



## Health Care Fraud **Two Executives Imprisoned**

In our October newsletter, we reported on a Brooklyn ambulette company operator's [admission of guilt](#) in connection with a \$13 million kickback and Medicare/Medicaid fraud scheme. Last month, two other former New York health care executives were sentenced to prison terms and ordered to forfeit significant amounts of money for committing health care fraud.

[In one case](#), the owner of a medical clinic in Brooklyn will serve 15 years in prison, forfeit over \$36 million, and pay nearly \$51 million in restitution for leading a \$77 million Medicare fraud scheme. The owner and employees at the clinic paid kickbacks to beneficiaries and used those beneficiaries' names to bill Medicare for services that were unnecessary or never provided, including physician office visits and diagnostic tests. To support Medicare claims and pay the kickbacks, the clinic's owner and other conspirators created fake medical notes and forged doctors' names on prescriptions, and engaged in extensive money laundering. Twelve other people have been convicted of crimes in connection with this scheme.

[The second case](#) saw a major Manhattan hospital's former CEO admit that he received almost \$300,000 in kickbacks from a subordinate employee from 2000 through 2005. In return, he ensured that the employee received an annual bonus from the hospital. The CEO deliberately hid this and other conflicts of interest from the hospital's board of directors, and also lied about it to federal investigators. He was sentenced to 18 months in prison and ordered to forfeit over \$700,000.

---

**DISCLAIMER:** The information contained herein is provided by Glaser & Weiner, LLP for informational purposes only. These materials should not be considered as, or as a substitute for, legal advice and they are not intended to nor do they create an attorney-client relationship. Because the materials included here are general, they may not apply to your individual legal or factual circumstances. This document contains information that may be modified or rendered incorrect by future legislative or judicial developments. You should not take (or refrain from taking) any action based on the information you obtain from this document without first obtaining professional counsel. It is possible that under the laws, rules or regulations of certain jurisdictions, this may be construed as an advertisement or solicitation. © 2013 Glaser & Weiner, LLP. All Rights Reserved.