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Santa Fe County
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Desiree Brooks

STATE OF NEW MEXICO COUNTY OF SANTA FE FIRST JUDICIAL DISTRICT COURT

MELISSA FOLSOM,

PLAINTIFF,

v. D-101-CV-2020-02551

CENTURION CORRECTIONAL HEALTHCARE OF NEW MEXICO, LLC; D. DEMING, M.D., MICHELE COX, D.O., MURRAY YOUNG, M.D., MHM HEALTH PROFESSIONALS, LLC; STATE OF **NEW** MEXICO. **NEW MEXICO CORRECTIONS** DEPARTMENT; DAVID JABLONSKI; ANTHONY ROMERO; ORION STRADFORD; DAVID SELVAGE; STEVE MADRID; WARDEN JAMES YATES; WEXFORD HEALTH SOURCES, INC, and JOHN DOES 1-10, (employees, staff, agents of CENTURION Correctional Healthcare of New Mexico, LLC, MHM Health Professionals, LLC, State of New Mexico, New Mexico Correctional Department and Western New Mexico Correctional Facility respectively),

Defendants.

# FIRST AMENDED COMPLAINT FOR MEDICAL MALPRACTICE AND RELATED CLAIMS

COMES NOW, the PLAINTIFF by and through her attorneys Collins & Collins, P.C. (Parrish Collins) and Guebert Gentile & Piazza P.C. (Terry R. Guebert, Robert F. Gentile, David S. Ketai and Julia H. Purdy), and for her cause of action states as follows:

#### I. PARTIES

### A. PLAINTIFF

- 1. Melissa Folsom ("PLAINTIFF"), was at all times relevant to this complaint, a New Mexico Corrections Department ("NMCD") inmate.
- 2. PLAINTIFF, at the time of the original incident as set forth below, was an inmate at Western New Mexico Correctional Facility (WNMCF), a NMCD facility.

3. PLAINTIFF is currently residing in Carlsbad, Eddy County, New Mexico.

### B. NEW MEXICO CORRECTIONS DEPARTMENT

- 4. Defendants NEW MEXICO CORRECTIONS DEPARTMENT (NMCD) and WNMCF are entities of the State of New Mexico.
  - 5. Western New Mexico Correctional Facility (WNMCF) is operated by NMCD.
- 6. NMCD retains ultimate authority and responsibility over WNMCF, and WNMCF is operated in accordance with NMCD rules, policies and procedures.
- 7. NMCD is responsible for contracting of medical services for all NMCD facilities including WNMCF.
- 8. Defendant State of New Mexico by contract authorized CENTURION CORRECTIONAL HEALTHCARE OF NEW MEXICO, LLC (CCH) to provide medical care to inmates housed at WNMCF for the period of June 2016 to November 2019.
- 9. Defendant State of New Mexico by contract authorized CENTURION CORRECTIONAL HEALTHCARE OF NEW MEXICO, LLC (CCH) to provide medical care to inmates housed at WNMCF beginning November 2019 to the present.
- 10. At all material times, NMCD, CCH, MHM and WHS acted through their respective owners, officers, directors, employees, agents or apparent agents, including, but not limited to, administrators, management, nurses, doctors, technicians and other staff, and is responsible for their acts or omissions pursuant to the doctrines of respondeat superior, agency and/or apparent agency.
- 11. Upon information and belief, David Jablonski was serving as the Secretary of Corrections at times relevant to this Complaint.
  - 12. Upon information and belief, Alisha Tafoya Lucero served as Interim Secretary of

Corrections in May 2019 and was appointed as Secretary of Corrections in June 2019 and serves to the present.

- 13. As the Secretary of Corrections, Mr. Jablonski oversaw prison operations, including NMCD's duty to provide a safe environment at WNMCF, and to ensure that inmates have access to adequate medical care.
- 14. Upon information and belief, Anthony Romero was serving as Deputy Secretary of Corrections at times relevant to the Complaint and served as Acting Secretary of Corrections after David Jablonski vacated that position prior to the appointment of current Secretary of Corrections appointment.
- 15. Upon information and belief, the following individual NMCD employees and/or agents of NMCD are currently serving as Deputy Secretaries of Corrections:
  - a) John Gay Director of Adult Prisons Division
  - b) Gary Maciel Deputy Director of Adult Prisons Division
  - c) Anthony Romero Deputy Director of Adult Prisons Division
- 16. Serving Deputy Secretaries of Corrections oversee prison operations, including NMCD's duty to provide a safe environment at WNMCF, and to ensure that inmates have access to adequate medical care.
- 17. David Selvage is, and was at times relevant to this Complaint, serving as the Health Services Administrator ("HSA") for NMCD.
- 18. Serving HSAs maintain direct clinical oversight of independent contractors, ensuring that contractors are providing adequate care to NMCD inmates including those at WNMCF.
  - 19. Orion Stradford is, and was at times relevant to this Complaint, serving as the

#### NMCD Bureau Chief.

- 20. The NMCD Bureau Chiefs are responsible for monitoring the work of independent contractors, including CCH, MHM and WHS and acts as NMCD's supervisor of these independent contractors.
- 21. Steve Madrid was at times relevant to this Complaint, the individual acting on behalf of NMCD in charge of the NMCD Grievance Process, including the appellate process.
- 22. Individuals in charge of NMCD's Grievance Process serve as the "gatekeeper" between inmates and their access to adequate healthcare.
- 23. As gatekeeper, if Mr. Madrid, or others overseeing the NMCD grievance process, does not responsibly manage the grievance process, inmates have no way of accessing necessary, proper and competent medical care from NMCD, CCH, MHM and WHS.
- 24. The State of New Mexico, NMCD and their John Doe employees, staff and agents, including David Jablonski, Anthony Romero, David Selvage, Orion Stradford and Steve Madrid, will be referred to herein collectively as "NMCD DEFENDANTS."
- 25. NMCD DEFENDANTS have a duty to provide for the safety and security for those it incarcerates.
- 26. NMCD governs WNMCF, while independent contractors carry out discrete duties at the discretion of NMCD.
- 27. NMCD DEFENDANTS have a duty to reasonably and prudently operate the medical facility within WNMCF.
- 28. NMCD maintained authority over its contractors, including those named in this COMPLAINT.
  - 29. NMCD has the authority to terminate contracts with independent contractors with

or without cause.

- 30. Any of the named NMCD Defendants can intercede on behalf of NMCD if independent contractors are not appropriately caring for NMCD inmates.
- 31. Any of the named NMCD Defendants can intercede on behalf of an inmate to act on a medical grievance.
- 32. None of the above named NMCD Defendants interceded to protect inmates from gross and reckless medical negligence at WNMCF.

### C. CENTURION CORRECTIONAL HEALTHCARE OF NEW MEXICO, LLC

- 33. CENTURION CORRECTIONAL HEALTHCARE OF NEW MEXICO, LLC (hereinafter "CCH") entered a contract, General Services Contract #16-770-1300-0097 (GSC), with the State of New Mexico that commenced on June 1, 2016 and ended on or about November 2019.
- 34. CCH is a domestic limited liability company registered to do business in New Mexico, whose registered agent for service of process is CT Corporation System, 206 S. Coronado Avenue, Espanola, New Mexico, 87532-2792.
- 35. CCH and its John Doe employees, staff and agents will be referred to herein collectively as "CCH DEFENDANTS."
- 36. At all times material to this COMPLAINT, CCH acted through its owners, officers, directors, employees, agents or apparent agents, including, but not limited to, administrators, management, nurses, doctors, technicians and other staff, and is responsible for their acts or omissions pursuant to the doctrines of respondent superior, agency and/or apparent agency.
  - 37. CCH provides a "comprehensive health care delivery system" to NMCD, which

includes billing services, utilization management, general health care services administration, and on-site medical staff provided through an independent contractor, MHM Health Professionals, LLC. (MHM).

- 38. Upon information and belief, D. DEMING, M.D., MICHELE COX, D.O. and MURRAY YOUNG, M.D. were the authorized medical authorities in the medical care of PLAINTIFF at all times relevant to this complaint.
- 39. Upon information and belief, HILLARY HABIGER, N.P., MICHELLE LUCERO, PA-C were charged with providing medical care to PLAINTIFF.
- 40. CCH was not and is not a public body as evidenced their repeated assertions to that fact.
  - 41. CCH is neither a local public body nor a state employee under NMSA §41-4-7(F).
  - 42. CCH is not entitled to protections under the New Mexico Tort Claims Act.
- 43. CCH was not at times relevant to this Complaint licensed to practice medicine in New Mexico.

### D. MHM HEALTH PROFESSIONALS, LLC.

- 44. MHM HEALTH PROFESSIONALS, LLC. (hereinafter "MHM") is under contract with CCH to provide medical providers to CCH.
- 45. MHM is a Delaware for profit corporation licensed to do business in New Mexico.

- 46. MHM provides medical personnel to CCH, including those medical personnel providing medical services at WNMCF during the term of the GSC.
- 47. MHM employees and staff provided on-site healthcare services to NMCD inmates pursuant to contract with CCH.
  - 48. MHM was not a party to the GSC.
  - 49. MHM is a third-party to the GSC.
- 50. MHM had no direct contractual relations with NMCD, the State of New Mexico or WNMCF for the provision of medical services during the term of the GSC
- 51. MHM had no direct contractual relations with NMCD, the State of New Mexico or WNMCF for the provision of medical services from June 2016 to November 2019.
- 52. At all material times, MHM acted through its owners, officers, directors, employees, agents or apparent agents, including, but not limited to, administrators, management, nurses, doctors, technicians and other staff, and is responsible for their acts or omissions pursuant to the doctrines of respondeat superior, agency and/or apparent agency.
- 53. MHM carried medical malpractice insurance for itself and the employees loaned to Centurion for the provision of medical care in NMCD facilities.
- 54. MHM is neither a local public body nor a state employee under NMSA <u>§41-4-</u> 7(F).
  - 55. MHM is not entitled to protections under the New Mexico Tort Claims Act.
- 56. MHM and it's John Doe employees, staff and agents will be referred to herein collectively as MHM Defendants.

### E. CCH AND MHM PART OF INTEGRATED ENTERPRISE CENTENE CORPORATION

57. Upon information and belief, Centene Corporation has annual revenues of over

\$70 billion.

- 58. Upon information and belief, in 2011, Centene Corporation formed a wholly owned subsidiary Centurion Group, Inc. for the sole purpose of forming a joint venture with MHM Services, Inc.
- 59. Upon information and belief, the joint venture was formed in anticipation of Centene Corporation acquiring MHM Services, Inc. which occurred in April 2018.
- 60. Upon information and belief, MHM Services, Inc. operates in 16 states, over 300 facilities with over 9000 employees.
- 61. Upon information and belief, the joint venture partners, Centurion Group, Inc. and MHM Services, Inc., formed a joint venture called Centurion, LLC.
- 62. Upon information and belief, upon formation, the board of directors of Centurion, LLC consisted of seven individuals; three board of directors from Centene Corporation and four board of directors from MHM Services, Inc.
- 63. Upon information and belief, the purpose of Centurion, LLC was to form wholly owned subsidiaries in different states for the sole purpose of holding and bidding on state-specific contracts.
- 64. Upon information and belief, to this end in July 2015, Centurion, LLC formed a wholly owned subsidiary called Centurion Correctional Healthcare of New Mexico, LLC ("CCH") to bid on the correctional health care contract with the New Mexico Corrections Department.
- 65. Upon information and belief, at all material times hereto, CCH was a wholly owned subsidiary of Centurion, LLC, which was a joint venture between Centurion Group, Inc. and MHM Services, Inc.

- 66. Upon information and belief, the seven board of directors of Centurion, LLC oversaw the operations of CCH.
- 67. Upon information and belief, MHM Health Professionals, LLC (MHM) is a wholly owned subsidiary of MHM Services, Inc.
- 68. Upon information and belief, at all material times, the health care providers and the managerial staff working in NMCD facilities under CCH were employed by MHM.
- 69. Upon information and belief, health care providers at WNMCF, including individually named Defendants Dr. Dieter Dennig, M.D. and Michelle Lucero PA-C., were employed by MHM.
- 70. Upon information and belief, at all materials times, personnel that provided human resources, payroll, financial and legal support for CCH were employed by MHM Services, Inc.
- 71. Upon information and belief, prior to the acquisition, and at all material times hereto, Centene Corporation, through CCH, was a 51 percent owner in the joint venture and was responsible for providing corporate support to CCH, including tax filings, claims processing for "outside the walls" claims and network contract negotiations.
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- 73. Upon information and belief, at all materials times, the salaries of the individually and John Doe named CCH Defendants, including individually named defendants, were funded

- 51 percent by Centene Corporation, through Centurion Group, Inc. and/or Centurion, LLC, and 49 percent by MHM Services, Inc.
- 74. Upon information and belief, expenses and losses of CCH were funded 51 percent by Centene Corporation, through Centurion Group, Inc and/or Centurion, LLC., and 49 percent by MHM Services, Inc.
- 75. Upon information and belief, at all materials times, Centene Corporation, MHM Services, Inc. and Centurion, LLC had access to CCH's financial books and records.
- 76. Upon information and belief, all MHM employees serving under CCH are insured through MHM.
- 77. Upon information and belief, CCH and Centene Corporation are identified as "additional named insured" on insurance policies issued to MHM.
- 78. In its February 18, 2016 Technical Response to NMCD's request for proposals, CCH publicized their corporate structure with statements such as:

"Centurion is a partnership between Centene Corporation, a Fortune 500 Medicaid managed care company with 32 years of managed care experience, and MHM Services, Inc., a national leader in providing healthcare services to correctional systems. Centurion brings together the ideal mix of MHM 's long history of unparalleled client satisfaction and management expertise in the correctional environment with Centene's Medicaid managed care prowess, to provide a level of innovative service approaches never before seen in correctional healthcare.

Centurion, LLC was formed as a joint venture created and co-owned by two mature, strong parent companies that after each being in business over 30 years are experienced in maintaining a solid corporate structure most beneficial to their industries; MHM in correctional healthcare, and Centene in Medicaid managed care services. Centurion's corporate organization was strategically planned to meet the challenges and support the needs of statewide inmate healthcare delivery system like the NMCD."

79. The CCH, MHM, Centene Corporation, MHM Services, Inc. and Centurion, LLC are an integrated enterprise, agents of one another, alter egos of one another, and

instrumentalities of one another.

### F. WEXFORD HEALTH SOURCES, INC's

- 80. The contract for prison medical services between WHS and the State of New Mexico, Professional Services Contract ("WPSC") # 20-770-1200-0043, was, upon information and belief, executed in Santa Fe, New Mexico.
- 81. WEXFORD HEALTH SOURCES, INC's (WHS) is foreign profit corporation registered to do business in New Mexico whose registered agent is in Hobbs, New Mexico.
- 82. Upon information and belief, D. DEMING, M.D., MICHELE COX, D.O. and MURRAY YOUNG, M.D. and continued as the authorized medical authorities in the medical care of PLAINTIFF upon taking over medical care at WNMCF in November 2019.
- 83. Upon information and belief, HILLARY HABIGER, N.P., MICHELLE LUCERO, PA-C were charged with providing medical care to PLAINTIFF.
- 84. WHS is neither a local public body nor a state employee under NMSA <u>§41-4-</u> 7(F).
  - 85. WHS is not entitled to protections under the New Mexico Tort Claims Act.

#### II. JURISDICTION AND VENUE

- 86. All acts complained of herein occurred in San Miguel County, State of New Mexico.
- 87. PLAINTIFF is not in custody at the time of filing this complaint and therefore NMSA § 33-2-11 and 42 U.S.C.A. § 1997e are inapplicable.
- 88. Jurisdiction and venue are proper over CCH and its John Doe employees, staff and agents 1-10 pursuant to NMSA § 38-3-1 (A).
  - 89. Jurisdiction over MHM is proper in New Mexico State District Court due to lack

of complete diversity of named DEFENDANTS under 28 U.S.C.A. § 1332.

- 90. Jurisdiction and venue are proper over MHM 's John Doe employees, staff and agents 1-10 pursuant to NMSA § 38-3-1 (A) or due to lack of complete diversity of named DEFENDANTS under 28 U.S.C.A. § 1332.
- 91. This Court has jurisdiction over the subject matter of PLAINTIFF's New Mexico Tort Claims Act claims against the State of New Mexico and New Mexico Corrections Department and John Doe employees, staff and agents under NMSA § 41-4-18 and NMSA § 38-3-1 (A).
- 92. Jurisdiction over all parties and claims are proper under Article II, § 10 of the New Mexico Constitution and the law of negligence under New Mexico law.

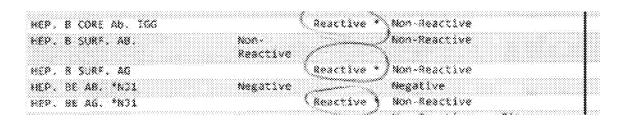
#### III. STATEMENT OF FACTS

#### A. MEDICAL FACTS

- 93. PLAINTIFF was a known case of Hepatitis C infection- diagnosed six years ago.
- 94. Lab investigations conducted on 07/20/2017, 01/19/2018 and 12/26/2018 showed PLAINTIFF to be reactive for Hepatitis B core antibody, Hepatitis B e Ag and Hepatitis B surface antigen suggestive of chronic hepatitis B infection.
- 95. Ms. Folsom was also noted to have Aminotransferase levels elevated more than twice the upper limit of normal:
- a) 07/14/2017 Aspartate Aminotransferase (AST): 100, Alanine Aminotransferase (ALT): 196.
  - b) 07/20/2017 AST: 113, ALT: 201.
  - c) 11/22/2017 AST: 87, ALT: 112.
  - d) 01/19/2018 AST: 115, ALT: 141.

- e) 06/05/2018 AST: 91, ALT: 124.
- f) 09/12/2018 AST: 139, ALT: 161.
- g) 12/10/2018 AST: 171, ALT: 209.
- h) 01/03/2019 AST: 94, ALT: 110.
- 96. Labs indicated the presence of HBsAg and total anti-HBc, with a negative test for IgM anti-HBc indicates chronic HBV infection.

	Date of	Hepatitis	Hepatitis	HBsAg
Test		B core Antibody	B e Ag	
	07/20/20	Reactive	Reactive	Reactive
17				
	01/19/20	Reactive	Reactive	Reactive
18				
	12/26/20	Reactive	Reactive	Reactive
18				



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HEP, B SURF. Ag		**********	Mou-Keactine	12/27/18

- 97. Quantitative HBV-DNA testing is essential to guide treatment decisions, including initiation of treatment and evaluation of a patient's response to antiviral treatment.
- 98. Despite the lab findings and medically indicated Quantitative HBV-DNA testing, PLAINTIFF was not ordered for further investigation with HBV DNA levels between 07/20/2017 to 03/13/2019.
- 99. Antiviral therapy for chronic hepatitis B infection is recommended in adults with immune-active chronic hepatitis B infection (ALT >2 times the upper limit of normal or significant histologic disease and HBeAg positive with HBV DNA >20,000 IU/mL).
- 100. In people who develop chronic hepatitis B infection, an antiviral medication can be recommended to reduce or reverse liver damage and to prevent long-term complications of hepatitis B.
  - 101. PLAINTIFF was never provided with antiviral treatment.
  - 102. An ultrasound of PLAINTIFF's abdomen on 02/20/2019 revealed Cirrhosis.
  - 103. The failure to initiate antiviral treatment was grossly negligent.
- 104. As a result of the grossly negligent, reckless and deliberately indifferent refusal to provide PLAINTIFF with antiviral treatment, PLAINTIFF developed cirrhosis of the liver.
- 105. D. DEMING, M.D., MICHELE COX, D.O. and MURRAY YOUNG, M.D. were grossly negligent, reckless and deliberately indifferent in their failures to provide proper medical care to PLAINTIFF.

- 93. The grossly negligent, reckless and deliberately indifferent medical care provided by the employees of MHM providing medical care to PLAINTIFF through CCH caused extreme physical and emotional pain.
- 94. PLAINTIFF's physical and emotional pain was completely ignored by DEFENDANTS.
- 95. PLAINTIFF's physical and emotional pain was deliberately ignored by DEFENDANTS for the purpose of causing unnecessary physical and emotional pain to PLAINTIFF.

#### B. FACTS SPECIFIC TO NMCD DEFENDANTS

- 96. NMCD is solely responsible for the medical grievance process.
- 97. NMCD is supposed to work with its CCH, MHM and WHS in addressing and/or resolving inmate medical grievances.
  - 98. NMCD routinely ignores medical grievances.
  - 99. NMCD routinely destroys medical grievances.
  - 100. NMCD routinely fails to process medical grievances correctly.
- 101. When medical grievances are addressed, NMCD routinely and without medical justification, finds against inmates filing medical grievances.
- 102. Upon information and belief, no medical grievances were found in favor of an inmate from June 2016 to November 2019.
- 103. NMCD in reckless disregard and deliberate indifference to the rights of inmates failed to act on medical grievances filed by inmates at WNMCF.
- 104. During the term of the GSC, NMCD did not find in favor of a single NMCD inmate housed at WNMCF.

- 105. NMCD does not consult with objective medical experts in the review of medical grievances.
- 106. The decision of whether to substantiate a medical grievance is made by non-medical NMCD personnel.
- 107. DEFENDANT STEVE MADRID is instrumental in the denial of medical grievances.
- 108. NMCD's medical grievance abuses outlined above lead directly to the gross and reckless medical neglect of inmates, including PLAINTIFF.
- 109. NMCD's medical grievance abuses outlined above are a proximate cause of injuries related thereto.
- 110. NMCD's medical grievance abuses create an unsafe environment at NMCD facilities including WNMCF under NMSA §41-4-6 and constitutes negligent operation of a medical facility under NMSA §41-4-9.
- 111. NMCD DEFENDANTS, by and through its employees, staff and agents, knew of PLAINTIFF's history of chronic Hepatitis B and with wanton, willful and deliberate indifference ignored her medical grievances, ignored her emergent medical condition, failed to take action within its authority to protect the health of PLAINTIFF.
- 112. STEVE MADRID knew of PLAINTIFF's history of chronic Hepatitis B and with wanton, willful and deliberate indifference ignored her medical grievances.
- 113. JAMES YATES knew of PLAINTIFF's history of chronic Hepatitis B and with wanton, willful and deliberate indifference ignored her medical grievances.
- 114. CCH DEFENDANTS, by and through its employees, staff and agents, knew of PLAINTIFF's history of chronic Hepatitis B.

- 115. MHM DEFENDANTS, by and through its employees, staff and agents, knew of PLAINTIFF's history of chronic Hepatitis B.
- 116. DEFENDANT DOCTORS knew of PLAINTIFF's history of chronic Hepatitis B and with wanton, willful and deliberate indifference ignored her medical grievances and deliberately refused to provide necessary and proper medical care.
- 117. ALL DEFENDANTS collectively knew of PLAINTIFF's history of chronic Hepatitis B and with wanton, willful and deliberate indifference ignored her medical grievances and deliberately refused to provide necessary and proper medical care.
- 118. ALL DEFENDANTS, including as of yet unidentified JOHN DOE DEFENDANTS, individually knew of PLAINTIFF's history of chronic Hepatitis B and with wanton, willful and deliberate indifference ignored her medical grievances and deliberately refused to provide necessary and proper medical care.
- 119. NMCD understands and recognizes that failure to treat chronic Hepatitis B constitutes recklessness under New Mexico law.
- 120. NMCD understands and recognizes that failure to treat chronic Hepatitis B constitutes deliberate indifference under federal law.
  - 121. NMCD had full authority to enforce the GSC.
- 122. NMCD had at all times relevant to this COMPLAINT the authority to compel its CCH, MHM and WHS to treat chronic Hepatitis B.
  - 123. NMCD has obtained substantial budgets for treatment of chronic Hepatitis B.
- 124. NMCD pays millions of dollars to its CCH, MHM and WHS for treatment of chronic Hepatitis B.
  - 125. NMCD had full authority over the medical grievance process.

- 126. NMCD through the grievance process can control the manner in which its CCH, MHM and WHS can perform their duties.
- 127. NMCD through the terms of the GSC can control the manner in which its CCH, MHM and WHS can perform their duties.
- 128. NMCD through NMCD policies and regulations can control the manner in which its CCH, MHM and WHS can perform their duties.
  - 129. NMCD had the authority to terminate the GSC at will as indicated by the GSC:
    - **"6. Termination." A.** Grounds. The Agency may terminate this Agreement for convenience or cause".
- 130. NMCD recklessly chose not to exercise any control over the manner in which its CCH, MHM and WHS performed their duties leading to the uncontrolled chronic Hepatitis B and consequent cirrhosis of the liver.
- 131. NMCD through the terms of the GSC can control the manner in which its contractors can perform their duties.
- 132. NMCD through NMCD policies and regulations can control the manner in which its contractors can perform their duties.
- 133. NMCD recklessly chose not to exercise any control over the manner in which its CCH, MHM and WHS performed their duties leading to the uncontrolled chronic Hepatitis Band consequent cirrhosis of the liver.

#### C. FACTS SPECIFIC TO CCH DEFENDANTS

- 134. General Services Contract (GSC) #16-770-1300-0097 was executed by NMCD and CCH on or about June 2016.
- 135. CCH submitted its Technical Response to Request for Proposal No. 60-770-15-05163 (CCH TechResponse) for Inmate Medical Services dated February 18, 2016.

- 136. CCH Tech Response was over 1200 pages long.
- 137. CCH's Tech Response did not mention the Tort Claims Act.
- 138. CCH's Tech Response did not mention the word "tort".
- 139. CCH's Tech Response did not mention punitive damages.
- 140. CCH's Tech Response did not mention or request Tort Claims Act protection for CCH, MHM or their respective employees, staff and agents.
  - 141. The GSC was 80 pages in length.
  - 142. The GSC did not mention the Tort Claims Act.
  - 143. The GSC did not mention the word "tort".
  - 144. The GSC did not mention punitive damages.
- 145. The GSC did not provide for Tort Claims Act protection for CCH or its respective employees, staff, agents, staffing agencies or other vendors.
- 146. Tort Claims Act protection for CCH, MHM and/or their respective employees, staff and agents was not negotiated, bargained for or agreed upon.
- 147. Protection from punitive damages for CCH, MHM and/or their respective employees, staff and agents was not negotiated, bargained for or agreed upon.
  - 148. The GSC was freely entered into by CCH on or about June 2016.
  - 149. The GSC was in effect from June 2016 to November 2019.
  - 150. CCH had the legal capacity to enter the GSC.
  - 151. CCH was legally competent to enter the GSC.
- 152. There was mutual assent on the part of CCH and NMCD in the negotiation and execution of the GSC.
  - 153. No duress or force was exercised by the State of New Mexico or NMCD in the

negotiation and execution of the GSC.

- 154. The GSC was not vague.
- 155. The GSC was not oppressive to CCH.
- 156. The GSC was not void as a matter of public policy.
- 157. CCH is and was at all relevant times bound by the terms of the GSC.
- 158. The GSC is fully enforceable against CCH as written.
- 159. The GSC states:

#### **"8. Status of Contractor.**

The Contractor and its agents and employees are independent contractors performing general services for the Agency and are not employees of the State of New Mexico. The Contractor and its agents and employees shall not accrue leave, retirement, insurance, bonding, use of state vehicles, or any other benefits afforded to employees of the State of New Mexico as a result of this Agreement."

- 160. By the terms of the GSC, CCH is an independent contractor performing general services for the Agency.
- 161. By the terms of Paragraph 8 of the Paragraph 8 above of the GSC, CCH and is not an employee of the State of New Mexico.
- 162. By the terms of Paragraph 8 of the GSC, CCH employees and agents are independent contractors.
- 163. By the terms of the Paragraph 8 of the GSC, CCH employees and agents are not employees of the State of New Mexico.
- 164. CCH has repeatedly taken the position as recently as March 6, 2020 and March 9, 2020 that it is not a public entity subject to IPRA.
- 165. CCH has claimed that it is a public body to gain New Mexico Tort Claims Act protection.
  - 166. In CCH's TechResponse, the proposed contract for New Mexico Department of

Corrections would be part of the insurance program that is currently in place for CCH."

- 167. CCH medical staff working in NMCD under the GSC were provided malpractice and general liability insurance through MHM.
- 168. CCH was a named insured on the insurance policy in place for MHM and MHM employees, staff and agents.
- 169. Upon information and belief, CCH also carried its own private medical malpractice insurance during the term of the GSC.
- 170. As part of its CCH TechResponse, CCH provided audits and proof of its "financial stability."
  - 171. In support of its "financial stability," CCH stated in its TechResponse:

MHM generated \$293 million in revenue in fiscal year 2015, while Centene generated revenues of over \$16 billion for the first three quarters of 2015. The combined revenues of MHM and Centene are nearly 20 times the amount of the largest correctional healthcare company.

### 172. The GSC states:

- **"22. Indemnification.** The Contractor shall defend, indemnify and hold harmless the Agency and the State of New Mexico from all actions, proceeding, claims, demands, costs, damages, attorneys' fees and all other liabilities and expenses of any kind from any source which may arise out of the performance of this Agreement, caused by the negligent act or failure to act of the Contractor, its officers, employees, servants, subcontractors or agents, or if caused by the actions of any client of the Contractor resulting in injury or damage to persons or property during the time when the Contractor or any officer, agent, employee, servant or subcontractor thereof has or is performing services pursuant to this Agreement."
- 173. The GSC expressly states that there shall be no third-party beneficiary status for any other individuals or entities not parties to the GSC stating:
  - **D.** No Third-Party Beneficiaries. The Parties do not intend to create in any other individual or entity, including but not limited to any inmate or patient, the status of third-party beneficiary, and this Agreement shall not be construed so as to create such status. The rights, duties and obligations contained in this Agreement

- shall operate only between the Parties to this Agreement and shall inure solely to the benefit of such Parties...."
- 174. CCH was not licensed to practice medicine in New Mexico during the term of the GSC.
- 175. WNMCF is not now and was not during times relevant to this COMPLAINT covered by the New Mexico Public Liability Fund.
  - 176. Centurion was the medical provider at WNMCF during the term of the GSC.
- 177. CCH was not covered by the New Mexico Public Liability Fund during the term of the GSC for medical care provided at WNMCF.
- 178. The employees and staff of CCH were not covered by the New Mexico Public Liability Fund during the term of the GSC.
- 179. Under the terms of the CCH contract, CCH was required to pay a penalty to New Mexico for non-performance, including filling vacancies in healthcare staffing needs.
- 180. As of November 2019, CCH had accumulated approximately \$3,880,719.60 in staffing penalties owed to the State of New Mexico for failure to meet healthcare staffing requirements of the New Mexico prison facilities.

### D. FACTS SPECIFIC TO MHM DEFENDANTS

- 181. MHM provides malpractice and general liability insurance to its medical practitioner employees working in NMCD facilities under CCH during the term of the GSC.
- 182. MHM was not licensed to practice medicine in New Mexico during the term of the GSC.
- 183. WNMCF is not now and was not during times relevant to this COMPLAINT covered by the New Mexico Public Liability Fund.

- 184. MHM provided medical personnel for the provision of medical services at WNMCF via Centurion during the term of the GSC.
- 185. MHM was not covered by the New Mexico Public Liability Fund during the term of the GSC for medical care provided at WNMCF.
- 186. The employees and staff of MHM were not covered by the New Mexico Public Liability Fund during the term of the GSC.
  - 187. MHM was not a party to the GSC.
  - 188. MHM is a third party to the GSC.

#### E. FACTS SPECIFIC TO WHS DEFENDANTS

- 189. WEXFORD HEALTH SOURCES, INC. (herein after "WHS") submitted a TECHNICAL PROPOSAL FOR RFP #20-770-19-06067 (WHS TechProp) for Inmate Medical Services dated August 21, 2019.
  - 190. WHS TechProp was over 830 pages long.
  - 191. WHS TechProp did not mention the Tort Claims Act.
  - 192. WHS TechProp did not mention the word "tort".
  - 193. WHS TechProp did not mention punitive damages.
- 194. WHS TechProp did not mention or request Tort Claims Act protection for WEXFORD or its employees, staff and agents.
- 195. Professional Services Contract ("WPSC") # 20-770-1200-0043 was executed by NMCD and WEXFORD on or about October 18, 2019.
  - 196. The WPSC was 65 pages in length.
  - 197. The WPSC did not mention the Tort Claims Act.
  - 198. The WPSC did not mention the word "tort".

- 199. The WPSC did not mention punitive damages.
- 200. The WPSC did not provide for Tort Claims Act protection for WEXFORD, MHM or their respective employees, staff and agents.
- 201. Tort Claims Act protection for WEXFORD and/or their respective employees, staff and agents was not negotiated, bargained for or agreed upon.
- 202. Protection from punitive damages for WEXFORD, and/or their respective employees, staff and agents was not negotiated, bargained for or agreed upon.
  - 203. The WPSC was entered freely by WHS on or about October 18, 2019.
  - 204. The WPSC was in effect at times relevant to this Complaint.
  - 205. WHS had the legal capacity to enter the WPSC.
  - 206. WHS was legally competent to enter the WPSC.
- 207. There was mutual assent on the part of WHS and NMCD in the negotiation and execution of the WPSC.
- 208. No duress or force was exercised by the State of New Mexico or NMCD in the negotiation and execution of the WPSC.
  - 209. The WPSC was not vague.
  - 210. The WPSC was not oppressive to WHS.
  - 211. The WPSC was not void as a matter of public policy.
  - 212. WHS is and was at all relevant times bound by the terms of the WPSC.
  - 213. The WPSC is fully enforceable against WHS as written and executed.
- 214. By the terms of the WPSC, WHS is an independent contractor performing professional services for the Agency.

215. By the terms of the WPSC, Wexford, its employees and agents, are not employees of the state of New Mexico:

#### "9. Status of Contractor.

The Contractor and its agents and employees are independent contractors performing professional services for the Agency and are not employees of the State of New Mexico."

- 216. By the terms of Paragraph 9 of the WPSC, WHS is an independent contractor performing general services for the Agency.
- 217. By the terms of Paragraph 9 of the WPSC, WHS is not an employee of the State of New Mexico.
- 218. By the terms of Paragraph 9 of the WPSC, WHS employees and agents are independent contractors.
- 219. By the terms of Paragraph 9 of the WPSC, WHS employees and agents are not employees of the State of New Mexico.
- 220. In its WEXFORD TECHNICAL PROPOSAL FOR RFP #20-770-19-06067 (WHS TechProp), which culminated in the WPSC, WHS stated:

#### E.A.I.G. Insurance and Taxes

Wexford Health agrees to act as an Independent Contractor in our performance of the services required by the Agreement. Upon contract award, we will comply with all of the following insurance and tax requirements.

- \* Professional Liability insurance: As shown by our COI, we carry professional liability (medical malpractice) insurance on all Wexford Health-employed medical professionals. Our policy not only meets, but also exceeds the RFP-required minimums of \$1,000,000 limit per occurrence and \$3,000,000 in the aggregate annually. Our standards for independently contracted firms and clinicians require them to maintain similar insurance coverage.
- 221. The WPSC states the same insurance coverage for WHS:

Professional Liability - "Occurrence" type, if available; if not "Claims Made" type with an acceptable "tail"; Medicare malpractice covering professional staff - \$1,000,000 limit per occurrence and \$3,000,000 in the aggregate annually.

222. The WPSC requires WHS to indemnify NMCD and the State of New Mexico as follows:

#### "23. Indemnification.

The Contractor shall defend, indemnify and hold harmless the Agency and the State of New Mexico from all actions, proceedings, claims, demands, costs, damages, attorneys' fees and all other liabilities and expenses of any kind from any source which may arise out of the performance of this Agreement, caused by the negligent act or failure to act of the Contractor, its officers, employees, servants, subcontractors or agents, or if caused by the actions of any client of the Contractor resulting in injury or damage to persons or property during the time when the Contractor or any officer, agent, employee, servant or subcontractor thereof has or is performing services pursuant to this Agreement.

- 223. Upon information and belief, WHS is not licensed and was not licensed at times relevant to this COMPLAINT to practice medicine in New Mexico.
- 224. Upon information and belief, WHS is not and was not at times relevant to this COMPLAINT covered by the New Mexico Public Liability Fund.
- 225. Upon information and belief, the employees and staff of WHS were not covered by the New Mexico Public Liability Fund during the term of the GSC.
- 226. WHS was paid over fifty-eight million dollars \$58,000,000.00 in the first year of the WPSC.
- 227. The WPSC as executed called for payments of \$60,768,709.90 in the second year and \$62,591,771.20 for the third year.

#### F. FACTS COMMON TO ALL DEFENDANTS

228. ALL DEFENDANTS knew that PLAINTIFF was in need of immediate treatment to control her chronic Hepatitis B.

- 229. ALL DEFENDANTS knew that PLAINTIFF's chronic Hepatitis B was worsening.
- 230. ALL DEFENDANTS knew that untreated chronic Hepatitis B could lead to cirrhosis of the liver.
- 231. ALL DEFENDANTS knew that the failure to treat chronic Hepatitis B constitutes recklessness under New Mexico law.
- 232. ALL DEFENDANTS knew that the failure to treat chronic Hepatitis B constitutes reckless disregard of the serious medical needs of inmates under New Mexico law.
- 233. ALL DEFENDANTS knew that the failure to treat chronic Hepatitis B constitutes deliberate indifference to the medical needs of inmates under New Mexico law.
- 234. ALL DEFENDANTS were complicit and acquiesced in the denial of proper medical care to PLAINTIFF.
- 235. ALL DEFENDANTS conspired together to deny PLAINTIFF necessary and proper medical care leading to the physical pain, severe emotional and psychological pain and suffering, severe and permanent physical injuries from complications from untreated and improperly treated PLAINTIFF's chronic Hepatitis B which resulted in cirrhosis of the liver.

# COUNT I: MEDICAL MALPRACTICE AND NEGLIGENCE (CCH, MHM AND WHS DEFENDANTS)

- 236. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.
- 237. In undertaking the diagnosis, care and treatment of PLAINTIFF, CCH, MHM and WHS, its employees, staff and agents were under a duty to possess and apply the knowledge, skill, and care that is used by reasonably well-qualified healthcare providers in the local community.

- 238. CCH, MHM and WHS, their employees, staff and agents breached their duties and were negligent in the management of PLAINTIFF's health and well-being.
- 239. The negligence, errors, acts and omissions of CCH, MHM and WHS, include, but are not limited to:
  - a. Failure to establish, maintain and enforce evaluation, diagnosis and treatment guidelines and standards;
  - b. Failure to evaluate, treat and manage PLAINTIFF's medical condition;
  - c. Failure to take the reasonable steps to acquire proper treatment of PLAINTIFF;
  - d. Failure to refer PLAINTIFF to appropriate specialists;
  - e. Failure to develop, employ, and follow appropriate policies and procedures with regard to the assessment, treatment, and management chronic Hepatitis B;
  - f. Failure to provide PLAINTIFF with necessary and proper pain management;
  - g. Failure to protect and preserve the health of PLAINTIFF.
- 245. As a direct and proximate result of the negligent acts and omissions CCH, MHM and WHS, their employees, staff and agents, PLAINTIFF suffered a rapid and significant deterioration in her health, along with physical, emotional, and psychological pain and suffering not presently determinable, but to be proven at the time of trial.
- 246. CCH, MHM and WHS, its employees, staff and agent's failures to assess, treat and manage PLAINTIFF's medical condition was reckless and wanton with utter disregard for the safety and welfare of PLAINTIFF, for which PLAINTIFF is entitled to punitive damages.

### COUNT II: NEGLIGENCE (NMCD DEFENDANTS)

- 247. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.
  - 248. NMSA §41–4–6, NMSA §41–4–9 and NMSA §41–4–10
  - 249. NMCD is solely responsible for the medical grievance process.
- 250. NMCD's routine destruction of medical grievances is a direct and proximate cause of injuries to PLAINTIFF.
- 251. NMCD's routine denial of medical grievances is a direct and proximate cause of injuries to PLAINTIFF.
- 252. NMCD is in charge of enforcement of the terms of the GSC which creates standards and obligations for CCH's delivery of medical services.
- 253. NMCD has failed to enforce important provisions of the GSC which led directly to the gross medical neglect, intentional and deliberate withholding of medical care and the consequent harm to PLAINTIFF.
- 254. NMCD is solely responsible for the administration and enforcement of medical care standards in NMCD facilities.
  - 255. NMCD determined not to enforce the NCCHC standards.
- 256. NMCD determined not to seek NCCHC accreditation for its facilities while CCH was the medical provider.
  - 257. NMCD determined not to enforce the ACA standards.
- 258. NMCD allowed ACA accreditation for its facilities to lapse under the medical care of CCH.

- 259. NMCD's indifference to national standards for the constitutionally acceptable medical care of inmates and NMCD's allowance of CCH to provide services far below constitutional standards led directly to the gross medical neglect, intentional and deliberate withholding of medical care and the consequent harm to PLAINTIFF.
- 260. NMCD is responsible for providing adequate health care to those it incarcerates, and to protect those inmates from risks associated with increased risks of infection or other medical emergencies.
- 261. With this elevated risk of harm, NMCD has an increased duty of care to these vulnerable inmates.
- 262. NMCD maintains clinical oversight of its contractor's medical decision-making and health services operation.
- 263. NMCD must enforce the GSC and/or terminate independent contractors if the care provided does not meet NMCD, ACA or NCCHC standards or constitutional definitions of adequate health care.
- 264. NMCD did not enforce the GSC or take proper enforcement actions against CCH, resulting in inadequate healthcare to its inmates.
- 265. As a result of the foregoing, PLAINTIFF has suffered serious and permanent physical injuries, pain and suffering, and severe psychological and emotional distress, for which PLAINTIFF is entitled to damages.

# COUNT III: NEGLIGENCE (All Defendants)

- 266. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.
  - 267. NMSA §41–4–6, NMSA §41–4–9 and NMSA §41–4–10.

- 268. NMCD DEFENDANTS negligently failed to oversee CCH in the provision of medical care to NMCD inmates, which contributed to PLAINTIFF's injuries.
- 269. NMCD DEFENDANTS failed to take corrective action against CCH in clear face of recurrent and consistent negligent and reckless medical care to NMCD inmates, which contributed to PLAINTIFF's injuries.
- 270. NMCD and CCH are entrusted with the medical care of New Mexico inmates who have no other source of medical care.
- 271. CCH's medical staff at WNMCF lacked sufficient expertise to assess, treat and manage PLAINTIFF's health conditions.
- 272. CCH has a duty under the GSC, ACA and NCCHC to properly refer PLAINTIFF to be seen by a physician who could effectively treat him.
- 273. NMCD DEFENDANTS negligently failed to enforce critical terms of the GSC, including but not limited to, failure to compel WNMCF and/or CCH to obtain accreditation by the ACA and NCCHC which contributed to PLAINTIFF's injuries.
- 274. NMCD DEFENDANTS negligently failed to ensure that CCH hire, train and supervise its medical providers, staff, employees and agents.
- 275. NMCD DEFENDANTS negligently failed to ensure that CCH hire competent medical providers, employees, staff and agents.
- 276. NMCD DEFENDANTS negligently, intentionally and knowingly interfered in the inmate grievance process with a pattern and practice of routine denial of medical grievances without due consideration of the facts and circumstances of the grievances, which contributed to PLAINTIFF's injuries.

- 277. NMCD DEFENDANTS negligently failed to hold CCH and WHS to standards and guidelines of the ACA or NCCHC.
- 278. NMCD DEFENDANTS negligently failed to hold CCH and CHS to the medical standard of care established under New Mexico law, which contributed to PLAINTIFF's injuries.
- 279. NMCD DEFENDANTS negligently failed to establish or enforce any standards at all for CCH's provision of proper, necessary and competent medical care to NMCD inmates.
  - 280. NMCD has a duty to operate WNMCF in a safe and reasonably prudent manner.
- 281. This duty includes following and enforcing NMCD procedures in place to protect inmates' health and their access to healthcare.
- 282. NMCD has not addressed this increased risk of harm, even though NMCD policies and procedures explicitly provide for the care of inmates in need of medical treatment.
- 283. As such, NMCD has negligently operated WNMCF, a public facility in which it incarcerated New Mexicans.
- 284. NMCD has created a risk to all inmates at WNMCF, as all inmates are owed adequate healthcare.
- 285. As a result of the foregoing, PLAINTIFF has suffered serious and permanent physical injuries, pain and suffering, and severe psychological and emotional distress, for which PLAINTIFF is entitled to damages.

# COUNT IV: NEGLIGENT OPERATION OF A MEDICAL FACILITY (CCH AND WHS DEFENDANTS)

- 286. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.
- 287. CCH and WHS are entrusted with the medical care of inmates who have no other source of medical care by contract with the State of New Mexico and NMCD.

- 288. CCH and WHS employees, staff and agents were unqualified to care for PLAINTIFF, and yet refused to refer PLAINTIFF to specialists.
- 289. CCH and WHS DEFENDANTS were negligent in failing to properly assess, treat and manage PLAINTIFF's chronic Hepatitis B and related health conditions.
- 290. CCH and WHS DEFENDANTS were negligent in failing to properly refer PLAINTIFF to be seen by a physician who could effectively treat PLAINTIFF.
- 291. By failing to either: (1) properly treat PLAINTIFF's medical conditions, or (2) properly refer PLAINTIFF to be seen by a physician who could effectively treat PLAINTIFF, CCH DEFENDANTS breached their duty to medically treat PLAINTIFF in a reasonably prudent manner.
- 292. CCH and WHS DEFENDANTS failed to properly address PLAINTIFF's medical condition.
  - 293. Such conduct amounts to negligence in running a prison medical facility.
  - 294. Such conduct amounts to negligence in the treatment of PLAINTIFF.
- 295. CCH and WHS had a duty to properly screen, supervise, educate, and train its employees regarding PLAINTIFF and inmates with similar health conditions within the facility.
- 296. CCH and WHS had a duty to properly screen, supervise, educate, and train its employees regarding proper treatment of inmates with chronic Hepatitis B.
- 297. On information and belief, CCH and WHS failed to properly train and supervise its employees, contractors, or agents in such a manner to properly and adequately assess, treat and manage PLAINTIFF's multiple medical conditions, including the chronic Hepatitis B and related health conditions.

- 298. CCH and WHS is bound by the GSC to obtain and maintain American Correctional Association (ACA) and National Commission on Correctional Health Care (NCCHC) accreditation under the terms of the GSC.
- 299. CCH and WHS do not comply with ACA, NCCHC or New Mexico standards of healthcare.
- 300. As a result of the foregoing, PLAINTIFF has suffered damages and injuries including, but not limited to, physical injuries, pain and suffering, and severe psychological and emotional distress, for which he is entitled to damages.
- 301. The actions of CCH and WHS DEFENDANTS were negligent, willful, wanton, and in gross and reckless disregard for PLAINTIFF's well-being entitling PLAINTIFF to punitive damages thereon.

### COUNT V: NEGLIGENT OPERATION OF A MEDICAL FACILITY (NMCD DEFENDANTS)

- 302. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.
  - 303. NMSA §41–4–6, NMSA §41–4–9 and NMSA §41–4–10
  - 304. NMCD has authority over all NMCD correctional facilities, including WNMCF.
- 305. NMCD has authority and control over the operation of all medical facilities within NMCD correctional facilities, including those within WNMCF.
- 306. NMCD is the contracting party to the GSC entered into between NMCD and CCH on June 1, 2016.
- 307. NMCD has sole authority, control and responsibility over the execution, implementation and enforcement of the GSC.

- 308. NMCD has allowed numerous serious breaches and violations of the GSC, ACA and NCCHC that led to the medical neglect of PLAINTIFF.
- 309. NMCD, CCH and WHS are entrusted with the medical care of New Mexico inmates who have no other source of medical care.
- 310. CCH's and WHS' medical staff at WNMCF lacked sufficient expertise to assess, treat and manage PLAINTIFF's health conditions.
- 311. CCH and WHS have a duty under the GSC, ACA and NCCHC to properly refer PLAINTIFF to be seen by a physician who could effectively treat him.
- 312. NMCD DEFENDANTS refused or otherwise failed to enforce these provisions of the GSC, ACA and NCCHC.
- 313. NMCD DEFENDANTS knew that CCH and WHS was not abiding by the terms of the GSC, ACA and NCCHC.
- 314. NMCD DEFENDANTS knew that CCH and WHS were not properly and adequately treating PLAINTIFF's medical condition.
- 315. NMCD DEFENDANTS knew that CCH and WHS were not referring PLAINTIFF to outside medical healthcare providers who could effectively and prudently treat him.
  - 316. Such conduct amounts to negligence in running a medical facility.
  - 317. Such conduct amounts to negligence in the treatment of PLAINTIFF.
- 318. The actions of NMCD were negligent, willful, wanton, and in gross and reckless disregard for PLAINTIFF's well-being.
- 319. NMCD DEFENDANTS have knowingly allowed, aided and abetted in CCH's failure to obtain and maintain ACA and NCCHC accreditation.

- 320. CCH and WHS violated numerous provisions of ACA and NCCHC.
- 321. NMCD DEFENDANTS have taken no action to correct these violations or otherwise hold CCH or WHS to ACA, NCCHC or New Mexico medical standards of care.
- 322. NMCD DEFENDANTS have been complicit in the failure to adhere to the basic constitutional correctional health care set forth by the NCCHC through NMCD's failure to enforce the GSC.
- 323. NMCD DEFENDANTS have knowingly allowed and been complicit in the violation of the ACA and NCCHC minimum mandatory standards.
- 324. NMCD DEFENDANTS have failed to properly maintain oversight and enforcement of the GSC.
- 325. NMCD DEFENDANTS have failed to enforce the following provisions of the GSC:
  - a. The establishment of an electronic medical records system which is in fact required by both the contract and is in fact required under federal law; and
  - b. All provisions related to ACA and NCCHC accreditation and compliance.
- 326. NMCD is solely responsible for providing adequate health care to those it incarcerates, and to protect those inmates from risks associated with increased risks of infection or other medical emergencies.
- 327. As evidenced by the hundreds of inmates positive for chronic Hepatitis B while incarcerated in the NMCD system, but only a small fraction receives medical care and face harm from untreated chronic Hepatitis B resulting in liver disease.
- 328. With this elevated risk of harm, NMCD has an increased duty of care to these vulnerable inmates.

- 329. NMCD has clinical oversight of its contractor's medical decision-making and health services operation.
- 330. NMCD must enforce contracts with its independent medical contractors and/or terminate independent medical contractors if the care provided does not meet NMCD, ACA or NCCHC standards or constitutional definitions of adequate health care.
- 331. NMCD did not enforce the GSC or take proper enforcement actions against CCH, MHM and WHS, resulting in inadequate healthcare to its inmates.
- 332. The failures of NMCD DEFENDANTS led to serious and permanent harm to PLAINTIFF.
- 333. As a result of the foregoing, PLAINTIFF suffered serious and permanent physical injuries, pain and suffering, and severe psychological and emotional distress for which PLAINTIFF is entitled to damages.

# COUNT VI: NEGLIGENT HIRING, TRAINING AND SUPERVISION (CCH, MHM and WHS)

- 334. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.
- 335. CCH, MHM and WHS had a duty to properly screen, supervise, educate, and train its employees regarding proper treatment of inmates with chronic Hepatitis B.
- 336. On information and belief, CCH, MHM and WHS failed to properly train and supervise its employees, contractors, or agents in such a manner to properly and adequately assess, treat and manage PLAINTIFF's chronic Hepatitis B and related health conditions
- 337. CCH, MHM and WHS had a duty to properly screen, supervise, educate, and train its employees regarding proper treatment of inmates with chronic Hepatitis B.

- 338. CCH, MHM and WHS are bound by the GSC to obtain and maintain American Correctional Association (ACA) and National Commission on Correctional Health Care (NCCHC) accreditation under the terms of the GSC.
  - 339. CCH, MHM and WHS have not established any standards for medical care.
- 340. CCH, MHM and WHS have not trained or supervised its employees, staff and agents in any standards of medical care.
- 341. CCH, MHM and WHS negligent hiring, training and supervision were the proximate cause of PLAINTIFF's injuries and damages for which PLAINTIFF is entitled to injuries and damages including, but not limited to, physical injuries, pain and suffering, and severe psychological and emotional distress.
- 342. CCH, MHM and WHS negligent hiring, training and supervision was willful, deliberate and in wanton disregard for the health and safety of PLAINTIFF.
- 343. PLAINTIFF is entitled to recovery for her injuries and damages including, but not limited to, physical injuries, pain and suffering, and severe psychological and emotional distress.
  - 344. PLAINTIFF is entitled to punitive damages against CCH, MHM and WHS.
- 345. Waivers of immunity apply to this Count under NMSA 41–4–6, NMSA 41–4–9 and NMSA 41–4–10

# COUNT VII: NEGLIGENT HIRING, TRAINING AND SUPERVISION (NMCD DEFENDANTS)

- 346. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.
  - 347. NMSA §41–4–6, NMSA §41–4–9 and NMSA §41–4–10.
- 348. NMCD had a duty to properly screen, supervise, educate, and train its employees regarding proper treatment of chronic Hepatitis B .

- 349. On information and belief, NMCD failed to properly train and supervise its employees, contractors, or agents in such a manner to properly and adequately assess, treat and manage PLAINTIFF's chronic Hepatitis B and related health conditions
- 350. NMCD had a duty to properly screen, supervise, educate, and train its employees regarding proper treatment of chronic Hepatitis B .
- 351. Waivers of immunity apply to this Count under NMSA 41–4–6, NMSA 41–4–9 and NMSA 41–4–10
  - 352. NMCD established but failed to enforce any standards for medical care.
  - 353. NMCD failed to enforce the medical services contracts with CCH and WHS.
  - 354. NMCD failed to exercise supervisory authority inherent in the grievance system.
- 355. NMCD has not trained or supervised its employees, staff and agents in any standards of medical care.
- 356. NMCD's negligent hiring, training and supervision were the proximate cause of PLAINTIFF's injuries and damages for which PLAINTIFF is entitled to injuries and damages including, but not limited to, physical injuries, pain and suffering, and severe psychological and emotional distress.
- 357. NMCD's negligent hiring, training and supervision was willful, deliberate and in wanton disregard for the health and safety of PLAINTIFF.
- 358. PLAINTIFF is entitled to recovery for her injuries and damages including, but not limited to, physical injuries, pain and suffering, and severe psychological and emotional distress.

# COUNT VIII: INTENTIONAL INFLICTION OF EMOTIONAL DISTRESS (CCH, MHM AND WHS DEFENDANTS)

359. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.

- 360. CCH, MHM and WHS intentionally denied PLAINTIFF proper and necessary medical care for her chronic Hepatitis B.
- 361. CCH, MHM and WHS failed to take action to provide proper medical care despite numerous sick calls and/or grievances thereon.
- 362. CCH, MHM and WHS retaliated against PLAINTIFF for taking away her admission in the Echo Project for treatment of her chronic Hepatitis B knowing her chronic Hepatitis B was worsening her health conditions because of a disciplinary action.
  - 363. The conduct of CCH, MHM and WHS was extreme, outrageous and intentional.
- 364. PLAINTIFF suffered severe emotional distress as a result of the conduct of Defendants.
- 365. As a result of the foregoing, PLAINTIFF has suffered serious and permanent physical injuries, pain and suffering, and severe psychological and emotional distress, for which PLAINTIFF is entitled to damages, including punitive damages.

### COUNT IX: CIVIL CONSPIRACY TO DENY PLAINTIFF MEDICAL CARE (CCH MHM AND WHS DEFENDANTS)

- 366. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.
- 367. The facts illustrated above show a conspiracy on the part of NMCD DEFENDANTS, CCH DEFENDANTS, MHM DEFENDANTS and WHS DEFENDANTS to deny PLAINTIFF necessary, proper and constitutionally minimal medical care.
- 368. As a result of said conspiracy, PLAINTIFF suffered, and continues to suffer, severe physical and emotional distress as a result of the conduct of NMCD DEFENDANTS,

### CCH DEFENDANTS, MHM DEFENDANTS and WHS DEFENDANTS.

- 369. PLAINTIFF is entitled to recovery for her injuries and damages, including but not limited to, physical injuries, pain and suffering, and severe psychological and emotional distress.
- 370. PLAINITFF is entitled to damages, including punitive damages, against CCH, MHM and WHS DEFENDANTS.
  - 371. There is no Tort Claims Act waiver for civil conspiracy for NMCD.
- 372. PLAINTIFF is entitled to punitive damages against CCH, MHM and WHS DEFENDANTS.

# COUNT X: RESPONDEAT SUPERIOR AND AGENCY (CCH, MHM and WHS)

- 373. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.
- 374. CCH, MHM and WHS are responsible to PLAINTIFF under the doctrine of respondeat superior for the conduct of its employees, staff and agents.
- 375. CCH, MHM and WHS are responsible to PLAINTIFF under the doctrine of agency for the conduct of its employees, staff and agents.

# COUNT XI: RESPONDEAT SUPERIOR AND AGENCY (NMCD)

- 376. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.
  - 377. NMSA §41–4–6, NMSA §41–4–9 and NMSA §41–4–10.
- 378. NMCD is responsible to PLAINTIFF under the doctrine of respondent superior for the conduct of its employees, staff and agents.

379. NMCD is responsible to PLAINTIFF under the doctrine of agency for the conduct of its employees, staff and agents.

### COUNT XII: RES IPSA LOQUITUR (ALL DEFENDANTS)

- 380. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.
- 381. The injuries and damages suffered by PLAINTIFF were proximately caused by wanton, willful and reckless actions and inactions ALL DEFENDANTS.
- 382. It was CCH, MHM and WHS responsibility to manage and control their medical staff and the care and treatment of PLAINTIFF.
- 383. The events causing the injuries and damages to PLAINTIFF were of a kind which would not ordinarily occur in the absence of negligence on the part of CCH, MHM and WHS DEFENDANTS.
- 384. The doctrine of res ipsa loquitur is applicable as a theory of negligence, causation and damages in this case and appropriately pled herein.
- 385. PLAINTIFF is entitled to recovery for her injuries and damages, including but not limited to, physical injuries, pain and suffering, and severe psychological and emotional distress.
- 386. PLAINTIFF is entitled to punitive damages against CCH, MHM and WHS DEFENDANTS.

### COUNT XIII: PUNITIVE DAMAGES (CCH, MHM AND WHS DEFENDANTS)

387. PLAINTIFF incorporates by reference as if fully set forth herein, each and every allegation contained in the paragraphs above.

388. The acts and omissions complained of in the causes of action stated above, upon information and belief, are believed to be of such an egregious nature, in reckless, wanton, willful and total disregard to the rights of PLAINTIFF, that in addition to the actual damages ascertained and demonstrated by a preponderance of the evidence, that punitive damages or exemplary damages to punish and deter these types of acts and omissions from occurring in the future, may well be appropriate.

### WHEREFORE, PLAINTIFF requests judgment as follows:

- A. Compensatory damages against all Defendants, jointly and severally, in an amount to be determined by this Court as adequate for pain, suffering, and injuries to PLAINTIFF;
- B. Compensatory damages against all Defendants, jointly and severally, in an amount to be determined by this Court as adequate for CCH, MHM and WHS DEFENDANTS' intentional infliction of emotional distress:
- C. Punitive damages in an undetermined amount against CCH, MHM and WHS DEFENDANTS;
- D. Costs incurred by PLAINTIFF, including pre-judgment and post-judgment interest; and
  - E. Such other and further relief as the Court deems just and proper.

### Respectfully Submitted:

### GUEBERT GENTILE & PIAZZA P.C.

### By /s/ David S. Ketai

Terry R. Guebert
Robert Gentile
David S. Ketai
Julia H. Purdy
P.O. Box 93880
Albuquerque, NM 87109
(505) 823-2300
tguebert@guebertlaw.com
rgentile@guebertlaw.com
ipurdy@guebertlaw.com
ipurdy@guebertlaw.com

### **AND**

COLLINS & COLLINS, P.C.

### By /s/ Parrish Collins

Parrish Collins
P. O. Box 506
Albuquerque, NM 87103
(505)-242-5958
parrish@collinsattorneys.com

Attorneys for Plaintiff

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