical Center, Melbourne Regional Medical Center, and Sebastian River Medical Center—to Orlando Health, a nonprofit system, for \$439 million.
12 Sept. 2024	Ralph de la Torre	The Senate HELP Committee <u>holds</u> a hearing about Steward Health Care. De la Torre does not comply with his subpoena to appear among the witnesses.
20 Sept. 2024	System Shrinking	The day passes when Trumbull Regional Medical Center and Hillside Rehabilitation Hospital, both in Warren, Ohio, are <u>slated to close</u> . The hospitals had paused accepting new patients in late August but resumed on Sept. 11 when Insight Health takes over operations. It remains unclear who will be the hospitals' permanent owner.
25 Sept. 2024	Ralph de la Torre	Following a unanimous vote by the Senate HELP Committee, the full Senate votes to hold de la Torre in civil and criminal contempt for failing to comply with the subpoena.
30 Sept. 2024	Ralph de la Torre	De la Torre <u>files</u> suit against the Senate HELP Committee, alleging that its members are violating his constitutional 5th Amendment right against self-incrimination.
1 Oct. 2024	Ralph de La Torre	Three days after <u>announcing</u> his resignation, de la Torre steps down after 14 years as Steward's CEO.
31 Oct. 2024	System Shrinking	The private equity firm Kinderhook Industries Inc. <u>completes</u> a \$245 million buyout of Stewardship Health, the large physician group that Steward owned.



14 Nov. 2024	Patient Harm	Bankruptcy judge Lopez <u>denies</u> a request to form a committee to represent patients with medical malpractice claims against Steward in the bankruptcy proceedings.
17 Nov.	Financial	CareMax, the Medicare managed service organization which provides operational
2024	Distress	support to Stewardship Health, declares Chapter 11 bankruptcy. The company says its
2024	Distress	demise has been driven by the Steward bankruptcy and industry headwinds. De la
		Torre has a 15% stake in CareMax and sits on their board of directors.
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Sept	Ralph de la	De la Torre is briefly <u>detained</u> as part of federal domestic and international corruption
Dec.	Torre	investigations, exploring whether he has spent Steward funds for personal use.
2024		According to the Boston Globe, de la Torre is <u>alleged</u> to have dipped into Steward
		accounts to make a \$3 million donation to his son's private school, travel, circumvent
		COVID-19 travel restrictions, and pay for the services of companies in which de la
		Torre also had a stake. In November, federal agents obtain a search warrant for de la
		Torre and a colleague's phones.
Nov.	System	The Pennsylvania attorney general's office and MPT are embroiled in a conflict over
2024 -	Shrinking	Sharon Regional Medical Center. The state accuses MPT of hindering its ability to
March		sell the hospital for a fair price. The state has <u>provided</u> \$1.5 million each month from
2025		September through November to keep Sharon open. The day before Thanksgiving, a
		Steward lawyer demands an additional \$3 million payment to cover expected
		December losses, saying that, without the infusion, the hospital will begin closing. On
		Jan. 5, Sharon closes and stops accepting emergency department patients. But late in
		the month, Bankruptcy Judge Lopez approves the sale of Sharon to a nonprofit
		system, Tenor Health Foundation Sharon LLC, which reopens the hospital in March.
8 Jan.	Mass. State	Gov. Healey signs into law a measure intended to increase hospital oversight. The law
2025	Role	says that, from now on, the state will not issue licenses to hospitals whose main
		campuses are owned by a real estate investment trust, though such existing
		arrangements may continue. It also increases the data collection and public review by
		state health agencies to increase transparency around health transactions involving
		private equity.
Jan	Financial	Healthcare Systems of America (HSA), which purchased eight of Steward's hospitals
Feb.	Distress	in Florida, Louisiana, and Texas, contends that Steward is overcharging for its
2025		management services while temporarily helping the facilities during the transition. In
		February, HSA tells the bankruptcy court that Steward is failing to adhere to the sale
		agreement.
13 Mar.	Patient Harm	A Nashoba Valley Health Planning Working Group publishes a report on the
2025		consequences of Nashoba Valley Medical Center's closing. It notes longer ambulance
2023		rides and additional stress on staff and services at neighboring hospitals.
Apr.	System	After purchasing Hillside Hospital and Trumbull Regional Medical Center in Ohio,
2025	Shrinking	six months earlier, the new owner, Insight Health, <u>announces</u> that the facilities will
2023	Similking	close temporarily. Insight alleges that Steward has stopped making payments required
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		under the bankruptcy proceedings to support the transition of operations. Hundreds of
		employees at both hospitals are furloughed, and patient care ceases until Insight says
		in August that both hospitals are about to reopen.



22 Apr.	System	A few months after acquiring it, Orlando Health shuts down Rockledge Hospital,
2025	Shrinking	saying its architects and engineers have concluded the facility is in such disrepair that
		renovating it would be more expensive to repair the existing hospital than to build a
		hospital. Nearly 1,000 employees are <u>laid off</u> , and community members express
		outrage.
July	Ralph de la	The bankrupt remnants of Steward sue former CEO de la Torre and other top
2025	Torre	executives, alleging that they spent company funds for personal use.
16 Sept.	Ralph de la	A federal judge dismisses de la Torre's lawsuit against Senate HELP Committee
2025	Torre	members.