

1 CALLAHAN & BLAINE, APLC Daniel J. Callahan (Bar No. 91490) 2 dcallahan@callahan-law.com Edward Susolik (Bar No. 151081) 3 esusolik@callahan-law.com Richard T. Collins (Bar No. 166577) 4 rcollins@callahan-law.com Damon D. Eisenbrey (Bar No. 215927) 5 deisenbrey@callahan-law.com Adrian L. Canzoneri (Bar No. 265168) 6 acanzoneri@callahan-law.com 3 Hutton Centre Drive, Ninth Floor 7 Santa Ana, California 92707 Telephone: (714) 241-4444 8 Facsimile: (714) 241-4445 9 Attorneys for Plaintiffs SUPERIOR COURT OF THE STATE OF CALIFORNIA 10 **COUNTY OF ORANGE** 11 A PROFESSIONAL LAW CORPORATION 3 HUTTON CENTRE DRIVE, NINTH FLOOR SANTA ANA, CALIFORNIA 92707 TELEPHONE: (714) 241-444 WWW.CALLAHAN-LAW.COM 12 THE DISCOVERY HOUSE, LLC, a 13 California limited liability company; DISCOVERY TRANSITIONS 14 OUTPATIENT, INC., a California corporation; DHP HEIGHTS, LLC, doing 15 business as CIRCLE OF HOPE, a California limited liability company; MT GOLDEN 16 CORPORATION, doing business as ADJUSTMENTS FAMILY SERVICES, a 17 California corporation; MT PROCESS LLC, doing business as DIVINE DETOX, a 18 California limited liability company; 19 Plaintiffs, 20 v. ANTHEM BLUE CROSS LIFE AND 21 HEALTH INSURANCE COMPANY, a 22 California corporation; ANTHEM INC., an Indiana corporation doing 23 business in California as ANTHEM HEALTH, INC.; 24 THE ANTHEM COMPANIES OF CALIFORNIA, a California corporation; 25 THE ANTHEM COMPANIES, INC., an Indiana corporation; 26 ANTHEM INSURANCE COMPANIES, INC., an Indiana corporation; 27 BLUE CROSS OF CALIFORNIA, a California corporation;

Case No.: 30-2021-01179856-CU-BC-CIC

**Assigned for All Purposes** 

Judge James Crandall

### **COMPLAINT FOR:**

- CLAIMS FOR PLAN BENEFITS UNDER ERISA, 29 U.S.C. §1132(a)(1)(B)
- 2. BREACH OF WRITTEN CONTRACT
- BREACH OF IMPLIED COVENANT OF GOOD FAITH AND FAIR DEALING
- 4. **BREACH OF IMPLIED CONTRACT**
- 5. BREACH OF ORAL CONTRACT
- PROMISSORY ESTOPPEL 6.
- UNFAIR COMPETITION

#### **DEMAND FOR JURY TRIAL**



CALLAHAN & BLAINE

Case 2:21-cv-02330 Document 1-2 Filed 03/16/21 Page 3 of 67 Page ID #:22

Plaintiffs The Discovery House, LLC ("Discovery House"), Discovery Transitions

Outpatient, Inc. ("Discovery Transitions"), DHP Heights, LLC doing business as Circle of Hope

("DHP Heights"), MT Golden Corporation doing business as Adjustments Family Services ("MT Golden"), and MT Process, LLC doing business as Divine Detox ("MT Process") (collectively "Plaintiffs") hereby allege against Defendants Anthem Blue Cross Life and Health Insurance

Company, Anthem Inc., doing business in California as Anthem Health, Inc., The Anthem

Companies of California, The Anthem Companies, Inc., Anthem Insurance Companies, Inc., Blue

Cross of California, Blue Cross and Blue Shield Association, Viant, Inc., Multiplan, Inc., and

Does 1 through 100, (collectively "Defendants") as follows:

### THE PARTIES

## **The Plaintiffs**

- 1. **Discovery House** (TIN 90-0852664) is, and at all relevant times herein mentioned was, a California limited liability company, qualified to do business in the State of California. Discovery House is, and at all relevant times herein was, a mental health and alcoholism and substance use disorder treatment provider with its principal place of business in Los Angeles County, California. Discovery House is in the profession of helping individuals recover from alcoholism and addiction and return to their families and communities as productive and contributing members of society. Discovery House is, and at all relevant times herein was, certified and/or licensed by the California Department of Health Care Services ("DHCS") to operate alcoholism and substance use disorder residential and detoxification treatment programs, including to provide incidental medical services ("IMS"). Discovery House is, and at all relevant times herein was, accredited by The Joint Commission, Behavioral Health Care Accreditation Program ("JCAHO"), and has a Centers for Medicare and Medicaid Services ("CMS"), Clinical Laboratory Improvements Amendments ("CLIA") certificate of waiver.
- 2. **Discovery Transitions** (TIN 82-1366868) is, and at all relevant times herein mentioned was, a California corporation, qualified to do business in the State of California.

  Discovery Transitions is a substance use disorder treatment provider. Discovery Transitions is in the profession of helping individuals recover from alcoholism and addiction and return to their



1

2

3

4

5

6

7

8

10

11

12

13

14

17

18

19

20

21

22

23

24

25

26

27

("CLIA") certificate of waiver.

families and communities as productive and contributing memb	ers of society. Discovery
Transitions is, and at all relevant times herein was, certified by	the California Department of
Health Care Services ("DHCS") to operate a substance use diso	rder outpatient treatment program
Discovery Transitions is, and at all relevant times herein was, ac	ccredited by The Joint
Commission, Behavioral Health Care Accreditation Program (".	JCAHO"), and holds a Centers for
Medicare and Medicaid Services ("CMS"), Clinical Laboratory	Improvements Amendments

- **DHP Heights** (TIN 82-4178957) is, and at all relevant times herein mentioned was, a California limited liability company, qualified to do business in the State of California. DHP Heights is a substance use disorder treatment provider. DHP Heights is in the profession of helping individuals recover from alcoholism and addiction and return to their families and communities as productive and contributing members of society. DHP Heights is, and at all relevant times herein was, certified and/or licensed by the California Department of Health Care Services ("DHCS") to operate substance use disorder inpatient and detoxification treatment programs, including to provide incidental medical services ("IMS"). DHP Heights is, and at all relevant times herein was, accredited by The Joint Commission, Behavioral Health Care Accreditation Program ("JCAHO"), and holds a Centers for Medicare and Medicaid Services ("CMS"), Clinical Laboratory Improvements Amendments ("CLIA") certificate of waiver.
- 4. MT Golden (TIN 82-4823403) is, and at all relevant times herein mentioned was, a California corporation, qualified to do business in the State of California. MT Golden is a substance use disorder treatment provider. MT Golden is in the profession of helping individuals recover from alcoholism and addiction and return to their families and communities as productive and contributing members of society. MT Golden is, and at all relevant times herein was, certified by the California Department of Health Care Services ("DHCS") to operate a substance use disorder outpatient treatment program. MT Golden is, and at all relevant times herein was, accredited by The Joint Commission, Behavioral Health Care Accreditation Program ("JCAHO"), and holds a Centers for Medicare and Medicaid Services ("CMS"), Clinical Laboratory Improvements Amendments ("CLIA") certificate of waiver.

# DOCKET

# Explore Litigation Insights



Docket Alarm provides insights to develop a more informed litigation strategy and the peace of mind of knowing you're on top of things.

## **Real-Time Litigation Alerts**



Keep your litigation team up-to-date with **real-time** alerts and advanced team management tools built for the enterprise, all while greatly reducing PACER spend.

Our comprehensive service means we can handle Federal, State, and Administrative courts across the country.

## **Advanced Docket Research**



With over 230 million records, Docket Alarm's cloud-native docket research platform finds what other services can't. Coverage includes Federal, State, plus PTAB, TTAB, ITC and NLRB decisions, all in one place.

Identify arguments that have been successful in the past with full text, pinpoint searching. Link to case law cited within any court document via Fastcase.

## **Analytics At Your Fingertips**



Learn what happened the last time a particular judge, opposing counsel or company faced cases similar to yours.

Advanced out-of-the-box PTAB and TTAB analytics are always at your fingertips.

## API

Docket Alarm offers a powerful API (application programming interface) to developers that want to integrate case filings into their apps.

#### **LAW FIRMS**

Build custom dashboards for your attorneys and clients with live data direct from the court.

Automate many repetitive legal tasks like conflict checks, document management, and marketing.

#### **FINANCIAL INSTITUTIONS**

Litigation and bankruptcy checks for companies and debtors.

## **E-DISCOVERY AND LEGAL VENDORS**

Sync your system to PACER to automate legal marketing.

