RUSSELL S. BALISOK, BAR #65116 BALISOK & ASSOCIATES, INC. 330 N. Brand Blvd., Suite 702 Glendale, CA 91203 3 (818) 550-7890 Superior Court of California 4 County of Los Angeles Attorneys for Plaintiff, Patricia Melton 5 MAY 08 2017 6 Sherri R. Carter, Executive Officer/Clerk . Deputy 7 Moses Soto 8 9 10 SUPERIOR COURT OF THE STATE OF CALIFORNIA 11 12 COUNTY OF LOS ANGELES -- CENTRAL DISTRICT 13 PATRICIA MELTON, Case No. BC 601 979 14 Date Filed: November 20, 2015 Plaintiff, Assigned to Hon. Randolph M. Hammock 15 Dept. 47 v. 16 SECOND AMENDED COMPLAINT FOR 17 CHA HEALTH SYSTEMS, INC. dba Hollywood DAMAGES AND INJUNCTIVE RELIEF: Presbyterian Medical Center; 1. Reckless 18 FAROUGH KERENDI, M.D.: 2. Fraud - Concealment CHA HOLLYWOOD MEDICAL CENTER, L.P. 3. Fraud – Misrepresentation 19 (formerly Doe 1) 4. Battery 20 and DOES 2 - 10, inclusive, 5. Intentional Infliction of Emotional Distress 21 Defendants. Negligent Infliction of Emotional Distress 6. Elder Abuse – Neglect 22 (Welf. & Inst. Code 15610.57; 15610.63; 23 15657) [demurrer sustained without leave to amend] 24 8. Financial Elder Abuse (Welf. & Inst. Code §§15610.30; 15657.5) \$26 \$27 \$27 \$27 \$27 9. Violation of Patient Rights (Health & Safety Code §1430(b) **Unfair Business Practices** 10. (Business & Prof. Code §17200)

Comes now, Plaintiff Patricia Melton, who for a Second Amended Complaint for general damages on behalf of Dennis Lipscomb, Decedent, by his successor in interest Patricia Melton, and also for damages by Patricia Melton as an individual. General damages for Decedents are generally prohibited by the provisions of C.C.P. §377.34, but an exception to that general rule is stated in the Elder Abuse Act (Welfare & Institutions Code §15657 and 15657.5). Welfare and Institutions Code §15657 provides in part:

# § 15657. Defendant liable for physical abuse or neglect; attorney's fees and costs; limits on damages; punitive damages

Where it is proven by clear and convincing evidence that a defendant is liable for physical abuse as defined in Section 15610.63, or neglect as defined in Section 15610.57, and that the defendant has been guilty of recklessness, oppression, fraud, or malice in the commission of this abuse, the following shall apply, in addition to all other remedies otherwise provided by law:

- (a) The court shall award to the plaintiff reasonable attorney's fees and costs. The term "costs" includes, but is not limited to, reasonable fees for the services of a conservator, if any, devoted to the litigation of a claim brought under this article.
- (b) The limitations imposed by Section 377.34 of the Code of Civil Procedure on the damages recoverable shall not apply.

Likewise, Welfare & Institutions Code §15657.5(b) provides for general damages notwithstanding death of the victim.

## **Preliminary Allegations**

1. At the time of the death of Dennis Lipscomb ("Lipscomb") he and Plaintiff Patricia Melton ("Patricia") had been together exclusively for 25 years, and Lipscomb and Patricia married in 2003. Plaintiff has or will file an affidavit of successor in interest to Lipscomb per the provisions of C.C.P. §377.32 and thereby qualifies to bring this survival action for injuries to Lipscomb. Patricia also states her own claim for Financial Abuse and for Negligent Infliction of Emotional Distress.

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©25 ©26 ©27 ©27 Patricia has not and will not assert a wrongful death claim in this proceeding.

- 2. Defendant CHA Health Systems, Inc., (hereinafter "CHA") and CHA Hollywood Medical Center, L.P. (formerly Doe 1) (hereinafter "CHA HOLLYWOOD") are either the owner and operator of a "for profit" corporation, limited partnership, or other entity of unknown type, doing business in Hollywood California under the fictitious names a) "Hollywood Presbyterian Hospital," b) "Hollywood Presbyterian Hospital distinct part skilled nursing facility" and 3) Hollywood Presbyterian Chalet, or said entities manage, and control the business of the other including the conduct on which this action is based as alleged hereinafter. (Hereinafter Plaintiff will refer to Hollywood Presbyterian Hospital distinct part skilled nursing facility" and Hollywood Presbyterian Chalet collectively as "Chalet"). CHA, CHA HOLLYWOOD and Does 2 5, operate a full service acute hospital which appears to have nothing in common with Presbyterians other than the name), and a separately or jointly operate Chalet, a so-called "distinct part" skilled nursing facility which is located on Yucca Street in Hollywood. Chalet accept patients who are entitled to Medicare benefits from the federal Medicare program. Said benefits include payment or reimbursement to CHA, CHA HOLLYWOOD and Does 2 5, for the care of patients at both its acute care hospital and Chalet.
- 3. Defendant Farough Kerendi (hereinafter "KERENDI") appears to be a resident of the County of Los Angeles and during Lipscomb's residence in the Chalet, acted in the capacity of Lipscomb's attending physician and also as Medical Director of the Chalet appointed and employed as such by CHA, CHA HOLLYWOOD and Does 2 5.
- 4. Plaintiff is ignorant of the names of those defendants sued herein as Does 2 10, and for that reason, Plaintiff sues said defendants by such fictitious names.

#### FIRST CAUSE OF ACTION

(Recklessness v. all defendants)

- 5. Plaintiff repeats and incorporates the allegations at paragraphs 1-4, inclusive.
- 6. In the years prior to his death Lipscomb had first been a successful Shakespearean actor and then a leading actor in Hollywood, appearing in many movies and television productions. He later developed Muscular Dystrophy ("MD") a severe progressive neurological muscular degenerative

disease leads to muscle weakness, then paralysis including paralysis of the muscles which allow for breathing. Lipscomb's MD reached the stage which confined him to a wheelchair for the last two years of his life. As his disease continued to progress Lipscomb still maintained some quality of life, and was able to enjoy the company of Patricia and friends. In February 2014, however, he suffered a major stroke or similar catastrophic neurological event and was admitted to Defendant's Hollywood Presbyterian Hospital, placed on life support including a ventilator, a g-tube for liquid nutrition, an IV line for necessary medication, and a Foley catheter to drain urine. Mr. Lipscomb was dysfunctional, and made to wear constrictive mittens as he occasionally tried to pull out tubes when left on his own. By March 11, 2014. Lipscomb's condition was stabilized and he was transferred from Hollywood Presbyterian Hospital acute facility to its "distinct part" skilled nursing facility referred to hereinafter as the "Chalet."

- 7. On May 3, 2014, Lipscomb stopped breathing and staff at the Chalet telephoned Patricia for instructions as Lipscomb's recognized surrogate decision maker. The question posed by nursing staff at the Chalet was whether to allow Lipscomb to die or on the other hand to attempt to resuscitate him. Patricia authorized staff to transfer her husband back to the acute facility. Within a few days Lipscomb was retransferred to Chalet and continued a course of general physical deterioration. In addition, his mental state was altered. Whereas before he had stopped breathing he was observed to be able to recognize family and friends, he was now entirely unable perceive his environment. He could not communicate, was vegetative and responsive only to painful stimuli. He had no cognitive function as evidenced by the fact that a "psyche evaluation" by a staff neuropsychologist Dr. Karotkin proved that Dennis was unable to engage in even the most basic of cognitive tests. Lipscomb was observed to stare blankly into space, mouth open.
- 8. After Lipscomb was retransferred to the Chalet following the episode on May 3 when he stopped breathing, Patricia became convinced that Lipscomb would not recover any meaningful brain function. Prior to June 1, 2014, Patricia demanded of Lipscomb's attending physician Kerendi that Lipscomb be removed from life support and that his body be allowed to die.
- 9. On June 1, 2014, Patricia and her brother Russell Curtis met with staff at Chalet including Kerendi, one Eunice Lee, RN, and a social worker or respiratory therapist (plaintiff is

presently unsure which) named "Pinky." The purpose of the meeting was to respond to Patricia's demand that Lipscomb be allowed to die. Although Patricia had previous to the meeting provided Chalet staff and Kerendi with Lipscomb's a duly executed and valid durable power of attorney for healthcare appointing her as Lipscomb's agent, at the June 1 meeting, and although staff at the Chalet and the acute care facility had previously recognized Patricia's power and right to make health care decisions on behalf of Lipscomb, Kerendi nevertheless stated his refusal to comply with Patricia's demand. During the meeting, when confronted by Patricia with the fact that Lipscomb's power of attorney had been previously furnished to Kerendi, clearly entitling Patricia to direct Lipscomb's healthcare, including the direction to remove life support, Kerendi falsely stated (and knowingly falsely stated) that the power of attorney was invalid because it was unsigned. The form power of attorney in the Chalet or Kerendi's file had apparently been altered by removing the signature page (which was not the last page of the power of attorney).

- 10. On June 1, and upon hearing Kerendi's claim that the Lipscomb power of attorney in Kerendi's file had no signature page, Patricia pulled a spare copy of the power of attorney from her papers and provided Dr. Kerendi with another copy of the Lipscomb durable power of attorney for healthcare, showing Mr. Lipscomb's notarized signature.
- 11. In response, Kerendi nonetheless continued in his refusal to comply with Patricia's valid demand that her husband be removed from life support, and instead stated that he would review the durable power of attorney with "staff," the "bio-ethics committee" and with "the risk management department."
- 12. Following the June 1 meeting, there was no communication with Patricia on behalf of Chalet, nor on behalf of Kerendi until approximately June 26, 2014. Another meeting between Patricia and Kerendi occurred at that time, and Patricia once again demanded that Lipscomb be removed from life support. At this time, however, Kerendi did not dispute her or Lipscomb's right to terminate life support, but nevertheless continued to refuse to comply with her valid directive. Instead, for the first time, Kerendi told Patricia that he wanted Lipscomb to have a "psyche evaluation" to determine whether Lipscomb was really unable to make decisions for himself. This explanation was false and pre-textual: Kerendi was easily qualified to make such a determination himself, Kerendi

could himself determine that Lipscomb was in a state that prevented Lipscomb from making decisions of any kind, that Kerendi and Chalet nursing staff, including its social workers had long since treated Mr. Lipscomb as unable to meaningfully respond to them or make decisions for himself, and had, with respect to other health care decisions, sought instruction and followed instructions from Patricia. In short, no "psych eval" was necessary in order to comply with Patricia's valid demands regarding her husband as his legal representative. Moreover, even in the absence of a power of attorney, Patricia had the right as Lipscomb's wife to act as his surrogate decision maker and to direct the withdrawal of life support from Lipscomb; Kerendi's insistence on a power of attorney (signed or otherwise) was itself pre-textual.

13. A Dr. Kenneth M. Karotkin ("Karotkin") was the neuropsychologist tasked by Kerendi to interview Lipscomb and to determine whether Lipscomb lacked capacity to make health care decisions on his own. Kerendi's delegation to Karotkin was unnecessary given the terms of Probate Code 4658 ("attending physician" to make determination that a patient lacks capacity to make a health care instruction) and as stated, Kerendi's referral to Karotkin was pre-textual for the purpose of deferring compliance with Patricia's directive to allow her husband to die. After a brief examination, Karotkin reported to Kerendi that Lipscomb's condition was what it appears to everyone else including Kerendi to be: Lipscomb was found to be unable to communicate, with no cognitive function, and unable to engage in even the most basic test of cognitive function. This interview and determination was on June 29, 2014. Nonetheless, even following Karotkin's "interview" there is no further action taken with respect to Patricia's demand that life support be removed until one day after Lipscomb's Medicare benefit for his care at the Chalet was exhausted on July 16, 2014. That is, it was not until the day following, or on July 17, 2014, that Chalet nursing staff responded to an order from Kerendi to start a "morphine drip" into Lipscomb's vein as a first step in disconnecting Lipscomb's ventilator. Otherwise, and until July 16, no action had been taken to allow Lipscomb to die in spite of Patricia's demand some 60-70 days earlier. On July 30, 2014, Kerendi ordered Chalet staff to finally withdraw ventilator support. Lipscomb promptly stopped breathing and died. During the period from July 17 until July 30, during which Lipscomb was on a morphine drip, there was no impediment of any sort which would have prevented Chalet staff from withdrawing life support. And during this

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►27 CE -28 period Lipscomb was in a state which Chalet nursing staff described to Patricia as an "unarousable sleep" or an "induced coma."

- 14. At all times during Patricia's visits to her dying husband, Chalet staff arranged for a security guard to be present to oversee and intrude while Patricia grieved, during what should have been private time with Lipscomb. This conduct was carried out in reckless disregard of the probability that Patricia would suffer extreme emotional distress from this intrusion while dealing with normal emotional distress stemming from having to seek to enforce her and Lipscomb's wish to terminate his life.
- Patricia's demand that Lipscomb be taken off life support was purely financial. Lipscomb was admitted to Chalet after a period of hospitalization lasting more than 3 days. Accordingly, Defendants could expect Medicare authorities to pay Chalet for up to 100 days of subacute care at the Chalet at a rate of approximately \$35,460.00 per month, or more. Only when Medicare benefits had been exhausted (i.e., after 100 days) would Kerendi and his co-defendants comply with Patricia's proper demand. In fact, Defendants miscalculated the sums they would be paid by Medicare for Lipscomb's care, and having failed to receive payments from Medicare, Patricia as the wife of Lipscomb has allegedly (according to Chalet) incurred a community property debt to Defendants in the sum of \$17,772,30 after credit for payments from Medicare for Lipscomb's care and treatment. In other words, although the responsibility for payment of Lipscomb's medical expenses was Lipscomb's and his estate, bills for his care were sent by Defendants to Patricia as Lipscomb's wife for payment.
- 16. In his conduct as alleged herein, Kerendi and Does 1 20 acted as managing agent for CHA and acted to further CHA's interest in increasing revenue from Medicare by such conduct as keeping patients alive even when to do so contravenes valid directives from CHA's patients acting on their own or through surrogate decision makers such as the patient's next of kin of the patient's agent pursuant to a durable power of attorney. CHA knew of Kerendi's conduct and the conduct of Does 1 20, as alleged herein, and authorized such conduct, or learned about the conduct after it occurred and in various ways, ratified said conduct.
  - 17. Defendants and each of them had a duty to Lipscomb to affirmatively respond to the

directives of Patricia, who at all times following Lipscomb's admission to the Chalet, held a valid, operative durable power of attorney for Lipscomb, who by virtue of his cognitive impairment and his physical condition was unable to make healthcare decisions on his own.

- 18. Defendants and each of them knew that at all times following his admission to the Chalet, Lipscomb was unable to make health care decision on his own, and knew that Patricia's durable power of attorney was valid.
- 19. Rather than follow Patricia's direction that Lipscomb should be disconnected from life support, Defendants and each of them initially altered Patricia's form durable power of attorney simply by removing the signature page, and then through one pretext after another, causing a sequence of delays, simply managed to refuse to comply with Patricia's directive.
- 20. As a direct result of the conduct of each defendant, Lipscomb sustained personal injury in a sum according to proof at trial.
- 21. Defendants and each of them knew or should have known that by failing to comply with Lipscomb's directive to disconnect his ventilator, as expressed through his duly appointed agent pursuant to a valid durable power of attorney, and as expressed through is wife, who was his nearest next of kin, said defendants created the danger that Lipscomb would suffer injury, pain and mental distress.
- 22. Said Defendants and each of them knew or should have known that their the danger they created posed the probability of serious injury and harm to Lipscomb, in that he would be kept alive and in pain contrary to his expressed wishes and contrary to his right to control his life during its final stages.
- 23. Said Defendants and each of them knowingly and consciously disregard the said peril and danger for the sake of their own profit.
- 24. Accordingly, Defendants and each of them acted with recklessness, oppression and malice, and an award of statutory damages for Lipscomb's pain and suffering under the Elder Abuse Act (Welfare & Institutions Code §15657) and an assessment of punitive damages in a sum according to proof at trial against each defendant is justified, warranted and appropriate.

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#### SECOND CAUSE OF ACTION

(Fraud – concealment v. all health care provider defendants)

- 25. Plaintiff repeats and incorporates the allegations at paragraphs 1-4, inclusive.
- 26. In the years prior to his death Lipscomb had first been a successful Shakespearean actor and then a leading actor in Hollywood, appearing in many movies and television productions. He later developed Muscular Dystrophy ("MD") a severe progressive neurological muscular degenerative disease leads to muscle weakness, then paralysis including paralysis of the muscles which allow for breathing. Lipscomb's MD reached the stage which confined him to a wheelchair for the last two years of his life. As his disease continued to progress Lipscomb still maintained some quality of life, and was able to enjoy the company of Patricia and friends. In February 2014, however, he suffered a major stroke or similar catastrophic neurological event and was admitted to Defendant's Hollywood Presbyterian Hospital, placed on life support including a ventilator, a g-tube for liquid nutrition, an IV line for necessary medication, and a Foley catheter to drain urine. Mr. Lipscomb was dysfunctional, and made to wear constrictive mittens as he occasionally tried to pull out tubes when left on his own. By March 11, 2014. Lipscomb's condition was stabilized and he was transferred from Hollywood Presbyterian Hospital acute facility to its "distinct part" skilled nursing facility referred to hereinafter as the "Chalet."
- 27. On May 3, 2014, Lipscomb stopped breathing and staff at the Chalet telephoned Patricia for instructions as Lipscomb's recognized surrogate decision maker. The question posed by nursing staff at the Chalet was whether to allow Lipscomb to die or on the other hand to attempt to resuscitate him. Patricia authorized staff to transfer her husband back to the acute facility. Within a few days Lipscomb was retransferred to Chalet and continued a course of general physical deterioration. In addition, his mental state was altered. Whereas before he had stopped breathing he was observed to be able to recognize family and friends, he was now entirely unable perceive his environment. He could not communicate, was vegetative and responsive only to painful stimuli. He had no cognitive function as evidenced by the fact that a "psyche evaluation" by a staff neuropsychologist Dr. Karotkin proved that Dennis was unable to engage in even the most basic of cognitive tests. Lipscomb was observed to stare blankly into space, mouth open.

- After Lipscomb was retransferred to the Chalet following the episode on May 3 when he stopped breathing, Patricia became convinced that Lipscomb would not recover any meaningful brain function. Prior to June 1, 2014, Patricia demanded of Lipscomb's attending physician Kerendi that Lipscomb be removed from life support and that his body be allowed to die.
- 29. On June 1, 2014, Patricia and her brother Russell Curtis met with staff at Chalet including Kerendi, one Eunice Lee, RN, and a social worker or respiratory therapist (plaintiff is presently unsure which) named "Pinky." The purpose of the meeting was to respond to Patricia's demand that Lipscomb be allowed to die. Although Patricia had previous to the meeting provided Chalet staff and Kerendi with Lipscomb's a duly executed and valid durable power of attorney for healthcare appointing her as Lipscomb's agent, at the June 1 meeting, and although staff at the Chalet and the acute care facility had previously recognized Patricia's power and right to make health care decisions on behalf of Lipscomb, Kerendi nevertheless stated his refusal to comply with Patricia's demand. During the meeting, when confronted by Patricia with the fact that Lipscomb's power of attorney had been previously furnished to Kerendi, clearly entiting Patricia to direct Lipscomb's healthcare, including the direction to remove life support, Kerendi falsely stated (and knowingly falsely stated) that the power of attorney was invalid because it was unsigned. The form power of attorney in the Chalet or Kerendi's file had apparently been altered by removing the signature page (which was not the last page of the power of attorney).
- 30. On June 1, and upon hearing Kerendi's claim that the Lipscomb power of attorney in Kerendi's file had no signature page, Patricia pulled a spare copy of the power of attorney from her papers and provided Dr. Kerendi with another copy of the Lipscomb durable power of attorney for healthcare, showing Mr. Lipscomb's notarized signature.
- 31. In response, Kerendi nonetheless continued in his refusal to comply with Patricia's valid demand that her husband be removed from life support, and instead stated that he would review the durable power of attorney with "staff," the "bio-ethics committee" and with "the risk management department."
- 32. Following the June 1 meeting, there was no communication with Patricia on behalf of Chalet, nor on behalf of Kerendi until approximately June 26, 2014. Another meeting between

Patricia and Kerendi occurred at that time, and Patricia once again demanded that Lipscomb be removed from life support. At this time, however, Kerendi did not dispute her or Lipscomb's right to terminate life support, but nevertheless continued to refuse to comply with her valid directive. Instead, for the first time, Kerendi told Patricia that he wanted Lipscomb to have a "psyche evaluation" to determine whether Lipscomb was really unable to make decisions for himself. This explanation was false and pre-textual: Kerendi was easily qualified to make such a determination himself, Kerendi could himself determine that Lipscomb was in a state that prevented Lipscomb from making decisions of any kind, that Kerendi and Chalet nursing staff, including its social workers had long since treated Mr. Lipscomb as unable to meaningfully respond to them or make decisions for himself, and had, with respect to other health care decisions, sought instruction and followed instructions from Patricia. In short, no "psych eval" was necessary in order to comply with Patricia's valid demands regarding her husband as his legal representative. Moreover, even in the absence of a power of attorney, Patricia had the right as Lipscomb's wife to act as his surrogate decision maker and to direct the withdrawal of life support from Lipscomb; Kerendi's insistence on a power of attorney (signed or otherwise) was itself pre-textual.

33. A Dr. Kenneth M. Karotkin ("Karotkin") was the neuropsychologist tasked by Kerendi to interview Lipscomb and to determine whether Lipscomb lacked capacity to make health care decisions on his own. Kerendi's delegation to Karotkin was unnecessary given the terms of Probate Code 4658 ("attending physician" to make determination that a patient lacks capacity to make a health care instruction) and as stated, Kerendi's referral to Karotkin was pre-textual for the purpose of deferring compliance with Patricia's directive to allow her husband to die. After a brief examination, Karotkin reported to Kerendi that Lipscomb's condition was what it appears to everyone else including Kerendi to be: Lipscomb was found to be unable to communicate, with no cognitive function, and unable to engage in even the most basic test of cognitive function. This interview and determination was on June 29, 2014. Nonetheless, even following Karotkin's "interview" there is no further action taken with respect to Patricia's demand that life support be removed until one day after Lipscomb's Medicare benefit for his care at the Chalet was exhausted on July 16, 2014. That is, it was not until the day following, or on July 17, 2014, that Chalet nursing staff responded to an order from

Kerendi to start a "morphine drip" into Lipscomb's vein as a first step in disconnecting Lipscomb's ventilator. Otherwise, and until July 16, no action had been taken to allow Lipscomb to die in spite of Patricia's demand some 60-70 days earlier. On July 30, 2014, Kerendi ordered Chalet staff to finally withdraw ventilator support. Lipscomb promptly stopped breathing and died. During the period from July 17 until July 30, during which Lipscomb was on a morphine drip, there was no impediment of any sort which would have prevented Chalet staff from withdrawing life support. And during this period Lipscomb was in a state which Chalet nursing staff described to Patricia as an "unarousable sleep" or an "induced coma."

- 34. At all times during Patricia's visits to her dying husband, Chalet staff arranged for a security guard to be present to oversee and intrude while Patricia grieved, during what should have been private time with Lipscomb. This conduct was carried out in reckless disregard of the probability that Patricia would suffer extreme emotional distress from this intrusion while dealing with normal emotional distress stemming from having to seek to enforce her and Lipscomb's wish to terminate his life.
- 35. The motive for Defendants' (including Kerendi's) failure to respond promptly to Patricia's demand that Lipscomb be taken off life support was purely financial. Lipscomb was admitted to Chalet after a period of hospitalization lasting more than 3 days. Accordingly, Defendants could expect Medicare authorities to pay Chalet for up to 100 days of subacute care at the Chalet at a rate of approximately \$35,460.00 per month, or more. Only when Medicare benefits had been exhausted (i.e., after 100 days) would Kerendi and his co-defendants comply with Patricia's proper demand. In fact, Defendants miscalculated the sums they would be paid by Medicare for Lipscomb's care, and having failed to receive payments from Medicare, Patricia as the wife of Lipscomb has allegedly (according to Chalet) incurred a community property debt to Defendants in the sum of \$17,772.30 after credit for payments from Medicare for Lipscomb's care and treatment. In other words, although the responsibility for payment of Lipscomb's medical expenses was Lipscomb's and his estate, bills for his care were sent by Defendants to Patricia as Lipscomb's wife for payment.
- 36. In his conduct as alleged herein, Kerendi and Does 1-20 acted as managing agent for CHA and acted to further CHA's interest in increasing revenue from Medicare by such conduct as

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^-27 c€ +- keeping patients alive even when to do so contravenes valid directives from CHA's patients acting on their own or through surrogate decision makers such as the patient's next of kin of the patient's agent pursuant to a durable power of attorney. CHA knew of Kerendi's conduct and the conduct of Does 1 – 20, as alleged herein, and authorized such conduct, or learned about the conduct after it occurred and in various ways, ratified said conduct.

- 37. Defendants and each of them had a duty to Lipscomb to affirmatively respond to the directives of Patricia, who at all times following Lipscomb's admission to the Chalet, held a valid, operative durable power of attorney for Lipscomb, who by virtue of his cognitive impairment and his physical condition was unable to make healthcare decisions on his own.
- 38. Defendants and each of them knew that at all times following his admission to the Chalet, Lipscomb was unable to make health care decision on his own, and knew that Patricia's durable power of attorney was valid.
- 39. Rather than follow Patricia's direction that Lipscomb should be disconnected from life support, Defendants and each of them initially altered Patricia's form durable power of attorney simply by removing the signature page, and then through one pretext after another, causing a sequence of delays, simply managed to refuse to comply with Patricia's directive.
- 40. As a direct result of the conduct of each defendant, Lipscomb sustained personal injury in a sum according to proof at trial.
- 41. By virtue of their status as health care providers, Defendants CHA, Kerendi and Does 2 20, and each of them had a fiduciary duty to Lipscomb. This fiduciary duty included the duties, inter alia, of disclosing adverse financial conflicts of interest, and the further duty to disclose to Lipscomb through is agent Patricia, that said defendants were actually acting on their adverse financial conflict of interest when treating, planning, consulting and counseling with Lipscomb and Patricia, who was Lipscomb's agent pursuant to Lipscomb's valid durable power of attorney and as Lipscomb's next of kin. See *McCall v. PacifiCare* (2004) 25 Cal. 4<sup>th</sup> 412, 426.
- 42. Each said health care defendant breached the aforesaid fiduciary duty of disclosure, and in particular failed to disclose their adverse financial conflict of interest and the fact that they were acting intentionally and dishonestly for their own benefit in service to their own interest and not in

©25 ©26 ©27 ©27 accord with their duty at all times to at in Lipscomb's interest.

- 43. Lipscomb was misled by the aforesaid failure of disclosure and as a result, failed to take legal and other action to compel the withdrawal of Lipscomb's ventilator so that he might be allowed to die.
- As a direct result of the conduct of each defendant, Lipscomb sustained personal injury in that for approximately 60 days, Lipscomb's life was maintained artificially against his expressed wishes and causing unnecessary Lipscomb pain, anguish and suffering, in a sum according to proof.
- 45. By virtue of the foregoing, each said defendant has acted with intent to injure Lipscomb and despicably, in conscious disregard of the probability of injury to Lipscomb, and subjected Lipscomb to cruel and unjust hardship.
- By virtue of the foregoing each said defendant has been guilty of oppression, fraud and malice, and an assessment of punitive damages in a sum according to proof at trial is justified and appropriate.

#### THIRD CAUSE OF ACTION

(Fraud – Misrepresentation v. all defendants)

- 47. Plaintiff repeats and incorporates the allegations at paragraphs 1-4, inclusive.
- 48. In the years prior to his death Lipscomb had first been a successful Shakespearean actor and then a leading actor in Hollywood, appearing in many movies and television productions. He later developed Muscular Dystrophy ("MD") a severe progressive neurological muscular degenerative disease leads to muscle weakness, then paralysis including paralysis of the muscles which allow for breathing. Lipscomb's MD reached the stage which confined him to a wheelchair for the last two years of his life. As his disease continued to progress Lipscomb still maintained some quality of life, and was able to enjoy the company of Patricia and friends. In February 2014, however, he suffered a major stroke or similar catastrophic neurological event and was admitted to Defendant's Hollywood Presbyterian Hospital, placed on life support including a ventilator, a g-tube for liquid nutrition, an IV line for necessary medication, and a Foley catheter to drain urine. Mr. Lipscomb was dysfunctional, and made to wear constrictive mittens as he occasionally tried to pull out tubes when left on his own.

By March 11, 2014. Lipscomb's condition was stabilized and he was transferred from Hollywood Presbyterian Hospital acute facility to its "distinct part" skilled nursing facility referred to hereinafter as the "Chalet."

- 49. On May 3, 2014, Lipscomb stopped breathing and staff at the Chalet telephoned Patricia for instructions as Lipscomb's recognized surrogate decision maker. The question posed by nursing staff at the Chalet was whether to allow Lipscomb to die or on the other hand to attempt to resuscitate him. Patricia authorized staff to transfer her husband back to the acute facility. Within a few days Lipscomb was retransferred to Chalet and continued a course of general physical deterioration. In addition, his mental state was altered. Whereas before he had stopped breathing he was observed to be able to recognize family and friends, he was now entirely unable perceive his environment. He could not communicate, was vegetative and responsive only to painful stimuli. He had no cognitive function as evidenced by the fact that a "psyche evaluation" by a staff neuropsychologist Dr. Karotkin proved that Dennis was unable to engage in even the most basic of cognitive tests. Lipscomb was observed to stare blankly into space, mouth open.
- 50. After Lipscomb was retransferred to the Chalet following the episode on May 3 when he stopped breathing, Patricia became convinced that Lipscomb would not recover any meaningful brain function. Prior to June 1, 2014, Patricia demanded of Lipscomb's attending physician Kerendi that Lipscomb be removed from life support and that his body be allowed to die.
- 51. On June 1, 2014, Patricia and her brother Russell Curtis met with staff at Chalet including Kerendi, one Eunice Lee, RN, and a social worker or respiratory therapist (plaintiff is presently unsure which) named "Pinky." The purpose of the meeting was to respond to Patricia's demand that Lipscomb be allowed to die. Although Patricia had previous to the meeting provided Chalet staff and Kerendi with Lipscomb's a duly executed and valid durable power of attorney for healthcare appointing her as Lipscomb's agent, at the June 1 meeting, and although staff at the Chalet and the acute care facility had previously recognized Patricia's power and right to make health care decisions on behalf of Lipscomb, Kerendi nevertheless stated his refusal to comply with Patricia's demand. During the meeting, when confronted by Patricia with the fact that Lipscomb's power of attorney had been previously furnished to Kerendi, clearly entitling Patricia to direct Lipscomb's

healthcare, including the direction to remove life support, Kerendi falsely stated (and knowingly falsely stated) that the power of attorney was invalid because it was unsigned. The form power of attorney in the Chalet or Kerendi's file had apparently been altered by removing the signature page (which was not the last page of the power of attorney).

- 52. On June 1, and upon hearing Kerendi's claim that the Lipscomb power of attorney in Kerendi's file had no signature page, Patricia pulled a spare copy of the power of attorney from her papers and provided Dr. Kerendi with another copy of the Lipscomb durable power of attorney for healthcare, showing Mr. Lipscomb's notarized signature.
- 53. In response, Kerendi nonetheless continued in his refusal to comply with Patricia's valid demand that her husband be removed from life support, and instead stated that he would review the durable power of attorney with "staff," the "bio-ethics committee" and with "the risk management department."
- 54. Following the June 1 meeting, there was no communication with Patricia on behalf of Chalet, nor on behalf of Kerendi until approximately June 26, 2014. Another meeting between Patricia and Kerendi occurred at that time, and Patricia once again demanded that Lipscomb be removed from life support. At this time, however, Kerendi did not dispute her or Lipscomb's right to terminate life support, but nevertheless continued to refuse to comply with her valid directive. Instead, for the first time, Kerendi told Patricia that he wanted Lipscomb to have a "psyche evaluation" to determine whether Lipscomb was really unable to make decisions for himself. This explanation was false and pre-textual: Kerendi was easily qualified to make such a determination himself, Kerendi could himself determine that Lipscomb was in a state that prevented Lipscomb from making decisions of any kind, that Kerendi and Chalet nursing staff, including its social workers had long since treated Mr. Lipscomb as unable to meaningfully respond to them or make decisions for himself, and had, with respect to other health care decisions, sought instruction and followed instructions from Patricia. In short, no "psych eval" was necessary in order to comply with Patricia's valid demands regarding her husband as his legal representative. Moreover, even in the absence of a power of attorney, Patricia had the right as Lipscomb's wife to act as his surrogate decision maker and to direct the withdrawal of life support from Lipscomb; Kerendi's insistence on a power of attorney (signed or otherwise) was

itself pre-textual.

55. A Dr. Kenneth M. Karotkin ("Karotkin") was the neuropsychologist tasked by Kerendi to interview Lipscomb and to determine whether Lipscomb lacked capacity to make health care decisions on his own. Kerendi's delegation to Karotkin was unnecessary given the terms of Probate Code 4658 ("attending physician" to make determination that a patient lacks capacity to make a health care instruction) and as stated, Kerendi's referral to Karotkin was pre-textual for the purpose of deferring compliance with Patricia's directive to allow her husband to die. After a brief examination, Karotkin reported to Kerendi that Lipscomb's condition was what it appears to everyone else including Kerendi to be: Lipscomb was found to be unable to communicate, with no cognitive function, and unable to engage in even the most basic test of cognitive function. This interview and determination was on June 29, 2014. Nonetheless, even following Karotkin's "interview" there is no further action taken with respect to Patricia's demand that life support be removed until one day after Lipscomb's Medicare benefit for his care at the Chalet was exhausted on July 16, 2014. That is, it was not until the day following, or on July 17, 2014, that Chalet nursing staff responded to an order from Kerendi to start a "morphine drip" into Lipscomb's vein as a first step in disconnecting Lipscomb's ventilator. Otherwise, and until July 16, no action had been taken to allow Lipscomb to die in spite of Patricia's demand some 60-70 days earlier. On July 30, 2014, Kerendi ordered Chalet staff to finally withdraw ventilator support. Lipscomb promptly stopped breathing and died. During the period from July 17 until July 30, during which Lipscomb was on a morphine drip, there was no impediment of any sort which would have prevented Chalet staff from withdrawing life support. And during this period Lipscomb was in a state which Chalet nursing staff described to Patricia as an "unarousable sleep" or an "induced coma."

56. At all times during Patricia's visits to her dying husband, Chalet staff arranged for a security guard to be present to oversee and intrude while Patricia grieved, during what should have been private time with Lipscomb. This conduct was carried out in reckless disregard of the probability that Patricia would suffer extreme emotional distress from this intrusion while dealing with normal emotional distress stemming from having to seek to enforce her and Lipscomb's wish to terminate his life.

- Patricia's demand that Lipscomb be taken off life support was purely financial. Lipscomb was admitted to Chalet after a period of hospitalization lasting more than 3 days. Accordingly, Defendants could expect Medicare authorities to pay Chalet for up to 100 days of subacute care at the Chalet at a rate of approximately \$35,460.00 per month, or more. Only when Medicare benefits had been exhausted (i.e., after 100 days) would Kerendi and his co-defendants comply with Patricia's proper demand. In fact, Defendants miscalculated the sums they would be paid by Medicare for Lipscomb's care, and having failed to receive payments from Medicare, Patricia as the wife of Lipscomb has allegedly (according to Chalet) incurred a community property debt to Defendants in the sum of \$17,772.30 after credit for payments from Medicare for Lipscomb's care and treatment. In other words, although the responsibility for payment of Lipscomb's medical expenses was Lipscomb's and his estate, bills for his care were sent by Defendants to Patricia as Lipscomb's wife for payment.
- 58. In his conduct as alleged herein, Kerendi and Does 1 20 acted as managing agent for CHA and acted to further CHA's interest in increasing revenue from Medicare by such conduct as keeping patients alive even when to do so contravenes valid directives from CHA's patients acting on their own or through surrogate decision makers such as the patient's next of kin of the patient's agent pursuant to a durable power of attorney. CHA knew of Kerendi's conduct and the conduct of Does 1 20, as alleged herein, and authorized such conduct, or learned about the conduct after it occurred and in various ways, ratified said conduct.
- 59. Defendants and each of them had a duty to Lipscomb to affirmatively respond to the directives of Patricia, who at all times following Lipscomb's admission to the Chalet, held a valid, operative durable power of attorney for Lipscomb, who by virtue of his cognitive impairment and his physical condition was unable to make healthcare decisions on his own.
- 60. Defendants and each of them knew that at all times following his admission to the Chalet, Lipscomb was unable to make health care decision on his own, and knew that Patricia's durable power of attorney was valid.
- 61. Rather than follow Patricia's direction that Lipscomb should be disconnected from life support, Defendants and each of them initially altered Patricia's form durable power of attorney

simply by removing the signature page, and then through one pretext after another, causing a sequence of delays, simply managed to refuse to comply with Patricia's directive.

- 62. As alleged, on each occasion when Patricia sought to have Lipscomb's life support terminated, Kerendi, acting for himself and as agent for CHA, CHA HOLLYWOOD, and Does 2 5 represented to Patricia that he could not for one or another of a sequence or reasons, comply with her request, beginning with his simple representation that the power of attorney which she had provided to him and Chalet more than a month earlier, and which had previously been observed and found to be valid and effective by other care providers employed by Kerendi, CHA, CHA HOLLYWOOD and Does 2 5, was missing a signature page. Patricia relied on the aforementioned representations as true, and as a consequence did not immediately seek legal assistance, nor take any other action to enforce her statement demand that the ventilator be withdrawn from Lipscomb, at the time she first made that demand.
- 63. Defendant's misrepresentations were intentional and designed to deceive Patricia and to prevent the termination of Lipscomb's life until his entitlement to Medicare benefits had been exhausted. The motive for Defendants' failure to respond promptly to Patricia's demand that Lipscomb be taken off life support was financial. Lipscomb was admitted to Chalet after a period of hospitalization lasting more than 3 days. Accordingly, Defendants could expect Medicare authorities to pay Chalet for up to 100 days of subacute care at the Chalet at a rate of approximately \$35,460.00 per month, or more. Only when Medicare benefits had been exhausted (i.e., after 100 days) would Kerendi and his co-defendants comply with Patricia's proper demand. In fact, Defendants miscalculated the sums they would be paid by Medicare for Lipscomb's care, and having failed to receive payments from Medicare, Patricia incurred a debt to Defendants in the sum of \$17,772.30 after credit for payments from Medicare for Lipscomb's care and treatment.
- 64. As a direct result of the misrepresentations by Defendants and each of them, Lipscomb sustained personal injury in a sum according to proof at trial.
- 65. By virtue of the foregoing, Defendants and each of them have acted with oppression, fraud and malice, and an assessment of punitive damages in a sum according to proof at trial is justified and appropriate.

- 66. By virtue of the foregoing, each said defendant has acted with intent to injure Lipscomb and despicably, in conscious disregard of the probability of injury to Lipscomb, and subjected Lipscomb to cruel and unjust hardship.
- 67. By virtue of the foregoing each said defendant has been guilty of oppression, fraud and malice, and an assessment of punitive damages in a sum according to proof at trial is justified and appropriate.

### FOURTH CAUSE OF ACTION

(Battery v. all defendants)

- 68. Plaintiff incorporates the allegations at paragraphs 1-4, inclusive.
- and then a leading actor in Hollywood, appearing in many movies and television productions. He later developed Muscular Dystrophy ("MD") a severe progressive neurological muscular degenerative disease leads to muscle weakness, then paralysis including paralysis of the muscles which allow for breathing. Lipscomb's MD reached the stage which confined him to a wheelchair for the last two years of his life. As his disease continued to progress Lipscomb still maintained some quality of life, and was able to enjoy the company of Patricia and friends. In February 2014, however, he suffered a major stroke or similar catastrophic neurological event and was admitted to Defendant's Hollywood Presbyterian Hospital, placed on life support including a ventilator, a g-tube for liquid nutrition, an IV line for necessary medication, and a Foley catheter to drain urine. Mr. Lipscomb was dysfunctional, and made to wear constrictive mittens as he occasionally tried to pull out tubes when left on his own. By March 11, 2014. Lipscomb's condition was stabilized and he was transferred from Hollywood Presbyterian Hospital acute facility to its "distinct part" skilled nursing facility referred to hereinafter as the "Chalet."
- 70. On May 3, 2014, Lipscomb stopped breathing and staff at the Chalet telephoned Patricia for instructions as Lipscomb's recognized surrogate decision maker. The question posed by nursing staff at the Chalet was whether to allow Lipscomb to die or on the other hand to attempt to resuscitate him. Patricia authorized staff to transfer her husband back to the acute facility. Within a

few days Lipscomb was retransferred to Chalet and continued a course of general physical deterioration. In addition, his mental state was altered. Whereas before he had stopped breathing he was observed to be able to recognize family and friends, he was now entirely unable perceive his environment. He could not communicate, was vegetative and responsive only to painful stimuli. He had no cognitive function as evidenced by the fact that a "psyche evaluation" by a staff neuropsychologist Dr. Karotkin proved that Dennis was unable to engage in even the most basic of cognitive tests. Lipscomb was observed to stare blankly into space, mouth open.

- 71. After Lipscomb was retransferred to the Chalet following the episode on May 3 when he stopped breathing, Patricia became convinced that Lipscomb would not recover any meaningful brain function. Prior to June 1, 2014, Patricia demanded of Lipscomb's attending physician Kerendi that Lipscomb be removed from life support and that his body be allowed to die.
- 72. On June 1, 2014, Patricia and her brother Russell Curtis met with staff at Chalet including Kerendi, one Eunice Lee, RN, and a social worker or respiratory therapist (plaintiff is presently unsure which) named "Pinky." The purpose of the meeting was to respond to Patricia's demand that Lipscomb be allowed to die. Although Patricia had previous to the meeting provided Chalet staff and Kerendi with Lipscomb's a duly executed and valid durable power of attorney for healthcare appointing her as Lipscomb's agent, at the June 1 meeting, and although staff at the Chalet and the acute care facility had previously recognized Patricia's power and right to make health care decisions on behalf of Lipscomb, Kerendi nevertheless stated his refusal to comply with Patricia's demand. During the meeting, when confronted by Patricia with the fact that Lipscomb's power of attorney had been previously furnished to Kerendi, clearly entitling Patricia to direct Lipscomb's healthcare, including the direction to remove life support, Kerendi falsely stated (and knowingly falsely stated) that the power of attorney was invalid because it was unsigned. The form power of attorney in the Chalet or Kerendi's file had apparently been altered by removing the signature page (which was not the last page of the power of attorney).
- 73. On June 1, and upon hearing Kerendi's claim that the Lipscomb power of attorney in Kerendi's file had no signature page, Patricia pulled a spare copy of the power of attorney from her papers and provided Dr. Kerendi with another copy of the Lipscomb durable power of attorney for

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24 \$\frac{2}{2}5 \frac{2}{2}6 \frac{1}{2}7 healthcare, showing Mr. Lipscomb's notarized signature.

- 74. In response, Kerendi nonetheless continued in his refusal to comply with Patricia's valid demand that her husband be removed from life support, and instead stated that he would review the durable power of attorney with "staff," the "bio-ethics committee" and with "the risk management department."
- 75. Following the June 1 meeting, there was no communication with Patricia on behalf of Chalet, nor on behalf of Kerendi until approximately June 26, 2014. Another meeting between Patricia and Kerendi occurred at that time, and Patricia once again demanded that Lipscomb be removed from life support. At this time, however, Kerendi did not dispute her or Lipscomb's right to terminate life support, but nevertheless continued to refuse to comply with her valid directive. Instead, for the first time, Kerendi told Patricia that he wanted Lipscomb to have a "psyche evaluation" to determine whether Lipscomb was really unable to make decisions for himself. This explanation was false and pre-textual: Kerendi was easily qualified to make such a determination himself. Kerendi could himself determine that Lipscomb was in a state that prevented Lipscomb from making decisions of any kind, that Kerendi and Chalet nursing staff, including its social workers had long since treated Mr. Lipscomb as unable to meaningfully respond to them or make decisions for himself, and had, with respect to other health care decisions, sought instruction and followed instructions from Patricia. In short, no "psych eval" was necessary in order to comply with Patricia's valid demands regarding her husband as his legal representative. Moreover, even in the absence of a power of attorney, Patricia had the right as Lipscomb's wife to act as his surrogate decision maker and to direct the withdrawal of life support from Lipscomb; Kerendi's insistence on a power of attorney (signed or otherwise) was itself pre-textual.
- 76. A Dr. Kenneth M. Karotkin ("Karotkin") was the neuropsychologist tasked by Kerendi to interview Lipscomb and to determine whether Lipscomb lacked capacity to make health care decisions on his own. Kerendi's delegation to Karotkin was unnecessary given the terms of Probate Code 4658 ("attending physician" to make determination that a patient lacks capacity to make a health care instruction) and as stated, Kerendi's referral to Karotkin was pre-textual for the purpose of deferring compliance with Patricia's directive to allow her husband to die. After a brief examination,

Karotkin reported to Kerendi that Lipscomb's condition was what it appears to everyone else including Kerendi to be: Lipscomb was found to be unable to communicate, with no cognitive function, and unable to engage in even the most basic test of cognitive function. This interview and determination was on June 29, 2014. Nonetheless, even following Karotkin's "interview" there is no further action taken with respect to Patricia's demand that life support be removed until one day after Lipscomb's Medicare benefit for his care at the Chalet was exhausted on July 16, 2014. That is, it was not until the day following, or on July 17, 2014, that Chalet nursing staff responded to an order from Kerendi to start a "morphine drip" into Lipscomb's vein as a first step in disconnecting Lipscomb's ventilator. Otherwise, and until July 16, no action had been taken to allow Lipscomb to die in spite of Patricia's demand some 60-70 days earlier. On July 30, 2014, Kerendi ordered Chalet staff to finally withdraw ventilator support. Lipscomb promptly stopped breathing and died. During the period from July 17 until July 30, during which Lipscomb was on a morphine drip, there was no impediment of any sort which would have prevented Chalet staff from withdrawing life support. And during this period Lipscomb was in a state which Chalet nursing staff described to Patricia as an "unarousable sleep" or an "induced coma."

- 77. At all times during Patricia's visits to her dying husband, Chalet staff arranged for a security guard to be present to oversee and intrude while Patricia grieved, during what should have been private time with Lipscomb. This conduct was carried out in reckless disregard of the probability that Patricia would suffer extreme emotional distress from this intrusion while dealing with normal emotional distress stemming from having to seek to enforce her and Lipscomb's wish to terminate his life.
- 78. The motive for Defendants' (including Kerendi's) failure to respond promptly to Patricia's demand that Lipscomb be taken off life support was purely financial. Lipscomb was admitted to Chalet after a period of hospitalization lasting more than 3 days. Accordingly, Defendants could expect Medicare authorities to pay Chalet for up to 100 days of subacute care at the Chalet at a rate of approximately \$35,460.00 per month, or more. Only when Medicare benefits had been exhausted (i.e., after 100 days) would Kerendi and his co-defendants comply with Patricia's proper demand. In fact, Defendants miscalculated the sums they would be paid by Medicare for Lipscomb's

care, and having failed to receive payments from Medicare, Patricia as the wife of Lipscomb has allegedly (according to Chalet) incurred a community property debt to Defendants in the sum of \$17,772.30 after credit for payments from Medicare for Lipscomb's care and treatment. In other words, although the responsibility for payment of Lipscomb's medical expenses was Lipscomb's and his estate, bills for his care were sent by Defendants to Patricia as Lipscomb's wife for payment.

- 79. In his conduct as alleged herein, Kerendi and Does 1 20 acted as managing agent for CHA and acted to further CHA's interest in increasing revenue from Medicare by such conduct as keeping patients alive even when to do so contravenes valid directives from CHA's patients acting on their own or through surrogate decision makers such as the patient's next of kin of the patient's agent pursuant to a durable power of attorney. CHA knew of Kerendi's conduct and the conduct of Does 1 20, as alleged herein, and authorized such conduct, or learned about the conduct after it occurred and in various ways, ratified said conduct.
- 80. Defendants and each of them had a duty to Lipscomb to affirmatively respond to the directives of Patricia, who at all times following Lipscomb's admission to the Chalet, held a valid, operative durable power of attorney for Lipscomb, who by virtue of his cognitive impairment and his physical condition was unable to make healthcare decisions on his own.
- 81. Defendants and each of them knew that at all times following his admission to the Chalet, Lipscomb was unable to make health care decision on his own, and knew that Patricia's durable power of attorney was valid.
- 82. Rather than follow Patricia's direction that Lipscomb should be disconnected from life support, Defendants and each of them initially altered Patricia's form durable power of attorney simply by removing the signature page, and then through one pretext after another, causing a sequence of delays, simply managed to refuse to comply with Patricia's directive.
- 83. As alleged, on each occasion when Patricia sought to have Lipscomb's life support terminated, Kerendi, acting for himself and as agent for CHA, CHA HOLLYWOOD, and Does 2-5 represented to Patricia that he could not for one or another of a sequence or reasons, comply with her request, beginning with his simple representation that the power of attorney which she had provided to him and Chalet more than a month earlier, and which had previously been observed and found to be

valid and effective by other care providers employed by Kerendi, CHA, CHA HOLLYWOOD and Does 2-5, was missing a signature page. Patricia relied on the aforementioned representations as true, and as a consequence did not immediately seek legal assistance, nor take any other action to enforce her statement demand that the ventilator be withdrawn from Lipscomb, at the time she first made that demand.

- 84. At all times following a date prior to June 1, 2014, as the date when Patricia first made a valid demand that life support in the form of a ventilator be withdrawn from Lipscomb, each touching by Defendants and any of them was unpermitted and in contravention of Patricia's instruction and Lipscomb's right to control the time and manner of his medical care. As a result each such touching constituted a battery as a direct result of which, Lipscomb sustained personal injury in a sum according to proof at trial.
- 85. By virtue of the foregoing, each said defendant has acted with intent to injure Lipscomb and despicably, in conscious disregard of the probability of injury to Lipscomb, and subjected Lipscomb to cruel and unjust hardship.
- 86. By virtue of the foregoing each said defendant has been guilty of oppression, fraud and malice, and an assessment of punitive damages in a sum according to proof at trial is justified and appropriate.

#### FIFTH CAUSE OF ACTION

(Intentional Infliction of Emotional Distress

#### v. all defendants)

- 87. Plaintiff repeats and incorporates the allegations at paragraphs 1-4, inclusive.
- 88. In the years prior to his death Lipscomb had first been a successful Shakespearean actor and then a leading actor in Hollywood, appearing in many movies and television productions. He later developed Muscular Dystrophy ("MD") a severe progressive neurological muscular degenerative disease leads to muscle weakness, then paralysis including paralysis of the muscles which allow for breathing. Lipscomb's MD reached the stage which confined him to a wheelchair for the last two years of his life. As his disease continued to progress Lipscomb still maintained some quality of life,

and was able to enjoy the company of Patricia and friends. In February 2014, however, he suffered a major stroke or similar catastrophic neurological event and was admitted to Defendant's Hollywood Presbyterian Hospital, placed on life support including a ventilator, a g-tube for liquid nutrition, an IV line for necessary medication, and a Foley catheter to drain urine. Mr. Lipscomb was dysfunctional, and made to wear constrictive mittens as he occasionally tried to pull out tubes when left on his own. By March 11, 2014. Lipscomb's condition was stabilized and he was transferred from Hollywood Presbyterian Hospital acute facility to its "distinct part" skilled nursing facility referred to hereinafter as the "Chalet."

- 89. On May 3, 2014, Lipscomb stopped breathing and staff at the Chalet telephoned Patricia for instructions as Lipscomb's recognized surrogate decision maker. The question posed by nursing staff at the Chalet was whether to allow Lipscomb to die or on the other hand to attempt to resuscitate him. Patricia authorized staff to transfer her husband back to the acute facility. Within a few days Lipscomb was retransferred to Chalet and continued a course of general physical deterioration. In addition, his mental state was altered. Whereas before he had stopped breathing he was observed to be able to recognize family and friends, he was now entirely unable perceive his environment. He could not communicate, was vegetative and responsive only to painful stimuli. He had no cognitive function as evidenced by the fact that a "psyche evaluation" by a staff neuropsychologist Dr. Karotkin proved that Dennis was unable to engage in even the most basic of cognitive tests. Lipscomb was observed to stare blankly into space, mouth open.
- 90. After Lipscomb was retransferred to the Chalet following the episode on May 3 when he stopped breathing, Patricia became convinced that Lipscomb would not recover any meaningful brain function. Prior to June 1, 2014, Patricia demanded of Lipscomb's attending physician Kerendi that Lipscomb be removed from life support and that his body be allowed to die.
- 91. On June 1, 2014, Patricia and her brother Russell Curtis met with staff at Chalet including Kerendi, one Eunice Lee, RN, and a social worker or respiratory therapist (plaintiff is presently unsure which) named "Pinky." The purpose of the meeting was to respond to Patricia's demand that Lipscomb be allowed to die. Although Patricia had previous to the meeting provided Chalet staff and Kerendi with Lipscomb's a duly executed and valid durable power of attorney for

healthcare appointing her as Lipscomb's agent, at the June 1 meeting, and although staff at the Chalet and the acute care facility had previously recognized Patricia's power and right to make health care decisions on behalf of Lipscomb, Kerendi nevertheless stated his refusal to comply with Patricia's demand. During the meeting, when confronted by Patricia with the fact that Lipscomb's power of attorney had been previously furnished to Kerendi, clearly entitling Patricia to direct Lipscomb's healthcare, including the direction to remove life support, Kerendi falsely stated (and knowingly falsely stated) that the power of attorney was invalid because it was unsigned. The form power of attorney in the Chalet or Kerendi's file had apparently been altered by removing the signature page (which was not the last page of the power of attorney).

- 92. On June 1, and upon hearing Kerendi's claim that the Lipscomb power of attorney in Kerendi's file had no signature page, Patricia pulled a spare copy of the power of attorney from her papers and provided Dr. Kerendi with another copy of the Lipscomb durable power of attorney for healthcare, showing Mr. Lipscomb's notarized signature.
- 93. In response, Kerendi nonetheless continued in his refusal to comply with Patricia's valid demand that her husband be removed from life support, and instead stated that he would review the durable power of attorney with "staff," the "bio-ethics committee" and with "the risk management department."
- 94. Following the Jure 1 meeting, there was no communication with Patricia on behalf of Chalet, nor on behalf of Kerendi until approximately June 26, 2014. Another meeting between Patricia and Kerendi occurred at that time, and Patricia once again demanded that Lipscomb be removed from life support. At this time, however, Kerendi did not dispute her or Lipscomb's right to terminate life support, but nevertheless continued to refuse to comply with her valid directive. Instead, for the first time, Kerendi told Patricia that he wanted Lipscomb to have a "psyche evaluation" to determine whether Lipscomb was really unable to make decisions for himself. This explanation was false and pre-textual: Kerendi was easily qualified to make such a determination himself, Kerendi could himself determine that Lipscomb was in a state that prevented Lipscomb from making decisions of any kind, that Kerendi and Chalet nursing staff, including its social workers had long since treated Mr. Lipscomb as unable to meaningfully respond to them or make decisions for himself, and had, with

~26 ~27 ~27 ~28 respect to other health care decisions, sought instruction and followed instructions from Patricia. In short, no "psych eval" was necessary in order to comply with Patricia's valid demands regarding her husband as his legal representative. Moreover, even in the absence of a power of attorney, Patricia had the right as Lipscomb's wife to act as his surrogate decision maker and to direct the withdrawal of life support from Lipscomb; Kerendi's insistence on a power of attorney (signed or otherwise) was itself pre-textual.

- 95. A Dr. Kenneth M. Karotkin ("Karotkin") was the neuropsychologist tasked by Kerendi to interview Lipscomb and to determine whether Lipscomb lacked capacity to make health care decisions on his own. Kerendi's delegation to Karotkin was unnecessary given the terms of Probate Code 4658 ("attending physician" to make determination that a patient lacks capacity to make a health care instruction) and as stated, Kerendi's referral to Karotkin was pre-textual for the purpose of deferring compliance with Patricia's directive to allow her husband to die. After a brief examination, Karotkin reported to Kerendi that Lipscomb's condition was what it appears to everyone else including Kerendi to be: Lipscomb was found to be unable to communicate, with no cognitive function, and unable to engage in even the most basic test of cognitive function. This interview and determination was on June 29, 2014. Nonetheless, even following Karotkin's "interview" there is no further action taken with respect to Patricia's demand that life support be removed until one day after Lipscomb's Medicare benefit for his care at the Chalet was exhausted on July 16, 2014. That is, it was not until the day following, or on July 17, 2014, that Chalet nursing staff responded to an order from Kerendi to start a "morphine drip" into Lipscomb's vein as a first step in disconnecting Lipscomb's ventilator. Otherwise, and until July 16, no action had been taken to allow Lipscomb to die in spite of Patricia's demand some 60-70 days earlier. On July 30, 2014, Kerendi ordered Chalet staff to finally withdraw ventilator support. Lipscomb promptly stopped breathing and died. During the period from July 17 until July 30, during which Lipscomb was on a morphine drip, there was no impediment of any sort which would have prevented Chalet staff from withdrawing life support. And during this period Lipscomb was in a state which Chalet nursing staff described to Patricia as an "unarousable sleep" or an "induced coma."
  - 96. At all times during Patricia's visits to her dying husband, Chalet staff arranged for a

security guard to be present to oversee and intrude while Patricia grieved, during what should have been private time with Lipscomb. This conduct was carried out in reckless disregard of the probability that Patricia would suffer extreme emotional distress from this intrusion while dealing with normal emotional distress stemming from having to seek to enforce her and Lipscomb's wish to terminate his life.

- Patricia's demand that Lipscomb be taken off life support was purely financial. Lipscomb was admitted to Chalet after a period of hospitalization lasting more than 3 days. Accordingly, Defendants could expect Medicare authorities to pay Chalet for up to 100 days of subacute care at the Chalet at a rate of approximately \$35,460.00 per month, or more. Only when Medicare benefits had been exhausted (i.e., after 100 days) would Kerendi and his co-defendants comply with Patricia's proper demand. In fact, Defendants miscalculated the sums they would be paid by Medicare for Lipscomb's care, and having failed to receive payments from Medicare, Patricia as the wife of Lipscomb has allegedly (according to Chalet) incurred a community property debt to Defendants in the sum of \$17,772.30 after credit for payments from Medicare for Lipscomb's care and treatment. In other words, although the responsibility for payment of Lipscomb's medical expenses was Lipscomb's and his estate, bills for his care were sent by Defendants to Patricia as Lipscomb's wife for payment.
- 98. In his conduct as alleged herein, Kerendi and Does 1 20 acted as managing agent for CHA and acted to further CHA's interest in increasing revenue from Medicare by such conduct as keeping patients alive even when to do so contravenes valid directives from CHA's patients acting on their own or through surrogate decision makers such as the patient's next of kin of the patient's agent pursuant to a durable power of attorney. CHA knew of Kerendi's conduct and the conduct of Does 1 20, as alleged herein, and authorized such conduct, or learned about the conduct after it occurred and in various ways, ratified said conduct.
- 99. Defendants and each of them had a duty to Lipscomb to affirmatively respond to the directives of Patricia, who at all times following Lipscomb's admission to the Chalet, held a valid, operative durable power of attorney for Lipscomb, who by virtue of his cognitive impairment and his physical condition was unable to make healthcare decisions on his own.

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- 100. Defendants and each of them knew that at all times following his admission to the Chalet, Lipscomb was unable to make health care decision on his own, and knew that Patricia's durable power of attorney was valid.
- 101. Rather than follow Patricia's direction that Lipscomb should be disconnected from life support, Defendants and each of them initially altered Patricia's form durable power of attorney simply by removing the signature page, and then through one pretext after another, causing a sequence of delays, simply managed to refuse to comply with Patricia's directive.
- 102. As alleged, on each occasion when Patricia sought to have Lipscomb's life support terminated, Kerendi, acting for himself and as agent for CHA, CHA HOLLYWOOD, and Does 2 5 represented to Patricia that he could not for one or another of a sequence or reasons, comply with her request, beginning with his simple representation that the power of attorney which she had provided to him and Chalet more than a month earlier, and which had previously been observed and found to be valid and effective by other care providers employed by Kerendi, CHA, CHA HOLLYWOOD and Does 2 5, was missing a signature page. Patricia relied on the aforementioned representations as true, and as a consequence did not immediately seek legal assistance, nor take any other action to enforce her statement demand that the ventilator be withdrawn from Lipscomb, at the time she first made that demand.
- 103. At all times following a date prior to June 1, 2014, as the date when Patricia first made a valid demand that life support in the form of a ventilator be withdrawn from Lipscomb, each touching by Defendants and any of them was unpermitted and in contravention of Patricia's instruction and Lipscomb's right to control the time and manner of his medical care. As a result during this period of time Lipscomb suffered severe emotional distress, to her general damage in a sum according to proof at trial.
- 104. By virtue of the foregoing, each said defendant has acted with intent to injure Lipscomb and despicably, in conscious disregard of the probability of injury to Lipscomb, and subjected Lipscomb to cruel and unjust hardship.
- 105. By virtue of the foregoing each said defendant has been guilty of oppression, fraud and malice, and an assessment of punitive damages in a sum according to proof at trial is justified and

\$\frac{2}{2}5 \frac{2}{2}6 \frac{2}{2}7 SIXTH CAUSE OF ACTION

(Negligent Infliction of Emotional Distress

By Patricia as an individual v. all defendants)

- 106. Plaintiff repeats and incorporates the allegations at paragraphs 2-4, inclusive.
- and then a leading actor in Hollywood, appearing in many movies and television productions. He later developed Muscular Dystrophy ("MD") a severe progressive neurological muscular degenerative disease leads to muscle weakness, then paralysis including paralysis of the muscles which allow for breathing. Lipscomb's MD reached the stage which confined him to a wheelchair for the last two years of his life. As his disease continued to progress Lipscomb still maintained some quality of life, and was able to enjoy the company of Patricia and friends. In February 2014, however, he suffered a major stroke or similar catastrophic neurological event and was admitted to Defendant's Hollywood Presbyterian Hospital, placed on life support including a ventilator, a g-tube for liquid nutrition, an IV line for necessary medication, and a Foley catheter to drain urine. Mr. Lipscomb was dysfunctional, and made to wear constrictive mittens as he occasionally tried to pull out tubes when left on his own. By March 11, 2014. Lipscomb's condition was stabilized and he was transferred from Hollywood Presbyterian Hospital acute facility to its "distinct part" skilled nursing facility referred to hereinafter as the "Chalet."
- Patricia for instructions as Lipscomb's recognized surrogate decision maker. The question posed by nursing staff at the Chalet was whether to allow Lipscomb to die or on the other hand to attempt to resuscitate him. Patricia authorized staff to transfer her husband back to the acute facility. Within a few days Lipscomb was retransferred to Chalet and continued a course of general physical deterioration. In addition, his mental state was altered. Whereas before he had stopped breathing he was observed to be able to recognize family and friends, he was now entirely unable perceive his environment. He could not communicate, was vegetative and responsive only to painful stimuli. He

had no cognitive function as evidenced by the fact that a "psyche evaluation" by a staff neuropsychologist Dr. Karotkin proved that Dennis was unable to engage in even the most basic of cognitive tests. Lipscomb was observed to stare blankly into space, mouth open.

- 109. After Lipscomb was retransferred to the Chalet following the episode on May 3 when he stopped breathing, Patricia became convinced that Lipscomb would not recover any meaningful brain function. Prior to June 1, 2014, Patricia demanded of Lipscomb's attending physician Kerendi that Lipscomb be removed from life support and that his body be allowed to die. As of the date when Patricia demanded that her husband be removed from life support and that his body be allowed to die, it was foreseeable that the failure to follow Patricia's instruction would cause emotional distress, and that any interference with her normal grieving process would likewise cause and compound her emotional distress. Then and thereafter, all Defendants including Kerendi had a duty to act reasonably and responsibly in regard to Patricia and her demand that her requests and demands that her husband's body be removed from life support.
- 110. Said defendants negligently and intentionally disregarded and refused to follow Patricia's instruction, as set forth above as follows.
- including Kerendi, one Eunice Lee, RN, and a social worker or respiratory therapist (plaintiff is presently unsure which) named "Pinky." The purpose of the meeting was to respond to Patricia's demand that Lipscomb be allowed to die. Although Patricia had previous to the meeting provided Chalet staff and Kerendi with Lipscomb's a duly executed and valid durable power of attorney for healthcare appointing her as Lipscomb's agent, at the June 1 meeting, and although staff at the Chalet and the acute care facility had previously recognized Patricia's power and right to make health care decisions on behalf of Lipscomb, Kerendi nevertheless stated his refusal to comply with Patricia's demand. During the meeting, when confronted by Patricia with the fact that Lipscomb's power of attorney had been previously furnished to Kerendi, clearly entitling Patricia to direct Lipscomb's healthcare, including the direction to remove life support, Kerendi falsely stated (and knowingly falsely stated) that the power of attorney was invalid because it was unsigned. The form power of attorney in the Chalet or Kerendi's file had apparently been altered by removing the signature page

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(which was not the last page of the power of attorney).

- 112. On June 1, and upon hearing Kerendi's claim that the Lipscomb power of attorney in Kerendi's file had no signature page, Patricia pulled a spare copy of the power of attorney from her papers and provided Dr. Kerendi with another copy of the Lipscomb durable power of attorney for healthcare, showing Mr. Lipscomb's notarized signature.
- 113. In response, Kerendi nonetheless continued in his refusal to comply with Patricia's valid demand that her husband be removed from life support, and instead stated that he would review the durable power of attorney with "staff," the "bio-ethics committee" and with "the risk management department."
- 114. Following the June 1 meeting, there was no communication with Patricia on behalf of Chalet, nor on behalf of Kerendi until approximately June 26, 2014. Another meeting between Patricia and Kerendi occurred at that time, and Patricia once again demanded that Lipscomb be removed from life support. At this time, however, Kerendi did not dispute her or Lipscomb's right to terminate life support, but nevertheless continued to refuse to comply with her valid directive. Instead, for the first time, Kerendi told Patricia that he wanted Lipscomb to have a "psyche evaluation" to determine whether Lipscomb was really unable to make decisions for himself. This explanation was false and pre-textual: Kerendi was easily qualified to make such a determination himself, Kerendi could himself determine that Lipscomb was in a state that prevented Lipscomb from making decisions of any kind, that Kerendi and Chalet nursing staff, including its social workers had long since treated Mr. Lipscomb as unable to meaningfully respond to them or make decisions for himself, and had, with respect to other health care decisions, sought instruction and followed instructions from Patricia. In short, no "psych eval" was necessary in order to comply with Patricia's valid demands regarding her husband as his legal representative. Moreover, even in the absence of a power of attorney, Patricia had the right as Lipscomb's wife to act as his surrogate decision maker and to direct the withdrawal of life support from Lipscomb; Kerendi's insistence on a power of attorney (signed or otherwise) was itself pre-textual.
- 115. A Dr. Kenneth M. Karotkin ("Karotkin") was the neuropsychologist tasked by Kerendi to interview Lipscomb and to determine whether Lipscomb lacked capacity to make health care

decisions on his own. Kerendi's delegation to Karotkin was unnecessary given the terms of Probate Code 4658 ("attending physician" to make determination that a patient lacks capacity to make a health care instruction) and as stated, Kerendi's referral to Karotkin was pre-textual for the purpose of deferring compliance with Patricia's directive to allow her husband to die. After a brief examination, Karotkin reported to Kerendi that Lipscomb's condition was what it appears to everyone else including Kerendi to be: Lipscomb was found to be unable to communicate, with no cognitive function, and unable to engage in even the most basic test of cognitive function. This interview and determination was on June 29, 2014. Nonetheless, even following Karotkin's "interview" there is no further action taken with respect to Patricia's demand that life support be removed until one day after. Lipscomb's Medicare benefit for his care at the Chalet was exhausted on July 16, 2014. That is, it was not until the day following, or on July 17, 2014, that Chalet nursing staff responded to an order from Kerendi to start a "morphine drip" into Lipscomb's vein as a first step in disconnecting Lipscomb's ventilator. Otherwise, and until July 16, no action had been taken to allow Lipscomb to die in spite of Patricia's demand some 60-70 days earlier. On July 30, 2014, Kerendi ordered Chalet staff to finally withdraw ventilator support. Lipscomb promptly stopped breathing and died. During the period from July 17 until July 30, during which Lipscomb was on a morphine drip, there was no impediment of any sort which would have prevented Chalet staff from withdrawing life support. And during this period Lipscomb was in a state which Chalet nursing staff described to Patricia as an "unarousable sleep" or an "induced coma."

- 116. At all times during Patricia's visits to her dying husband, Chalet staff arranged for a security guard to be present to oversee and intrude while Patricia grieved, during what should have been private time with Lipscomb. This conduct was carried out in reckless disregard of the probability that Patricia would suffer extreme emotional distress from this intrusion while dealing with normal emotional distress stemming from having to seek to enforce her and Lipscomb's wish to terminate his life.
- 117. The motive for Defendants' (including Kerendi's) failure to respond promptly to Patricia's demand that Lipscomb be taken off life support was purely financial. Lipscomb was admitted to Chalet after a period of hospitalization lasting more than 3 days. Accordingly, Defendants

could expect Medicare authorities to pay Chalet for up to 100 days of subacute care at the Chalet at a rate of approximately \$35,460.00 per month, or more. Only when Medicare benefits had been exhausted (i.e., after 100 days) would Kerendi and his co-defendants comply with Patricia's proper demand. In fact, Defendants miscalculated the sums they would be paid by Medicare for Lipscomb's care, and having failed to receive payments from Medicare, Patricia as the wife of Lipscomb has allegedly (according to Chalet) incurred a community property debt to Defendants in the sum of \$17,772.30 after credit for payments from Medicare for Lipscomb's care and treatment. In other words, although the responsibility for payment of Lipscomb's medical expenses was Lipscomb's and his estate, bills for his care were sent by Defendants to Patricia as Lipscomb's wife for payment.

- 118. In his conduct as alleged herein, Kerendi and Does 1 20 acted as managing agent for CHA and acted to further CHA's interest in increasing revenue from Medicare by such conduct as keeping patients alive even when to do so contravenes valid directives from CHA's patients acting on their own or through surrogate decision makers such as the patient's next of kin of the patient's agent pursuant to a durable power of attorney. CHA knew of Kerendi's conduct and the conduct of Does 1 20, as alleged herein, and authorized such conduct, or learned about the conduct after it occurred and in various ways, ratified said conduct.
- 119. Defendants and each of them had a duty to Lipscomb to affirmatively respond to the directives of Patricia, who at all times following Lipscomb's admission to the Chalet, held a valid, operative durable power of attorney for Lipscomb, who by virtue of his cognitive impairment and his physical condition was unable to make healthcare decisions on his own.
- 120. Defendants and each of them knew that at all times following his admission to the Chalet, Lipscomb was unable to make health care decision on his own, and knew that Patricia's durable power of attorney was valid.
- 121. Rather than follow Patricia's direction that Lipscomb should be disconnected from life support, Defendants and each of them initially altered Patricia's form durable power of attorney simply by removing the signature page, and then through one pretext after another, causing a sequence of delays, simply managed to refuse to comply with Patricia's directive.
  - 122. As alleged, on each occasion when Patricia sought to have Lipscomb's life support

terminated, Kerendi, acting for himself and as agent for CHA, CHA HOLLYWOOD, and Does 2-5 represented to Patricia that he could not for one or another of a sequence or reasons, comply with her request, beginning with his simple representation that the power of attorney which she had provided to him and Chalet more than a month earlier, and which had previously been observed and found to be valid and effective by other care providers employed by Kerendi, CHA, CHA HOLLYWOOD and Does 2-5, was missing a signature page. Patricia relied on the aforementioned representations as true, and as a consequence did not immediately seek legal assistance, nor take any other action to enforce her statement demand that the ventilator be withdrawn from Lipscomb, at the time she first made that demand.

- 123. As a direct and proximate result of the foregoing each Defendant has negligently and intentionally breached their duty of ordinary care to Patricia, in reckless and conscious disregard of the probability of her injury, and has acted despicably, and subjected Patricia to cruel and unjust hardship.
- 124. By virtue of the foregoing each said defendant has been guilty of oppression, fraud and malice, and an assessment of punitive damages in a sum according to proof at trial is justified and appropriate.

#### SEVENTH CAUSE OF ACTION

(Elder abuse for neglect and physical abuse v. all defendants

The demurrer by CHA Defendants has been sustained

Without leave to amend as to this cause of action which is

Now stated only as to CHA defendants' co-defendants)

- 125. Plaintiff repeats and incorporates the allegations at paragraphs 1-4, inclusive.
- and then a leading actor in Hollywood, appearing in many movies and television productions. He later developed ALS (or "Lou Gehrig's Disease") a severe progressive neurological degenerative disease leads to muscle weakness, then paralysis including paralysis of the muscles which allow for breathing. When disease progression reaches that point, some patients elect to go on a ventilator, and others elect to let the progression of the disease take its course. Lipscomb's ALS reached the stage which

1-27 CE 1-7  confined him to a wheelchair for the last two years of his life. As his disease continued to progress Lipscomb still maintained some quality of life, and was able to enjoy the company of Patricia and friends. In February 2014, however, he suffered a major stroke or similar catastrophic neurological event and was admitted to Defendant's Hollywood Presbyterian Hospital, placed on life support including a ventilator, a g-tube for liquid nutrition, an IV line for necessary medication, and a Foley catheter to drain urine. Mr. Lipscomb was dysfunctional, and made to wear constrictive mittens as he occasionally tried to pull out tubes when left on his own. By March 11, 2014. Lipscomb's condition was stabilized and he was transferred from Hollywood Presbyterian Hospital to Chalet.

- 127. On May 3, 2014, Lipscomb stopped breathing and staff at the Chalet telephoned Patricia who authorized his transfer back to Hollywood Presbyterian Hospital. Within a few days Lipscomb was retransferred to Chalet and continued a course of general deterioration. He was now unable to communicate or to breathe without a ventilator, was confused and unable to make decisions or understand others; he had no quality of life.
- 128. Sometime prior to June 1, 2014, Patricia had demanded of Lipscomb's attending physician Kerendi that Lipscomb be removed from life support and allowed to die.
- 129. On June 1, 2014, Patricia and her brother Russell Curtis met with staff at Chalet including Kerendi, one Eunice Lee, RN, and a social worker or respiratory therapist (plaintiff is presently unsure which) named "Pinky." The purpose of the meeting was to respond to Patricia's demand that Lipscomb be allowed to die. Although Patricia had previous to the meeting provided Chalet staff and Kerendi with Lipscomb's a duly executed and valid durable power of attorney for healthcare appointing her as Lipscomb's agent, at the June 1 meeting, Kerendi nevertheless stated his refusal to comply with Patricia's demand. During the meeting, when confronted by Patricia with the fact that Lipscomb's power of attorney had been previously furnished to Kerendi, clearly entitling Patricia to direct Lipscomb's healthcare, including the direction to remove life support, Kerendi falsely stated (and knowingly falsely stated) that the power of attorney was invalid because it was unsigned. The form power of attorney in Kerendi's file had apparently been altered by removing the signature page (which was not the last page of the power of attorney).
  - 130. On June 1, and upon hearing Kerendi's claim that the Lipscomb power of attorney in

Kerendi's file had no signature page, Patricia pulled a spare copy of the power of attorney from her papers and provided Dr. Kerendi with another copy of the Lipscomb durable power of attorney for healthcare, showing Mr. Lipscomb's notarized signature.

- 131. In response, Kerendi nonetheless continued in his refusal to comply with Patricia's valid demand that her husband be removed from life support, and instead stated that he would review the durable power of attorney with "staff," the "bio-ethics committee" and with "the risk management department."
- 132. Following the June 1 meeting, there was no communication with Patricia on behalf of Chalet, nor on behalf of Kerendi until approximately June 26, 2014. Another meeting between Patricia and Kerendi occurred at that time, and Patricia once again demanded that Lipscomb be removed from life support. Kerendi did not dispute her or Lipscomb's right to terminate life support, but nevertheless continued to refuse to comply with her valid directive. Instead, for the first time, Kerendi told Patricia that he wanted Lipscomb to have a "psyche evaluation" to determine whether Lipscomb was really unable to make decisions for himself. This explanation was pre-textual: Kerendi was easily qualified to make such a determination himself, Kerendi could himself determine that Lipscomb was in a state that prevented Lipscomb from making decisions of any kind, that Kerendi and Chalet nursing staff, including its social workers had long since treated Mr. Lipscomb as unable to meaningfully respond to them or make decisions for himself, and had, with respect to other health care decisions, sought instruction and followed instructions from Patricia. In short, no "psych eval" was necessary in order to comply with Patricia's valid demands regarding her husband as his legal representative. Moreover, even in the absence of a power of attorney, Patricia had the right as Lipscomb's wife to act as his surrogate decision maker and to direct the withdrawal of life support from Lipscomb; Kerendi's insistence on a power of attorney (signed or otherwise) was itself pretextual.
- 133. A Dr. Kenneth M. Karotkin ("Karotkin") was the psychologist tasked by Kerendi to interview Lipscomb and to determine whether Lipscomb lacked capacity to make health care decisions on his own. Kerendi's delegation to Karotkin was unnecessary given the terms of Probate Code 4658 and as stated, Kerendi's referral to Karotkin was pre-textual for the purpose of deferring compliance

with Patricia's directive to allow her husband to die. After a brief examination, Karotkin reported to Kerendi that Lipscomb's condition was what it appears to everyone else including Kerendi to be: Lipscomb was found to be unable to communicate, confused and unable to make decisions of any kind, secondary to his "cerebral vascular accident" (stroke). This interview and determination was on June 29, 2014. Nonetheless, even following Karotkin's "interview" there is no further action taken with respect to Patricia's demand that life support be removed until one day after Lipscomb's Medicare benefit for his care at the Chalet was exhausted on July 16, 2014. That is, it was not until the day following, or on July 17, 2014, that Chalet nursing staff responded to an order from Kerendi to start a "morphine drip" into Lipscomb's vein as a first step in disconnecting Lipscomb's ventilator. Otherwise, and until July 16, no action had been taken to allow Lipscomb to die in spite of Patricia's demand some 60-70 days earlier. On July 30, 2014, Kerendi ordered Chalet staff to finally withdraw ventilator support. Lipscomb promptly stopped breathing and died. During the period from July 17 until July 30, during which Lipscomb was on a morphine drip, there was no impediment of any sort which would have prevented Chalet staff from withdrawing life support. And during this period Lipscomb was in a state which Chalet staff described to Patricia as an "unarousable sleep" or an "induced coma."

- 134. At all times during Patricia's visits to her dying husband, Chalet staff arranged for a security guard to be present to oversee and intrude while Patricia grieved, during what should have been private time with Lipscomb. This conduct was carried out in reckless disregard of the probability that Patricia would suffer extreme emotional distress from this intrusion while dealing with normal emotional distress stemming from having to seek to enforce her and Lipscomb's wish to terminate his life.
- 135. The motive for Defendants' failure to respond promptly to Patricia's demand that Lipscomb be taken off life support was purely financial. Lipscomb was admitted to Chalet <u>after</u> a period of hospitalization lasting more than 3 days. Accordingly, Defendants could expect Medicare authorities to pay Chalet for up to 100 days of subacute care at the Chalet at a rate of approximately \$35,460.00 per month, or more. Only when Medicare benefits had been exhausted (i.e., after 100 days) would Kerendi and his co-defendants comply with Patricia's proper demand. In fact,

Defendants miscalculated the sums they would be paid by Medicare for Lipscomb's care, and having failed to receive payments from Medicare, Patricia has allegedly (according to Chalet) incurred a debt to Defendants in the sum of \$17,772.30 after credit for payments from Medicare for Lipscomb's care and treatment.

- 136. In his conduct as alleged herein, Kerendi and Does 2 20 acted as managing agent for CHA and acted to further CHA's interest in increasing revenue from Medicare by such conduct as keeping patients alive even when to do so contravenes valid directives from CHA's patients acting on their own or through surrogate decision makers such as the patient's next of kin of the patient's agent pursuant to a durable power of attorney. CHA knew of Kerendi's conduct and the conduct of Does 1 20, as alleged herein, and authorized such conduct, or learned about the conduct after it occurred and in various ways, ratified said conduct.
- 137. Defendants and each of them had a duty to Lipscomb to affirmatively respond to the directives of Patricia, who at all times following Lipscomb's admission to the Chalet, held a valid, operative durable power of attorney for Lipscomb, who by virtue of his cognitive impairment and his physical condition was unable to make healthcare decisions on his own.
- 138. Defendants and each of them knew that at all times following his admission to the Chalet, Lipscomb was unable to make health care decision on his own, and knew that Patricia's durable power of attorney was valid.
- 139. Rather than follow Patricia's direction that Lipscomb should be disconnected from life support, Defendants and each of them initially altered Patricia's form durable power of attorney simply by removing the signature page, and then through one pretext after another, causing a sequence of delays, simply managed to refuse to comply with Patricia's directive.
- 140. The conduct of defendants and each of them denied to Lipscomb care as he had directed.
- 141. As a direct result of the misrepresentations by Defendants and each of them, Lipscomb sustained personal injury in a sum according to proof at trial.
- 142. By virtue of the foregoing, Defendants and each of them have acted with oppression fraud and malice, and an assessment of punitive damages in a sum according to proof at trial is

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## EIGHTH CAUSE OF ACTION

### FINANCIAL ABUSE

(by Patricia as successor in interest

v. all defendants)

- 143. Plaintiff repeats and incorporates the allegations at paragraphs 1-4, inclusive.
- and then a leading actor in Hollywood, appearing in many movies and television productions. He later developed Muscular Dystrophy ("MD") a severe progressive neurological muscular degenerative disease leads to muscle weakness, then paralysis including paralysis of the muscles which allow for breathing. Lipscomb's MD reached the stage which confined him to a wheelchair for the last two years of his life. As his disease continued to progress Lipscomb still maintained some quality of life, and was able to enjoy the company of Patricia and friends. In February 2014, however, he suffered a major stroke or similar catastrophic neurological event and was admitted to Defendant's Hollywood Presbyterian Hospital, placed on life support including a ventilator, a g-tube for liquid nutrition, an IV line for necessary medication, and a Foley catheter to drain urine. Mr. Lipscomb was dysfunctional, and made to wear constrictive mittens as he occasionally tried to pull out tubes when left on his own. By March 11, 2014. Lipscomb's condition was stabilized and he was transferred from Hollywood Presbyterian Hospital acute facility to its "distinct part" skilled nursing facility referred to hereinafter as the "Chalet."
- Patricia for instructions as Lipscomb's recognized surrogate decision maker. The question posed by nursing staff at the Chalet was whether to allow Lipscomb to die or on the other hand to attempt to resuscitate him. Patricia authorized staff to transfer her husband back to the acute facility. Within a few days Lipscomb was retransferred to Chalet and continued a course of general physical deterioration. In addition, his mental state was altered. Whereas before he had stopped breathing he was observed to be able to recognize family and friends, he was now entirely unable perceive his

\$\frac{2}{6}\$ \$\frac{2}{6}\$ \$\frac{2}{6}\$ \$\frac{2}{6}\$ \$\frac{2}{6}\$ environment. He could not communicate, was vegetative and responsive only to painful stimuli. He had no cognitive function as evidenced by the fact that a "psyche evaluation" by a staff neuropsychologist Dr. Karotkin proved that Dennis was unable to engage in even the most basic of cognitive tests. Lipscomb was observed to stare blankly into space, mouth open.

- 146. After Lipscomb was retransferred to the Chalet following the episode on May 3 when he stopped breathing, Patricia became convinced that Lipscomb would not recover any meaningful brain function. Prior to June 1, 2014, Patricia demanded of Lipscomb's attending physician Kerendi that Lipscomb be removed from life support and that his body be allowed to die. As of the date when Patricia demanded that her husband be removed from life support and that his body be allowed to die, it was foreseeable that the failure to follow Patricia's instruction would cause emotional distress, and that any interference with her normal grieving process would likewise cause and compound her emotional distress. Then and thereafter, all Defendants including Kerendi had a duty to act reasonably and responsibly in regard to Patricia and her demand that her requests and demands that her husband's body be removed from life support.
- 147. Said defendants negligently and intentionally disregarded and refused to follow Patricia's instruction, as set forth above as follows.
- 148. On June 1, 2014, Patricia and her brother Russell Curtis met with staff at Chalet including Kerendi, one Eunice Lee, RN, and a social worker or respiratory therapist (plaintiff is presently unsure which) named "Pinky." The purpose of the meeting was to respond to Patricia's demand that Lipscomb be allowed to die. Although Patricia had previous to the meeting provided Chalet staff and Kerendi with Lipscomb's a duly executed and valid durable power of attorney for healthcare appointing her as Lipscomb's agent, at the June 1 meeting, and although staff at the Chalet and the acute care facility had previously recognized Patricia's power and right to make health care decisions on behalf of Lipscomb, Kerendi nevertheless stated his refusal to comply with Patricia's demand. During the meeting, when confronted by Patricia with the fact that Lipscomb's power of attorney had been previously furnished to Kerendi, clearly entitling Patricia to direct Lipscomb's healthcare, including the direction to remove life support, Kerendi falsely stated (and knowingly falsely stated) that the power of attorney was invalid because it was unsigned. The form power of

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attorney in the Chalet or Kerendi's file had apparently been altered by removing the signature page (which was not the last page of the power of attorney).

- 149. On June 1, and upon hearing Kerendi's claim that the Lipscomb power of attorney in Kerendi's file had no signature page, Patricia pulled a spare copy of the power of attorney from her papers and provided Dr. Kerendi with another copy of the Lipscomb durable power of attorney for healthcare, showing Mr. Lipscomb's notarized signature.
- 150. In response, Kerendi nonetheless continued in his refusal to comply with Patricia's valid demand that her husband be removed from life support, and instead stated that he would review the durable power of attorney with "staff," the "bio-ethics committee" and with "the risk management department."
- 151. Following the June 1 meeting, there was no communication with Patricia on behalf of Chalet, nor on behalf of Kerendi until approximately June 26, 2014. Another meeting between Patricia and Kerendi occurred at that time, and Patricia once again demanded that Lipscomb be removed from life support. At this time, however, Kerendi did not dispute her or Lipscomb's right to terminate life support, but nevertheless continued to refuse to comply with her valid directive. Instead, for the first time, Kerendi told Patricia that he wanted Lipscomb to have a "psyche evaluation" to determine whether Lipscomb was really unable to make decisions for himself. This explanation was false and pre-textual. Kerendi was easily qualified to make such a determination himself, Kerendi could himself determine that Lipscomb was in a state that prevented Lipscomb from making decisions of any kind, that Kerendi and Chalet nursing staff, including its social workers had long since treated Mr. Lipscomb as unable to meaningfully respond to them or make decisions for himself, and had, with respect to other health care decisions, sought instruction and followed instructions from Patricia. In short, no "psych eval" was necessary in order to comply with Patricia's valid demands regarding her husband as his legal representative. Moreover, even in the absence of a power of attorney, Patricia had the right as Lipscomb's wife to act as his surrogate decision maker and to direct the withdrawal of life support from Lipscomb; Kerendi's insistence on a power of attorney (signed or otherwise) was itself pre-textual.
  - 152. A Dr. Kenneth M. Karotkin ("Karotkin") was the neuropsychologist tasked by Kerendi

^27 ←- to interview Lipscomb and to determine whether Lipscomb lacked capacity to make health care decisions on his own. Kerendi's delegation to Karotkin was unnecessary given the terms of Probate Code 4658 ("attending physician" to make determination that a patient lacks capacity to make a health care instruction) and as stated, Kerendi's referral to Karotkin was pre-textual for the purpose of deferring compliance with Patricia's directive to allow her husband to die. After a brief examination, Karotkin reported to Kerendi that Lipscomb's condition was what it appears to everyone else including Kerendi to be: Lipscomb was found to be unable to communicate, with no cognitive function, and unable to engage in even the most basic test of cognitive function. This interview and determination was on June 29, 2014. Nonetheless, even following Karotkin's "interview" there is no further action taken with respect to Patricia's demand that life support be removed until one day after Lipscomb's Medicare benefit for his care at the Chalet was exhausted on July 16, 2014. That is, it was not until the day following, or on July 17, 2014, that Chalet nursing staff responded to an order from Kerendi to start a "morphine drip" into Lipscomb's vein as a first step in disconnecting Lipscomb's ventilator. Otherwise, and until July 16, no action had been taken to allow Lipscomb to die in spite of Patricia's demand some 60-70 days earlier. On July 30, 2014, Kerendi ordered Chalet staff to finally withdraw ventilator support. Lipscomb promptly stopped breathing and died. During the period from July 17 until July 30, during which Lipscomb was on a morphine drip, there was no impediment of any sort which would have prevented Chalet staff from withdrawing life support. And during this period Lipscomb was in a state which Chalet nursing staff described to Patricia as an "unarousable sleep" or an "induced coma."

- 153. At all times during Patricia's visits to her dying husband, Chalet staff arranged for a security guard to be present to oversee and intrude while Patricia grieved, during what should have been private time with Lipscomb. This conduct was carried out in reckless disregard of the probability that Patricia would suffer extreme emotional distress from this intrusion while dealing with normal emotional distress stemming from having to seek to enforce her and Lipscomb's wish to terminate his life.
- 154. The motive for Defendants' (including Kerendi's) failure to respond promptly to Patricia's demand that Lipscomb be taken off life support was purely financial. Lipscomb was

admitted to Chalet after a period of hospitalization lasting more than 3 days. Accordingly, Defendants could expect Medicare authorities to pay Chalet for up to 100 days of subacute care at the Chalet at a rate of approximately \$35,460.00 per month, or more. Lipscomb's share of expense (his copayment) amounted to approximately \$50,000.00 which Patricia paid on his behalf. Only when Medicare benefits had been exhausted (i.e., after 100 days) would Kerendi and his co-defendants comply with Patricia's proper demand. In fact, Defendants miscalculated the sums they would be paid by Medicare for Lipscomb's care, and having failed to receive payments from Medicare, Patricia as the wife of Lipscomb has allegedly (according to Chalet) incurred a community property debt to Defendants in the sum of \$17,772.30 after credit for payments from Medicare for Lipscomb's care and treatment. In other words, although the responsibility for payment of Lipscomb's medical expenses was Lipscomb's and his estate, bills for his care were sent by Defendants to Patricia as Lipscomb's wife for payment.

- 155. In his conduct as alleged herein, Kerendi and Does 1 20 acted as managing agent for CHA and acted to further CHA's interest in increasing revenue from Medicare by such conduct as keeping patients alive even when to do so contravenes valid directives from CHA's patients acting on their own or through surrogate decision makers such as the patient's next of kin of the patient's agent pursuant to a durable power of attorney. CHA knew of Kerendi's conduct and the conduct of Does 1 20, as alleged herein, and authorized such conduct, or learned about the conduct after it occurred and in various ways, ratified said conduct.
- 156. Defendants and each of them had a duty to Lipscomb to affirmatively respond to the directives of Patricia, who at all times following Lipscomb's admission to the Chalet, held a valid, operative durable power of attorney for Lipscomb, who by virtue of his cognitive impairment and his physical condition was unable to make healthcare decisions on his own.
- 157. Defendants and each of them knew that at all times following his admission to the Chalet, Lipscomb was unable to make health care decision on his own, and knew that Patricia's durable power of attorney was valid.
- 158. Rather than follow Patricia's direction that Lipscomb should be disconnected from life support, Defendants and each of them initially altered Patricia's form durable power of attorney simply by removing the signature page, and then through one pretext after another, causing a sequence

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of delays, simply managed to refuse to comply with Patricia's directive.

- 159. As alleged, on each occasion when Patricia sought to have Lipscomb's life support terminated, Kerendi, acting for himself and as agent for CHA, CHA HOLLYWOOD, and Does 2-5 represented to Patricia that he could not for one or another of a sequence or reasons, comply with her request, beginning with his simple representation that the power of attorney which she had provided to him and Chalet more than a month earlier, and which had previously been observed and found to be valid and effective by other care providers employed by Kerendi, CHA, CHA HOLLYWOOD and Does 2-5, was missing a signature page. Patricia relied on the aforementioned representations as true, and as a consequence did not immediately seek legal assistance, nor take any other action to enforce her statement demand that the ventilator be withdrawn from Lipscomb, at the time she first made that demand.
- 160. As a direct result of the misconduct of the defendants and each of them, Lipscomb (and Patricia as his spouse) have incurred financial liability to CHA for healthcare expense in the approximate sum of \$17,500 and other sums according to proof at trial.
- 161. By virtue of the foregoing, Defendants and each of them have acted with oppression and malice, and an assessment of punitive damages in a sum according to proof at trial is justified and appropriate.

#### NINTH CAUSE OF ACTION

(Violation of patient rights per Health & Safety Code §1430(b)

On behalf of Lipscomb as a former resident of a skilled nursing facility v. all defendants)

- 162. Plaintiff repeats and incorporates the allegations at paragraphs 1-4, inclusive.
- 163. Section 1430(b) of the Health & Safety Code provides a remedy to former residents of skilled nursing facilities. As alleged, Patricia is the successor in interest to the claims of her husband Dennis Lipscomb, deceased. As a resident of Chalet, Lipscomb was entitled to certain rights as set forth at 22 Cal. Code Regs. §72527. Included in those rights is the right at §72527(a) (4), i.e., the right

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to refuse any treatment or procedure.

- 164. Notwithstanding, when on June 1, 2014, Patricia and her brother Russell Curtis met with staff at Chalet including Kerendi, together with one Eunice Lee, RN, and a social worker or respiratory therapist (plaintiff is presently unsure which) named "Pinky" to discuss Patricia's demand that her husband be allowed to die by the removal of his ventilator, and at all times thereafter, defendants and each of them violated Lipscomb's rights under §72527(a) (4).
- 165. Plaintiff seeks damages in the sum of \$500 for this violation and an injunction per Health & Safety Code §1430(b) enjoining defendants from refusing to honor patient requests to discontinue treatment, including life sustaining treatment, and from erecting pretexts such as were employed by defendants in their coordinated effort to resist Lipscomb's request that his ventilator be disconnected.

#### TENTH CAUSE OF ACTION

(Unfair Bus. Practices under

Business & Prof. Code §17200, et seq.)

- 166. Plaintiff repeats and incorporates the allegations at paragraphs 1 4, inclusive.
- and then a leading actor in Hollywood, appearing in many movies and television productions. He later developed Muscular Dystrophy ("MD") a severe progressive neurological muscular degenerative disease leads to muscle weakness, then paralysis including paralysis of the muscles which allow for breathing. Lipscomb's MD reached the stage which confined him to a wheelchair for the last two years of his life. As his disease continued to progress Lipscomb still maintained some quality of life, and was able to enjoy the company of Patricia and friends. In February 2014, however, he suffered a major stroke or similar catastrophic neurological event and was admitted to Defendant's Hollywood Presbyterian Hospital, placed on life support including a ventilator, a g-tube for liquid nutrition, an IV line for necessary medication, and a Foley catheter to drain urine. Mr. Lipscomb was dysfunctional, and made to wear constrictive mittens as he occasionally tried to pull out tubes when left on his own. By March 11, 2014. Lipscomb's condition was stabilized and he was transferred from Hollywood

Presbyterian Hospital acute facility to its "distinct part" skilled nursing facility referred to hereinafter as the "Chalet."

- Patricia for instructions as Lipscomb's recognized surrogate decision maker. The question posed by nursing staff at the Chalet was whether to allow Lipscomb to die or on the other hand to attempt to resuscitate him. Patricia authorized staff to transfer her husband back to the acute facility. Within a few days Lipscomb was retransferred to Chalet and continued a course of general physical deterioration. In addition, his mental state was altered. Whereas before he had stopped breathing he was observed to be able to recognize family and friends, he was now entirely unable perceive his environment. He could not communicate, was vegetative and responsive only to painful stimuli. He had no cognitive function as evidenced by the fact that a "psyche evaluation" by a staff neuropsychologist Dr. Karotkin proved that Dennis was unable to engage in even the most basic of cognitive tests. Lipscomb was observed to stare blankly into space, mouth open.
- 169. After Lipscomb was retransferred to the Chalet following the episode on May 3 when he stopped breathing, Patricia became convinced that Lipscomb would not recover any meaningful brain function. Prior to June 1, 2014, Patricia demanded of Lipscomb's attending physician Kerendi that Lipscomb be removed from life support and that his body be allowed to die.
- 170. On June 1, 2014, Patricia and her brother Russell Curtis met with staff at Chalet including Kerendi, one Eunice Lee, RN, and a social worker or respiratory therapist (plaintiff is presently unsure which) named "Pinky." The purpose of the meeting was to respond to Patricia's demand that Lipscomb be allowed to die. Although Patricia had previous to the meeting provided Chalet staff and Kerendi with Lipscomb's a duly executed and valid durable power of attorney for healthcare appointing her as Lipscomb's agent, at the June 1 meeting, and although staff at the Chalet and the acute care facility had previously recognized Patricia's power and right to make health care decisions on behalf of Lipscomb, Kerendi nevertheless stated his refusal to comply with Patricia's demand. During the meeting, when confronted by Patricia with the fact that Lipscomb's power of attorney had been previously furnished to Kerendi, clearly entitling Patricia to direct Lipscomb's healthcare, including the direction to remove life support, Kerendi falsely stated (and knowingly

falsely stated) that the power of attorney was invalid because it was unsigned. The form power of attorney in the Chalet or Kerendi's file had apparently been altered by removing the signature page (which was not the last page of the power of attorney).

- 171. On June 1, and upon hearing Kerendi's claim that the Lipscomb power of attorney in Kerendi's file had no signature page, Patricia pulled a spare copy of the power of attorney from her papers and provided Dr. Kerendi with another copy of the Lipscomb durable power of attorney for healthcare, showing Mr. Lipscomb's notarized signature.
- 172. In response, Kerendi nonetheless continued in his refusal to comply with Patricia's valid demand that her husband be removed from life support, and instead stated that he would review the durable power of attorney with "staff," the "bio-ethics committee" and with "the risk management department."
- Following the June 1 meeting, there was no communication with Patricia on behalf of 173. Chalet, nor on behalf of Kerendi until approximately June 26, 2014. Another meeting between Patricia and Kerendi occurred at that time, and Patricia once again demanded that Lipscomb be removed from life support. At this time, however, Kerendi did not dispute her or Lipscomb's right to terminate life support, but nevertheless continued to refuse to comply with her valid directive. Instead, for the first time, Kerendi told Patricia that he wanted Lipscomb to have a "psyche evaluation" to determine whether Lipscomb was really unable to make decisions for himself. This explanation was false and pre-textual: Kerendi was easily qualified to make such a determination himself, Kerendi could himself determine that Lipscomb was in a state that prevented Lipscomb from making decisions of any kind, that Kerendi and Chalet nursing staff, including its social workers had long since treated Mr. Lipscomb as unable to meaningfully respond to them or make decisions for himself, and had, with respect to other health care decisions, sought instruction and followed instructions from Patricia. In short, no "psych eval" was necessary in order to comply with Patricia's valid demands regarding her husband as his legal representative. Moreover, even in the absence of a power of attorney, Patricia had the right as Lipscomb's wife to act as his surrogate decision maker and to direct the withdrawal of life support from Lipscomb; Kerendi's insistence on a power of attorney (signed or otherwise) was itself pre-textual.

174. A Dr. Kenneth M. Karotkin ("Karotkin") was the neuropsychologist tasked by Kerendi to interview Lipscomb and to determine whether Lipscomb lacked capacity to make health care decisions on his own. Kerendi's delegation to Karotkin was unnecessary given the terms of Probate Code 4658 ("attending physician" to make determination that a patient lacks capacity to make a health care instruction) and as stated, Kerendi's referral to Karotkin was pre-textual for the purpose of deferring compliance with Patricia's directive to allow her husband to die. After a brief examination, Karotkin reported to Kerendi that Lipscomb's condition was what it appears to everyone else including Kerendi to be: Lipscomb was found to be unable to communicate, with no cognitive function, and unable to engage in even the most basic test of cognitive function. This interview and determination was on June 29, 2014. Nonetheless, even following Karotkin's "interview" there is no further action taken with respect to Patricia's demand that life support be removed until one day after Lipscomb's Medicare benefit for his care at the Chalet was exhausted on July 16, 2014. That is, it was not until the day following, or on July 17, 2014, that Chalet nursing staff responded to an order from Kerendi to start a "morphine drip" into Lipscomb's vein as a first step in disconnecting Lipscomb's ventilator. Otherwise, and until July 16, no action had been taken to allow Lipscomb to die in spite of Patricia's demand some 60-70 days earlier. On July 30, 2014, Kerendi ordered Chalet staff to finally withdraw ventilator support. Lipscomb promptly stopped breathing and died. During the period from July 17 until July 30, during which Lipscomb was on a morphine drip, there was no impediment of any sort which would have prevented Chalet staff from withdrawing life support. And during this period Lipscomb was in a state which Chalet nursing staff described to Patricia as an "unarousable sleep" or an "induced coma."

- 175. At all times during Patricia's visits to her dying husband, Chalet staff arranged for a security guard to be present to oversee and intrude while Patricia grieved, during what should have been private time with Lipscomb. This conduct was carried out in reckless disregard of the probability that Patricia would suffer extreme emotional distress from this intrusion while dealing with normal emotional distress stemming from having to seek to enforce her and Lipscomb's wish to terminate his life.
  - 176. The motive for Defendants' failure to respond promptly to Patricia's demand that

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Lipscomb be taken off life support was purely financial. Lipscomb was admitted to Chalet after a period of hospitalization lasting more than 3 days. Accordingly, Defendants could expect Medicare authorities to pay Chalet for up to 100 days of subacute care at the Chalet at a rate of approximately \$35,460.00 per month, or more. Only when Medicare benefits had been exhausted (i.e., after 100 days) would Kerendi and his co-defendants comply with Patricia's proper demand. In fact, Defendants miscalculated the sums they would be paid by Medicare for Lipscomb's care, and having failed to receive payments from Medicare, Patricia has allegedly (according to Chalet) incurred a debt to Defendants in the sum of \$17,772.30 after credit for payments from Medicare for Lipscomb's care and treatment.

- 177. In his conduct as alleged herein, Kerendi and Does 2 20 acted as managing agent for CHA and acted to further CHA's interest in increasing revenue from Medicare by such conduct as keeping patients alive even when to do so contravenes valid directives from CHA's patients acting on their own or through surrogate decision makers such as the patient's next of kin of the patient's agent pursuant to a durable power of attorney. CHA knew of Kerendi's conduct and the conduct of Does 1 20, as alleged herein, and authorized such conduct, or learned about the conduct after it occurred and in various ways, ratified said conduct.
- 178. Defendants and each of them had a duty to Lipscomb to affirmatively respond to the directives of Patricia, who at all times following Lipscomb's admission to the Chalet, held a valid, operative durable power of attorney for Lipscomb, who by virtue of his cognitive impairment and his physical condition was unable to make healthcare decisions on his own.
- 179. Defendants and each of them knew that at all times following his admission to the Chalet, Lipscomb was unable to make health care decision on his own, and knew that Patricia's durable power of attorney was valid.
- 180. Rather than follow Patricia's direction that Lipscomb should be disconnected from life support, Defendants and each of them initially altered Patricia's form durable power of attorney simply by removing the signature page, and then through one pretext after another, causing a sequence of delays, simply managed to refuse to comply with Patricia's directive.
  - 181. The conduct of defendants and each of them denied to Lipscomb care as he had

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directed.

- 182. The conduct of the defendants, and each of them amounted to an unfair, illegal and fraudulent business practice.
- 143. As a direct result of the conduct by Defendants and each of them, Lipscomb is entitled to restitution in the sum of \$17,500 together with interest as appropriate, and otherwise according to proof at trial.
- 143. Defendants should be properly enjoined from destroying or altering records, including powers of attorney entrusted to them, from falsely stating their inability to withdraw life support when requested to do so by their patients, including requests from patient's surrogate decision makers such as next of kin or agents pursuant to a durable power of attorney, where the patient, like Lipscomb, was unable to make health care decisions for themselves, and from acting on their own conflicting financial interests at the expense of their duties to at all times act for the benefit of their patients.

WHEREFORE, Plaintiff prays for relief as follows:

- a. For general damages on behalf of Lipscomb, notwithstanding the death of Lipscomb, according to proof.
- b. For special damages in the sum of approximately \$17,500 and otherwise according to proof at trial.
- c. For punitive damages according to proof in respect to the conduct causing injury and harm to Lipscomb.
  - d. For general damages according to proof on behalf of Patricia.
- e. For punitive damages according to proof in respect to the conduct causing injury and harm to Patricia.
  - f. For restitution of the sum of \$17,500.
- g. For an injunction precluding defendants from disregarding valid instructions from patients or their surrogate decision makers to terminate medical treatment even if doing so may lead to the death of incapacitated patients.

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h. For such other and further relief as the court may deem just and proper.

BALISOK & ASSOCIATES, INC.

RUSSELL S. BALISOK
Attorneys for Plaintiff

# PROOF OF SERVICE

1	· · · · · · · · · · · · · · · · · · ·
2	STATE OF CALIFORNIA ) COUNTY OF LOS ANGELES )
	I am employed in the County of Los Angeles, State of California. I am over the age of 18 and
4	not a party to the within action; my business address is 330 North Brand Boulevard, Suite 702,
5	Glendale, California 91203.
6	On May 8, 2017 I served the document described as SECOND AMENDED COMPLAINT
7	FOR DAMAGES AND INJUNCTIVE RELIEF on all interested parties by enclosing copies thereof in sealed envelopes addressed as below.
8	in socied envelopes addressed as solow.
Ĭ	Kenneth R. Pedroza, Esq. Counsel for Defendant Farough Kerendi, M.D.
9	E. Todd Chayet, Esq.
10	Cole Pedroza LLP
i	2670 Mission St., Ste. 200
11	San Marino CA 91108 (626) 431-2787
12	(626) 431-2787 (626) 431-2788 (fax)
13	
13	Scott D. Buchholz, Esq. Counsel for Defendant CHA Health Systems,
14	Victoria G. Stairs, Esq. Inc. and CHA Hollywood Medical Center, L.P.
15	Evan A. Kalooky, Esq.  Dummit, Buckholz & Trapp
	101 W. Broadway, Ste. 1400
16	San Diego CA 92101
17	(619) 231-7738
10	(619) 231-0886 (fax)
18	
19	[X] (BY MAIL) I am readily familiar with the practice of Balisok & Associates, Inc. for collection
20	and processing of correspondence for transmitting via next business day service through USPS
	Under that practice it would be deposited with the United States Postal Service on that same
21	day with postage thereon fully prepaid at Los Angeles, California, in the ordinary course of
22	business. I am aware that on motion of the party served, service is presumed invalid if postal cancellation date or postage meter date is more than one day after date of deposit for
23	mailing an affidavit.
24	[X] (STATE) I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.
<u>~</u> 25	Executed on May 8, 2017 at Los Angeles California
	Executed on May 8, 2017 at Los Angeles California.
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1926 1927 1927	Rebecca I. Zimmer
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