Lake-Side Hospital, built by Dr. M. Corbytt in 1913 and managed by him for five years, was bought by the Sisters of the Sorrowful Mother in April 1918. The name of the Institution was changed from "Lake-Side" to "Mercy Hospital".

At this time the Sisters also took over the Training School for Nurses which had previously been established at Lake-Side Hospital. For the following two years the school was superintended by a lay Director, until finally the complete management of the Training School was taken over by the Sisters.

During the first year the Sisters did not make their residence permanent at Mercy Hospital, but lived at St. Mary's Hospital, an institution, owned and managed by the Sisters of the Sorrowful Mother in the city of Oshkosh, Wisconsin. Since there was no provision for a Sisters' convent at Mercy, the Sisters had to go back and forth between the two institutions during the year 1918.

Already in the fall of 1918 the Sisters erected a temporary chapel in a sun parlor on the ground floor. This made it possible to have the Blessed Sacrament reserved at all times and to have Holy Mass on Sundays, celebrated by the Chaplain of St. Mary's Hospital. In 1919 the Rt. Rev. Bishop of Green Bay appointed the Rev. W. Rice as permanent Chaplain of Mercy Hospital.

Because of the scarcity of room both in chapel and hospital, the Sisters in 1922 decided to build a larger chapel, a Sisters' convent, a laundry, and a power house. In 1923 the addition to the hospital was made. The north wing was built at this time and was opened in January 1924. It was decided to move the Maternity department to St. Mary's Hospital and to care for all surgical cases at Mercy Hospital. This plan was found satisfactory for a number of years.

Up to 1931 the School of Nursing was in the Hospital and the student
nurses were living in three different buildings. It was necessary to have one residence for them. Therefore, in March 1931 the Mercy School of Nursing was built. This is a five story building, the first two stories serving as School of Nursing and the upper three stories as residence for graduates and student nurses.

In July 1933 the Sisters found it necessary to move the Maternity department, which was still at St. Mary's Hospital, back to Mercy Hospital. A commodious department for maternity cases was prepared on third floor at Mercy Hospital. Since all major services are now offered to students in one institution, it is possible to give them better experience and closer supervision.

In 1935 the Sisters installed their own X-Ray department which is modern and up-to-date in every respect.