Superior Court of California. Sacramento 07/03/2023 WILLIAM C. SEIFFERT, Bar No. 140291 zevaadn Law Office of William C. Seiffert P.O. Box 3231 2 By Citrus Heights, CA 95611-3231 34-2021-00298783-CU-NP-GDS Telephone: (916) 729-6249 3 Attorney for: Defendants THE LIGHT FOR SENIORS, INC. 4 and CAROL COSTA-SMITH 5 7 SUPERIOR COURT OF CALIFORNIA, COUNTY OF SACRAMENTO 8 9 DIGNITY HEALTH, dba MERCY GENERAL) Case No. 34-2021-00298783 10 HOSPITAL, a California Nonprofit Public Benefit Corporation, DIGNITY 11 COMMUNITY CARE dba METHODIST ANSWER TO HOSPITAL OF SACRAMENTO, A Colorado 12 AMENDED COMPLAINT Nonprofit Corporation, 13 Trial Date: November 13, 2023 Plaintiff. 14 15 DAPHNE MUEHLENDORF, and DOES 1 through 10, 16 Defendants. 17 Defendants, CAROL COSTA-SMITH, individually and doing business as THE LIGHT 18 FOR SENIORS, INC. dba LIGHT SOURCE INSURANCE SOLUTIONS, hereby answer the 19 complaint filed herein, for themselves only and no other Defendant, by admitting, denying, and 20 alleging as follows: 21 1. Defendants deny generally, specifically, conjunctively, and disjunctively, each and 22 every allegation of the complaint. Defendants further denies that Plaintiffs have been damaged 23 in the various sums alleged or in any other sum or sums or at all. 24 FIRST AFFIRMATIVE DEFENSE 25 2. Plaintiff's right to recovery, if any, is barred by the doctrine of waiver. 26 27 THE LIGHT FOR SENIORS ANSWER Page 1 of 10 Case No. 34-2021-00298783

Filed

Deputy

THIRD AFFIRMATIVE DEFENSE

4. The complaint fails to state facts sufficient to constitute a cause of action against Defendants.

FOURTH AFFIRMATIVE DEFENSE

5. Plaintiff's right to recovery, if any, is barred by the doctrine of promissory estoppel.

FIFTH AFFIRMATIVE DEFENSE

6. Plaintiff is estopped from asserting any claims against Defendant by virtue of his unclean hands, and the unclean hands of his agents, employees and personnel that is chargeable to Plaintiff.

SIXTH AFFIRMATIVE DEFENSE

7. Any and all events and happenings, and the damages, if any, referred to in the complaint, were proximately caused and contributed to by the negligence and fault of Plaintiff in that Plaintiff did not exercise ordinary care on its own behalf at the times and places referred to and, therefore, Plaintiff is completely barred from recovery herein, or, in the alternative, under the doctrine of pure comparative negligence invoked, the acts of Plaintiff reduced his right to recover herein by the amount in which such acts contributed to the alleged loss.

SEVENTH AFFIRMATIVE DEFENSE

8. Third persons, unknown to Defendants, intentionally and/or negligently caused the matters alleged in Plaintiff's complaint; that said acts of these unknown third persons were active, primary and the proximate cause of the damages complained of, if any there were.

EIGHTH AFFIRMATIVE DEFENSE

9. There exists no causal relationship between any loss suffered by Plaintiff and any allegedly wrongful act by these answering Defendants.

NINTH AFFIRMATIVE DEFENSE

10. By reason of their knowledge, statements and conduct, plaintiffs, their agents and employees have theretofore consented to all of the acts or omissions on the part of these answering defendants.

TENTH AFFIRMATIVE DEFENSE

11. Discovery in this matter has yet to commence and the defendants have not completed an investigation of the facts surrounding plaintiffs' complaint and the allegations contained therein. Accordingly, the defendants specifically reserve the right to assert additional affirmative defenses as other facts and evidence become known to the defendants.

ELEVENTH AFFIRMATIVE DEFENSE

12. Plaintiffs would be unjustly enriched if allowed to recover on this complaint.

TWELTH AFFIRMATIVE DEFENSE

13. The debt alleged in the Complaint has been paid in full by a combination of Medicare, Medi-Cal and share of costs payments made by Defendants.

THIRTEENTH AFFIRMATIVE DEFENSE

14. Defendants and Plaintiffs agreed the defendant would move out of the facility on May 21, 2021.

FOURTEENTH AFFIRMATIVE DEFENSE

- 15. Plaintiffs filed this instant action against Defendants in retaliation for complaining to the MediCal/Medicare licensing boards.
 - 16. All "aggrieved parties" are aggrieved due to Mercy General's refusal to find a Skilled Nursing Facility (SNF) as requested by the patient.

"42 CFR 482.43(c)(6): The hospital must include in the discharge plan a list of HHAs or SNFs (skilled nursing facilities) that are available to the patient, that are participating in the Medicare program, and that serve the geographic area (as defined by the HHA) in which the patient resides, or in the case of a SNF, in the geographic area requested by the patient. HHAs must request to be listed by the hospital as available."

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Plaintiff Mercy further delayed the process by taking nine days to respond to Defendant's request for proof that Defendant Daphne Muehlendorf was in their facility so Defendant could expedite the Medi-Cal application. Upon receipt of the letter, Medi-Cal immediately began processing the Medi-Cal application. It is uncertain when Plaintiff began looking for Skilled Nursing Facilities (SNF) and when one could have been found. Medi-Cal approval is not a requirement to move a patient to a Skilled Nursing Facility.

- 17. This Defendant was never a patient in Mercy General Hospital and therefore do not continue to remain there as alleged in the Amended Complaint and all Defendants did not unreasonably and unlawfully refuse discharge.
- 18. Defendants agree that there are laws in place protecting patients and requiring a Safe Discharge. MERCY GENERAL HOSPITAL unreasonably refused to find a Safe Discharge and was trying to send Daphne Muehlendorf home for the second time. After the first time she was discharged to home by MERCY GENERAL HOSPITAL she had to be readmitted in worse condition than when she left, according to Defendant Terra Khan, her daughter, who is also a Registered Nurse. Defendant relied on Terra Khan's assessment of her mom's needs and spoke with Defendant Daphne Muehlendorf who cried and said she was afraid to return home alone. Defendants are being sued because they did not agree to an UNSAFE DISCHARGE, which is against the law and was MERCY HOSPITAL's only discharge plan. Mercy Hospital refused to even look for a SNF. Instead, they immediately got their attorney involved who began setting up his lawsuit by not responding to the care plan requested by the patient and stepped into the "Discharge Planner" role. Defendants immediately and continually requested Mercy Hospital find a SNF, which is required. Defendants have no ability to look for and provide medical documents to SNFs to request acceptance. Plaintiff's attorney purposely delayed the process so he could sue for Mercy Hospital's delay.
- 19. Plaintiffs allege, "THE LIGHT FOR SENIORS INC had advance knowledge of the unfitness of Defendant CAROL COSTA SMITH as an employee..." without any facts to substantiate said claim. Defendants were successful in stopping an UNSAFE DISCHARGE and

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- 20. Plaintiff's attorney became the main contact for Daphne Muehlendorf's discharge plan and offered one ridiculous option that any reasonable person could not accept because Defendant Daphne Muehlendorf would not be able to sign a contract stating she could pay more than her income for a sustained period of time. Further, Mercy Hospital knew that Attorney Dennis McPherson was not licensed to act in the capacity of a Discharge Planner and was required to have a supervisor in that capacity. Attorney Dennis McPherson refused to state who his supervisor was in his capacity as Discharge Planner. Note that Daphne's condition and needs were discussed with Attorney McPherson and he was making decisions on what care was offered. It was not until he offered "a SNF," did Defendants say yes. Defendants agreed to the very first SNF offered, as originally requested, and as required by Mercy Hospital to find. Mercy Hospital knew that Attorney Dennis McPherson was NOT LICENSED to act as a Discharge Planner and was unfit in that capacity, but did use that position to set up Defendants for a lawsuit. Mercy states Defendants ignored "all discharge options," but only offered ONE that Defendants refused due to affordability after 90 days. Defendants did nothing "unlawfully" and it would have been "unreasonable" to advise her clients sign a Care Contract that Daphne Muehlendorf and her daughters could not afford, especially since there were affordable options that Mercy General refused to provide in the beginning.
- 21. Defendants did successfully implement the care plan that was initiated from the start. Defendant Daphne Muehlendorf did go to a Skilled Nursing Facility, she completed her rehabilitation at Bruceville Terrace and was there at least one day after her rehabilitation ended as was a requirement for this care plan. She was then moved to Legacy Oaks Assisted Living Facility on the Assisted Living Waiver Program (ALWP) under Medi-Cal with a monthly rent of

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\$1155, which was within her income. All delays were due to Mercy Hospital and Attorney Dennis McPherson's "wrongful conduct."

22. Defendants requested a SNF placement immediately and all Defendants wanted Daphne Muehlendorf to leave immediately to a SNF. But Mercy Hospital did not look for a SNF as required ("must") by "42 CFR 482.43(c)(6): The hospital **must** include in the discharge plan a list of HHAs or **SNFs...**" Defendant also knew about COVID, but that does not require Daphne Muehlendorf to go home to die so someone else can have her bed. Defendants were doing everything possible to get a SAFE DISCHARGE and Mercy Hospital was causing delays. Defendants also know the requirements of the Discharge Planners' role and Daphne Muehlendorf's Patient Rights. Mercy Hospital and their attorney unlawfully ignored Daphne's right to participate in her own Discharge Plan. Her only request was that she not be discharged to home alone, and that she would be moved to a facility she could afford.

42 CFR 482.13(b)(1) & (2)

(b) Standard: Exercise of rights.

- (1) The patient has the right to participate in the development and implementation of his or her plan of care.
- (2) The patient or his or her representative (as allowed under State law) has the right to make informed decisions regarding his or her care. The patient's rights include being informed of his or her health status, being involved in care planning and treatment, and being able to request or refuse treatment. This right must not be construed as a mechanism to demand the provision of treatment or services deemed medically unnecessary or inappropriate.

Patients have rights to participate in their discharge plan and the hospital is required to provide a SAFE DISCHARGE that they can afford. Defendants broke no laws and only asserted their rights. Mercy Hospital tried to break the law and was stopped, and then failed to do the one thing that was requested and that they "must" do, and that was to provide a SNF discharge. To fail to do that and delay this discharge only makes Mercy Hospital aggrieved by their own inaction.

23. Mercy Hospital should pay for their own delays and inaction. THE LIGHT FOR SENIORS INC is located in San Diego and relies on patients and their families to determine their own needs. Carol Costa-Smith is not a licensed medical professional and does not medically assess THE LIGHT FOR SENIORS INC clients.

24. A CCA (Care Coordinating Agency) is contracted with Medi-Cal to administer the Assisted Living Waiver Program (ALWP). The CCA who worked on Defendant's case is Senior Care Solutions and the RN who evaluated Daphne is Lauren Firenze. In the many years THE LIGHT FOR SENIORS INC has been working in coordination with Senior Care Solutions, Lauren has only provided approval or denial. It is not necessary that THE LIGHT FOR SENIORS INC know the Tier Level of their clients because it does not affect the Medi-Cal aspect. Sometimes the client or family will let THE LIGHT FOR SENIORS INC know of the Tier Level, but that is rare. Daphne Muehlendorf was "approved" for the ALWP as per her assessment. That requirement would be that she was not safe to return home alone.

25. That Defendants "were provided multiple safe placement options" is factually false. Plaintiff's attorney knows it is false because he was the only one offering placement options. One non-SNF facility was offered, that Mercy would pay for 90 days, then after that the patient must assume the cost of the rent that greatly exceeded her income. She could not sign this contract. The only SNF that was offered was accepted immediately, at the time it was offered. Defendant said YES!

26. Defendants were concerned about Daphne Muehlendorf's safety, which was no concern to Mercy Hospital or their attorney. Defendants are not required by law to sacrifice Daphne because someone needs her bed and Mercy will not provide a SNF placement. Plaintiffs claim there were "multiple facilities" but continuously mention just the ONE where Mercy will pay for 90 days. Daphne had mental capacity to participate in her own care plan, which was her Patient's Right, which was ignored "intentionally," "recklessly," and with "conscious disregard for the consequences" for the Defendant's SAFETY.

27. Attorney Dennis McPherson was "the Discharge Team" and Defendants cooperated fully with him as he set everyone up for a lawsuit. Defendant did talk with a placement agent who told her the rent would exceed \$3,500 per month, which exceeded Daphne's income and ability to pay after the 90 days. Defendant told the agent that the facility must write in the contract that the rent will never exceed her client's income and was told no one would provide such a contract. No facilities were offered by the placement agent. Mercy should have been looking for a SNF.

- 27. The Mercy General physician deemed Daphne Muehlendorf eligible for discharge and Defendants immediately requested a SNF placement. Defendant daughter Terra Khan is an RN and never told THE LIGHT FOR SENIORS INC that it was safe for Daphne to return home, and in fact said that it was UNSAFE for her to be discharged to home. Defendant daughter Petra Coffin also did not say it was safe to go home. Senior Care Solutions' Lauren Firenze RN evaluated Daphne Muehlendorf and approved her for the ALWP which requires her need for facility care. Hospital goals met often fall short for safety at home alone. That she was approved for the ALWP means she needs significant care and/or supervision. There were only three choices: Unsafely discharge her to home, discharge her to a facility she could not afford, or discharge her to a SNF, which is required by law that Mercy Hospital discharge planners provide. Defendants agreed to the FIRST ONE offered.
- 28. What Defendant's needed to know was, "What are her care needs?" Plaintiff does not care what happens to her after she leaves because it becomes her working daughters problem to keep her safe and alive and home care was not the option. It does not matter what a doctor or physical therapist thinks or what Tier Level someone rates. Defendant needed care, and Mercy Hospital did not accurately assess her care needs and initially refused to provide for her actual care needs. If she can walk 100 steps and falls over because her blood sugar is not managed properly, it does not matter if the PT goals are met.
- 29. Defendant did read the Bruceville Terrace discharge document after Daphne Muehlendorf moved to Legacy Oaks and it confirmed that Daphne needed facility care. Mercy

Hospital refused to work with Daphne Muehlendorf and her advocate THE LIGHT FOR 1 SENIORS INC to immediately look for a SNF. Instead they brought in an unlicensed Discharge 2 Planner who held himself out to be nice and helpful, and with whom THE LIGHT FOR 3 SENIORS INC took all his calls and answered all his emails and explained over and over and 4 over why Daphne needed to go to a SNF, and continued to cooperate until THE LIGHT FOR 5 SENIORS INC was told that she was going to be sued and then insisted on continued 6 cooperation after she was told she was going to be sued so he could gather more information and trap Defendants in his lawsuit. Defendants cooperated fully with Plaintiff's attorney. 8 Defendants did not cause a "blockade" of the hospital, which is the only law Plaintiff's attorney could find to sue Defendants when Plaintiff had dirty hands in not allowing Defendant to be 10 discharged to a SNF as required by law. Not allowing an UNSAFE DISCHARGE, which 11 Plaintiff admits is ILLEGAL, does NOT constitute a "blockade." Because Defendants did not 12 allow Mercy Hospital to break the law, does not mean Defendants broke the law. Mercy 13 Hospital broke the law by not providing a SNF placement immediately and dragging Defendants 14 and DOES 1 through 10 through this lawsuit. 15

- 30. Defendants did not "commit malice," "fraud" or "oppression." In this case, Mercy Hospital refused to cooperate. Instead they brought in their attorney right away to act as an unlicensed Discharge Planner and set Defendants up for a lawsuit. This has caused a lot of lost time, attorney's fees, and stress on all the defendants. Defendants should recover their costs and damages for a malicious lawsuit.
- 31. Defendants never misrepresented Daphne's physical condition. In fact her condition was evaluated and Mercy Hospital's physicians and physical therapists were contradicted by the ALWP evaluation. Mercy Hospital's evaluation was malicious so as to allow an unsafe discharge with no regard for Daphne's safety or her Patient Rights. Due to laws in place protecting patients and requiring a safe discharge, MERCY GENERAL HOSPITAL cannot discharge defendants unless there is safe, accepting placement. Patients are entitled to say no to specific SNFs or facilities based on their start rating or location, or smell. Bruceville Terrace is a

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ONE STAR out of FIVE. Defendants accepted it just to get her out of that hospital and away from the harassment Daphne incurred by the staff.

WHEREFORE, these answering Defendants pray that Plaintiff take nothing by reason of the complaint filed herein; that answering Defendants be awarded attorney fees and costs of suit incurred herein; and for such other and further relief as the Court may deem just and proper.

Dated: June 30, 2023

WILLIAM C. SEIFFERT Attorney for Defendants

	POS-030
ATTORNEY OR PARTY WITHOUT ATTORNEY (Name, S) William C. Seiffert 140291 Law Office of William C. Seiffert P.O. Box 3231 Citrus Heights, CA 95611-3231 TELEPHONE NO.: (916) 729-6249 FAX NO. (Optional): E-MAIL ADDRESS (Optional): Wseiffert@att.net ATTORNEY FOR (Name): Defendants Costa-Smith & Light for Seni SUPERIOR COURT OF CALIFORNIA, COUNTY OF Sacramento STREET ADDRESS: 720 - 9th Street MAILING ADDRESS: CITY AND ZIP CODE: Sacramento, CA 95814-1398 BRANCH NAME: Gordon D. Schaber Courthouse PETITIONER/PLAINTIFF: DIGNITY HEALTH ET AL	FOR COURT USE ONLY
PROOF OF SERVICE BY FIRST-CLASS MAIL - CIVIL	CASE NUMBER:
TROOF OF SERVICE BY FIRST-CEASS MAIL - CIVIL	34-2021-00298783
(Do not use this Proof of Service to show service of a S	cummons and Complaint.)
took place. 2. My residence or business address is: P.O. Box 3231 Citrus Heights, CA 95611 3. On (date): 7/1/23 L mailed from (city and state)	
3. On (date): 7/1/23 I mailed from (city and state) the following documents (specify): Amended Answer to Amended Complaint	: Citrus Heights, CA
The documents are listed in the Attachment to Proof of Service by First-Class M (form POS-030(D)).	Mail - Civil (Documents Served)
 I served the documents by enclosing them in an envelope and (check one): a. depositing the sealed envelope with the United States Postal Service with the Uni	siness practices. I am readily familiar with this ling. On the same day that correspondence is
	Ulric N. Duverney, Esq. 8 Watt Avenue, Suite E-510 ramento, CA 95821
The name and address of each person to whom I mailed the documents is list by First-Class Mail-Civil (Persons Served) (POS-030(P)).	ted in the Attachment to Proof of Service
I declare under penalty of perjury under the laws of the State of California that the foreg	oing is true and correct.
Date: 7/1/23 WILLIAM C. SEIFFERT	in ! Suffered
(TYPE OR PRINT NAME OF PERSON COMPLETING THIS FORM)	SIGNATURE OF PERSON COMPLETING THIS FORM)