

UNITED STATES DISTRICT COURT  
WESTERN DISTRICT OF MICHIGAN  
SOUTHERN DIVISION

UNITED STATES OF AMERICA  
and the STATE OF MICHIGAN,  
*ex rel.* AMBER WEST,

Plaintiffs,

Case No. 1:11-CV-1051

v.

Hon. Paul L. Maloney  
United States District Judge

LAKESHORE HOME HEALTH CARE,  
INC., *et al.*,

Defendants.

**CONSENT JUDGMENT AGAINST  
DEFENDANT SOTERO M. URETA III, M.D.**

**Introduction**

1. This litigation arises from an action filed by Relator, captioned *United States, et al., ex rel. West v. U.S. Rehab Services, P.C., et al.*, No. 1:11-cv-1051 (W.D. Mich.) (Docket No. ("Dkt.") 1), under the *qui tam* provisions of the False Claims Act, 31 U.S.C. § 3730(b), and the Michigan Medicaid False Claims Act, MICH. COMP. LAWS § 400.610a(1). On September 19, 2012, the United States of America and the State of Michigan (the "Government Plaintiffs"), having intervened in this *qui tam* action, filed a Complaint Upon Intervention styled *United States, et al., ex rel. West v. Lakeshore Home Health Care, Inc., et al.*, No. 1:11-cv-1051 (W.D. Mich.) (Dkt. 35).

2. The Government Plaintiffs contend that they have certain civil claims against Defendant Sotero M. Ureta III, M.D., arising from claims that health care companies owned and/or controlled by Babubhai B. Rathod (the "Rathod Companies") submitted to Medicare and Medicaid for physical therapy, electrodiagnostic testing, and home health care services that Dr. Ureta

referred to the Rathod Companies between April 3, 2010 and December 22, 2011 in exchange for illegal remuneration and/or kickbacks in violation of the Anti-Kickback Statute, 42 U.S.C. § 1320a-7b, the physician self-referral statute (the “Stark Law”), 42 U.S.C. § 1395nn, the False Claims Act, 31 U.S.C. § 3729, *et seq.*, the Michigan Medicaid False Claims Act, MICH. COMP. LAWS § 400.610a, *et seq.*, and the common law.

### **Jurisdiction and Venue**

3. This Court has jurisdiction pursuant to 28 U.S.C. §§ 1331, 1345, 1355(a), 1367, and 31 U.S.C. §§ 3732(a) and 3732(b). Dr. Ureta admits that this Court has jurisdiction over him and the subject matter of this action.

4. Venue is appropriate in this District pursuant to 28 U.S.C. §§ 1391(b)(1), 1391(b)(2), 1395(a), and 31 U.S.C. § 3732(a).

### **The Parties’ Settlement Agreement**

5. To avoid the delay, uncertainty, inconvenience, and expense of protracted litigation of the Government Plaintiffs’ claims, the Government Plaintiffs, Dr. Ureta, and Relator (the “Parties”) have agreed to compromise their respective positions and to fully and finally resolve their disputes on the terms and conditions set forth in the Settlement Agreement attached hereto as Exhibit 1. Pursuant to Paragraph 2 of the Settlement Agreement, the Parties have stipulated to entry of this Consent Judgment.

6. The Court finds that the Settlement Agreement and this Consent Judgment are fair, adequate, and reasonable within the meaning of the False Claims Act, 31 U.S.C. § 3730(c)(2)(B), and the Michigan Medicaid False Claims Act, MICH. COMP. LAWS § 400.610a(5)(b).

7. The Court further finds that it has jurisdiction to enter this Consent Judgment.

Accordingly, IT IS HEREBY AGREED, ORDERED, AND ADJUDGED as follows:

**Terms of Consent Judgment**

a. In addition to the Initial Settlement Payment, identified in Paragraph 1 of the Settlement Agreement, judgment is hereby entered in favor of the Government Plaintiffs against Dr. Ureta in the amount of SEVENTEEN THOUSAND, FIFTY-SIX DOLLARS AND FORTY-FIVE CENTS (\$17,056.45); and

b. The Court shall maintain jurisdiction over this action as it pertains to Dr. Ureta., only for purposes of enforcing this Consent Judgment.

IT IS SO ORDERED.

Dated: January 24, 2017

/s/ Paul L. Maloney  
Hon. Paul L. Maloney  
United States District Judge



The Parties hereby apply for and consent to the entry of this Consent Judgment.

**FOR THE UNITED STATES OF AMERICA**

PATRICK A. MILES, JR.  
United States Attorney

By:

Adam B. Townshend

Dated:

1-13-17

ADAM B. TOWNSHEND  
Assistant U.S. Attorney  
U.S. Attorney's Office,  
Western District of Michigan  
330 Ionia Ave. NW, Suite 501  
Grand Rapids, MI 49503

**FOR THE STATE OF MICHIGAN**

BILL SCHUETTE  
Attorney General

By:

Jason Evans / AGT with permission

Dated:

1-13-17

JASON EVANS  
First Assistant Attorney General  
Health Care Fraud Division  
Michigan Department of Attorney General  
P.O. Box 30218  
Lansing, MI 48909

**FOR SOTERO M. URETA III, M.D.**

By:

SOTERO M. URETA III, M.D.

Dated: \_\_\_\_\_

By:

FRANK STANLEY  
Frank Stanley, P.C.  
234 N. Division Ave., Suite 400  
Grand Rapids, MI 49503

Dated: \_\_\_\_\_

The Parties hereby apply for and consent to the entry of this Consent Judgment.

**FOR THE UNITED STATES OF AMERICA**

PATRICK A. MILES, JR.  
United States Attorney

By: \_\_\_\_\_  
ADAM B. TOWNSHEND  
Assistant U.S. Attorney  
U.S. Attorney's Office,  
Western District of Michigan  
330 Ionia Ave. NW, Suite 501  
Grand Rapids, MI 49503

Dated: \_\_\_\_\_

**FOR THE STATE OF MICHIGAN**

BILL SCHUETTE  
Attorney General

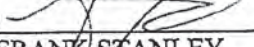
By: \_\_\_\_\_  
JASON EVANS  
First Assistant Attorney General  
Health Care Fraud Division  
Michigan Department of Attorney General  
P.O. Box 30218  
Lansing, MI 48909

Dated: \_\_\_\_\_

**FOR SOTERO M. URETA III, M.D.**

By:   
SOTERO M. URETA III, M.D.

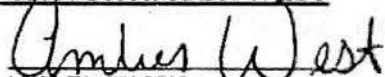
Dated: 12-30-2016

By:   
FRANK STANLEY  
Frank Stanley, P.C.  
234 N. Division Ave., Suite 400  
Grand Rapids, MI 49503

Dated: 1-4-17

**FOR RELATOR AMBER WEST**

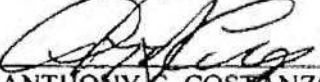
By:

  
AMBER WEST

Dated:

12-16-16

By:

  
ANTHONY G. COSTANZO  
Fortino, Plaxton & Costanzo, P.C.  
214 East Superior Street  
Alma, MI 48801

Dated:

1-10-17

By:

\_\_\_\_\_  
ALAN G. GILCHRIST  
The Health Law Partners, P.C.  
29566 Northwestern Highway, Suite 200  
Southfield, MI 48034

Dated:

\_\_\_\_\_

**FOR RELATOR AMBER WEST**

By: \_\_\_\_\_

AMBER WEST

Dated: \_\_\_\_\_

By: \_\_\_\_\_

ANTHONY G. COSTANZO  
Fortino, Plaxton & Costanzo, P.C.  
214 East Superior Street  
Alma, MI 48801

Dated: \_\_\_\_\_

By: \_\_\_\_\_

ALAN G. GILCHRIST  
The Health Law Partners, P.C.  
29566 Northwestern Highway, Suite 200  
Southfield, MI 48034

Dated: \_\_\_\_\_