

HOSPITAL LITIGATION REPORTER

Volume 22 Number 7 July 2011

	In The News In The Courts In The Law Journals Jurisdiction Index Cases Index Topical Index Back	. 98 110 111 111	Health system and employee are entitled to immunity for birth injury claims Insurance Notice to insurer of incident exposing clinic to possible liability was reasonable	10
	CASES IN THIS ISSUE:		Insurer is not liable to hospitals for unpaid Medicare services	10
	Abuse Reporting	Malpractice		
CONTRACTOR .	Mother's claims alleging healthcare providers wrongly caused her to lose custody may proceed	98	Estate's action against hospital may proceed despite dismissal of hospital's nurses	10:
	Damages		Malpractice action alleging failure to properly treat deep vein thrombosis dismissed	10:
	 Statutory cap applies to noneconomic damages awarded to estate of deceased patient 	99	 Physician must contribute to award against hospital in malpractice action 	10
	 Family's \$590,000 damages award in wrongful death action against hospital upheld 	100	 Fault in medical malpractice suit apportioned equally between hospital and doctor 	10
	Discovery Hospital is entitled to discovery of		 \$160,000 Awarded to patient injured by delayed diagnosis and treatment 	10'
	information from non-party medical center	100	Medicaid	
	 Defendant hospital's challenge to discovery order in sexual assault case rejected 	101	Monetary relief erroneously awarded to hospitals challenging Medicaid rate freeze	10
and the	EMTALA		Negligence	
	 Mother lacks standing to bring EMTALA claim on behalf of minor daughter 	101	 Jury must determine hospital's negligence regarding patient's slip and fall accident 	108
	Employment		Payment	8
	Dismissal of medical resident's Title VII retaliation claim affirmed	102	 Class certification affirmed in action challenging provider's billing practices 	108
Expert Testimony		Peer Review		
	 Patient must produce expert evidence to contradict hospital's expert evidence 	102	 In camera review of documents withheld under peer review privilege ordered 	109
	 Patient's medical expert's report established applicable standard of care Claim alleging medical facility used unclean 	103	Staff Privileges Physician's discrimination claims following NPDB report not adequately supported	109
	equipment requires expert testimony	103	Wrongful Birth	
	 Patient claiming slip and fall injuries must present expert testimony 	104	Costs of caring for child during majority not recoverable in wrongful birth action	109

In The News

Hospital to pay \$4.3 million in medical malpractice case

An Ohio hospital has agreed to pay \$4.3 million in connection with the birth of a girl who suffered brain damage during delivery in 2008.

Crystal Rinker was admitted to Mercy Medical Center in March 2008 and was given Pitocin at least twice during the day to induce labor. According to the lawsuit filed in Stark County Common Pleas Court, nurses failed to recognize that the fetus was displaying intolerance to labor.

Ultimately, Rinker underwent a cesarean section. A neonatal team had to resuscitate the baby, who was named Jordan. Jordan, has been diagnosed with cerebral palsy and developmental delay. Attorneys in the case will receive \$1.6 million with the remaining \$2.7 million going to Jordan.

\$8.8 Million awarded to doctor claiming hospital destroyed his career

A Nevada jury has awarded an anesthesiologist \$8.8 million, finding that University Medical Center wrongfully terminated him and tarnished his reputation.

Dr. Charles Williams was suspended from the hospital after a 2005 kidney transplant. Williams was the anesthesiologist for the surgery, and there were complications. The hospital alleged that Williams was a drug abuser.

Williams claimed that the hospital terminated him in order to protect its transplant program. Williams submitted multiple clean drug tests to the hospital, but he was never welcomed back. The lawsuit alleged that Williams lost his medical practice and his family as a result of the ordeal.

The parties reached an agreement prior to the verdict that Williams would receive \$6.5 million. The money was to be paid within 14 days, and the hospital will forego an appeal.

Williams v. Univ. Med. Ctr. of S. Nev., No. 09-0554 (D. Nev. verdict entered May 26, 2011)

In The Courts

Abuse Reporting

Constitutional Law

Immunity

Mother's claims alleging healthcare providers wrongly caused her to lose custody may proceed

Smith v. Barrow Neurological Inst. of St. Joseph's Hosp. & Med. Ctr., No. 10-1632 (D. Ariz. May 4, 2011)

The U.S. District Court for the District of Arizona ruled that healthcare providers are not entitled to the dismissal of a mother's claims alleging the providers wrongly caused the mother to lose custody of her minor daughter.

Over a period of at least two years, Leanna Smith's daughter, C.R., experienced several severe medical symptoms, the etiology of some of which was unknown, and underwent several medical procedures related to those symptoms. During all or part of this period, C.R. was covered by the Arizona Health Care Cost Containment System. Dr. Harold Rekate was C.R.'s neurosurgeon for certain periods of time, and resigned from the case at least twice. Charles Alfano was a vice president with Catholic Healthcare West, d/b/a St. Joseph's Hospital and Medical Center, d/b/a Barrow Neurological Institute.

Smith had expressed to Alfano her frustration with the hospital's treatment of C.R. Alfano replied that this issue was not about C.R., that it was personal between him and Smith, and that Smith "would not like what we are going to do to you next." Alfano or someone at his direction submitted a complaint against Smith to Arizona Child Protective Services (CPS). Dr. Bruce White also made a report to CPS asserting that Smith was making poor decisions about C.R.'s treatment.

When C.R. was transferred to the Banner Desert Medical Center, Dr. Scott Elton became her new neurosurgeon. Elton subsequently asserted that the etiology of C.R.'s symptoms was psychological. Four doctors, including Elton, later signed a document asserting that "returning home to mother's care will impede CR recovery and be further Psy-

Hospital Litigation Reporter is published monthly by Strafford Publications, Inc., 590 Dutch Valley Road, N.E., P.O. Box 13729, Atlanta, GA 30324-0729, (404) 881-1141. E-mail: custserv@straffordpub.com. Web site: www.straffordpub.com. One year: \$497 + \$24.95 S&H. Two years: \$894 + \$49.90 S&H (a \$100 savings). Back issues are available. Multiple subscription discount rates on request. For assistance or to renew your subscription: Call: (800) 926-7926, ext. 10, Fax: (404) 881-0074, E-mail: custserv@straffordpub.com, or Online: www.straffordpub.com.

Executive Editor: Amy K. Davis, Esq. Associate Editor: Zahna Ellis. Research/Database Editor: Plua Vue. Production Editor: Christina Sacco. Publisher: Richard M. Ossoff. Vice President: Jennifer F. Brown, Esq.

Copyright © 2011 by Strafford Publications, Inc. All rights reserved. REPRODUCTION IS PROHIBITED. No part of this publication may be reproduced or transmitted in any form, by any means, electronic or mechanical, including photocopy, recording or any information storage or retrieval system, without prior written permission from the publisher. Making cover-to-cover copies or faves of this newsletter or forwarding it via email or other electronic means to any person without our prior written permission is not fair use. Such copying, faxing and forwarding are all illegal under Federal Copyright law (17 USC 101 et seq.). ISSN 1048-5201. Cite as [Vol. No.] Hosp.Lit.Rep. [Page No.]. References to HLawWk refer to Health Law Week, also available from Strafford Publications, Inc. IMPORTANT NOTICE: This publication is designed to provide accurate and authoritative information in regard to the subject matter covered. It is distributed with the understanding that the Publisher and Editors are not engaged in rendering legal, accounting or other professional advice or service. If legal advice or other expert assistance is required, the services of a competent professional person should be retained.

chologically and Medically Harmful to CR." C.R. was placed in CPS custody and went into foster care. Subsequently, C.R. developed meningitis.

Smith brought an action against Banner Health System, Banner Desert Medical Center, Elton, Catholic Healthcare, Alfano and Rekate. Count 1 alleged gross negligence and intentional interference with custody of a child. Count 2 alleged violation of civil rights under 42 U.S.C. § 1983 by virtue of (1) false allegations about Smith, (2) depriving Smith of custody of C.R., (3) engaging in the aforementioned actions in retaliation for Smith exercising her First Amendment rights, and (4) an agreement between private and public actors to violate Smith's rights. The defendants moved to dismiss Smith's first two claims

The district court denied the defendants' motion. In so ruling, the court rejected the defendants' argument that they owed no duty to Smith in light of her being an alleged child abuser. The court noted that Smith did not allege mere negligence in her claim and the defendants cited no law for the proposition that duty is an element of intentional interference with custody of a child.

The district court also rejected the defendants' argument that they were immune under state law and that Smith failed to allege malice to defeat immunity. The court noted, however, that malice was expressly pled in the complaint. Thus, the existence of malice "is a factual question that cannot be resolved on a motion to dismiss. Likewise, the court found no merit in the defendants' argument that there was no state action for purposes of § 1983, noting Smith expressly alleged the existence of an agreement between government defendants and private defendants to violate her constitutional rights.

Damages

Wrongful Death

Constitutional Law

Statutory cap applies to noneconomic damages awarded to estate of deceased patient

Estate of McCall v. United States, No. 09-16375 (11th Cir. May 27, 2011)

The Eleventh U.S. Circuit Court of Appeals affirmed a · district court's application of a statutory cap to noneconomic damages awarded to the estate of a deceased obstetrical patient in a wrongful death action brought by the estate.

In June 2005, Michelle McCall received prenatal medical care at a U.S. Air Force clinic as an Air Force dependent. Mc-Call developed severe preeclamsia during the third trimester, and labor was induced. Following her delivery of a healthy baby boy, McCall's obstetrician extracted her placenta and repaired several vaginal lacerations.

The attending nurse did not inform the physician that Mc-Call's blood pressure was dangerously low, and McCall ultimately became unresponsive. She did not regain consciousness, and was taken off life support on Feb. 27, 2006.

McCall's estate sued the United States for wrongful death, and a district court found that McCall's noneconomic damages totaled \$2 million. The district court then applied a \$1 million statutory cap to these damages under an applicable Florida statute. The estate appealed, alleging the cap violated the Equal Protection Clause of the Fourteenth Amendment and constituted a taking under the Fifth Amendment.

The Eleventh Circuit concluded that the Florida Legislature identified a legitimate governmental purpose in passing the statutory cap, namely to reduce the cost of medical malpractice premiums and healthcare within the state and, accordingly, the cap did not violate the Equal Protection Clause. Nor did the cap constitute a taking under the Fifth Amendment. The Takings Clause applied to the taking of private

Strafford

Health & Hospital Law Advisory Board

Scott Beckman, JD, Vice President of Risk Management and Insurance Advocate Health Care Network Oak Brook, Illinois

Alan D. Bloom, General Counsel Maxicare Health Plans Los Angeles, California

Winifred Carson-Smith, Esq. Nursing Law Consultant Washington, D.C.

Guy Collier, Partner Health Law Department McDermott, Will & Emery Washington, D.C.

Lynda Faldmo, R.N., JD, Executive Director for Health System Risk Management University Health Care Salt Lake City, Utah

Herb Ford, JD, Director of Professional Compliance University of Physicians, University of Missouri Columbia, Missouri

Donald H.J. Hermann, Prof. of Law & Philosophy Director, Health Law Institute DePaul University College of Law Chicago, Illinois

Edward S. Kornreich, Partner Health Care Law Group, Proskauer Rose, LLP New York, New York

> Glen Reed, Partner Chair - Healthcare Practice Group King & Spalding Atlanta, Georgia

Penny G. Westfall, RN, ID Legal Counsel Department, Sutter Health Sacramento, California

Copyright © 2011 Strafford Publications, Reproduction is absolutely prohibited. www.straffordpub.com * (800) 926-7926, ext. 10