## STATE OF MICHIGAN STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

# ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF: , I

Reg. No: 2006-21406

Issue No:

2009, 4031

Case No: Claimant Load No:

Load No: Hearing Date:

January 11, 2007 Wayne County DHS

ADMINISTRATIVE LAW JUDGE:

Colleen M. Mamelka for Jacqueline Hall-Keith

### **HEARING DECISION**

The hearing in this matter was conducted by Administrative Law Judge Jacqueline Hall-Keith on Thursday, January 11, 2008 pursuant to MCL 400.9 and MCL 400.37 upon the Claimant's request for a hearing. The Claimant appeared and testified. The record was extended for further medical evidence employment before the hearing decision was written. The undersigned Administrative Law Judge has written this hearing decision after review of all evidence in the record including the recording of the actual hearing as well as additional documents received.

#### **ISSUE**

Whether the Department properly determined that the Claimant was not disabled for purposes of Medical Assistance ("MA-P"), Retro MA-P, and the State Disability Assistance ("SDA") programs.

#### FINDINGS OF FACT

The Administrative Law Judge, based on the competent, material and substantial evidence on the whole record, finds as material fact:

- 1. The Claimant submitted a public assistance application seeking MA-P, Retro-MA, and SDA benefits on November 16, 2005.
- 2. On February 13, 2006, the Medical Review Team ("MRT") determined the Claimant was not disabled for MA-P and Retro MA-P purposes.
- 3. On or about June 2, 2006, the Department contacted the MRT regarding a decision for SDA benefits.
- 4. The MRT denied SDA benefits finding that the Claimant's impairment(s) does not prevent employment for 90 days or more.
- 5. On June 12, 2006, the Department sent the Claimant an eligiblity notice informing the Claimant that his SDA benefits were denied.
- 6. On June 30, 2006, the Department received the Claimant's Hearing Request protesting the determination that the Claimant is not disabled.
- 7. On August 17, 2006, the State Hearing Review Team ("SHRT") found the Claimant not disabled pursuant to 20 CFR 416.909 thus denied the Claimant's MA-P and Retro MA-P benefits.
- 8. The SHRT denied SDA finding that the severity of the impairment does not preclude all work activity for 90-days or more.
- 9. The Claimant's alleged disabling physical impairments are due to hernia, stomach pain, diabetes, sleep apnea, and high blood pressure.

- 10. The Claimant's alleged disabling mental impairments are due to bipolar II disorder.
  - 11.
- 12. The Claimant graduated from high school and can read, write, and perform basic math.
- 13. The Claimant's previous employment includes general laborer positions as well as a dealer at the casino and a service manager at an automotive repair facility.
- 14. The record was extended to allow for the submission of additional medical documentation.

#### CONCLUSIONS OF LAW

The Medical Assistance ("MA") program is established by Subchapter XIX of Chapter 7 of The Public Health & Welfare Act, 42 USC 1397, and is administered by the Department of Human Services ("DHS"), formally known as the Family Independence Agency, pursuant to MCL 400.10 *et seq* and MCL 400.105. Department policies are found in the Program Administrative Manual ("PAM"), the Program Eligibility Manual ("PEM"), and the Program Reference Manual ("PRM").

Disability is defined as the inability to do any substantial gainful activity by reason of any medically determinable physical or mental impairment which can be expected to result in death or which has lasted or can be expected to last for a continuous period of not less than 12 months.

20 CFR 416.905(a) The person claiming a physical or mental disability has the burden to establish it through the use of competent medical evidence from qualified medical sources such as his or her medical history, clinical/laboratory findings, diagnosis/prescribed treatment,

prognosis for recovery and/or medical assessment of ability to do work-relate activities or ability to reason and make appropriate mental adjustments, if a mental disability is alleged. 20 CFR 413.913 An individual's subjective pain complaints are not, in and of themselves, sufficient to establish disability. 20 CFR 416.908; 20 CFR 416.929(a) Similarly, conclusory statements by a physician or mental health professional that an individual is disabled or blind, absent supporting medical evidence, is insufficient to establish disability. 20 CFR 416.929(a)

When determining disability, the federal regulations require several factors to be considered including: (1) the location/duration/frequency/intensity of an applicant's pain; (2) the type/dosage/effectiveness/side effects of any medication the applicants takes to relieve pain; (3) any treatment other than pain medication that the applicant has received to relieve pain; and (4) the effect of the applicant's pain on his or her ability to do basic work activities. 20 CFR 416.929(c)(3) The applicant's pain must be assessed to determine the extent of his or her functional limitation(s) in light of the objective medical evidence presented. 20 CFR 416.929(c)(2)

In order to determine whether or not an individual is disabled, federal regulations require a five-step sequential evaluation process be utilized. 20 CFR 416.920(a)(1) The five-step analysis requires the trier of fact to consider an individual's current work activity; the severity of the impairment(s) both in duration and whether it meets or equals a listed impairment in Appendix 1; residual functional capacity to determine whether an individual can perform past relevant work; and residual functional capacity along with vocational factors (i.e. age, education, and work experience) to determine if an individual can adjust to other work. 20 CFR 416.920(a)(4); 20 CFR 416.945

If an individual is found disabled, or not disabled, at any step, a determination or decision is made with no need evaluate subsequent steps. 20 CFR 416.920(a)(4) If a determination cannot be made that an individual is disabled, or not disabled, at a particular step, the next step is required. 20 CFR 416.920(a)(4) If an impairment does not meet or equal a listed impairment, an individual's residual functional capacity is assessed before moving from step three to step four. 20 CFR 416.920(a)(4); 20 CFR 416.945 Residual functional capacity is the most an individual can do despite the limitations based on all relevant evidence. 20 CFR 945(a)(1) An individual's residual functional capacity assessment is evaluated at both steps four and five. 20 CFR 416.920(a)(4) In determining disability, an individual's functional capacity to perform basic work activities is evaluated and if found that the individual has the ability to perform basic work activities without significant limitation, disability will not be found. 20 CFR 416.994(b)(1)(iv)

As outlined above, the first step looks at the individual's current work activity. An individual is not disabled regardless of the medical condition, age, education, and work experience, if the individual is working and the work is a substantial, gainful activity. 20 CFR 416.920(a)(4)(i) In the record presented, the Claimant is not involved in substantial gainful activity and last worked in approximately June of 2005. The Claimant is not ineligible for disability under Step 1.

The severity of the Claimant's alleged impairment(s) is considered under Step 2. In order to be considered disabled for MA purposes, the impairment must be severe. 20 CFR 916.920(a)(4)(ii); 20 CFR 916.920(b) An impairment, or combination of impairments, is severe if it significantly limits an individual's physical or mental ability to do basic work activities regardless of age, education and work experience. 20 CFR 916.920(a)(4)(ii); 20 CFR 916.920(c)

Basic work activities means the abilities and aptitudes necessary to do most jobs. 20 CFR 916.921(b) Examples include:

- 1. Physical functions such as walking, standing, sitting, lifting, pushing, pulling, reaching, carrying, or handling;
- 2. Capacities for seeing, hearing, and speaking;
- 3. Understanding, carrying out, and remembering simple instructions;
- 4. Use of judgment;
- 5. Responding appropriately to supervision, co-workers and usual work situations; and
- 6. Dealing with changes in a routine work setting.

Id. The second step allows for dismissal of a disability claim obviously lacking in medical merit. Higgs v Bowen, 880 F2d 860, 862 (CA 6, 1988). The severity requirement may still be employed as an administrative convenience to screen out claims that are totally groundless solely from a medical standpoint. Id. at 863 citing Farris v Sec of Health and Human Services, 773 F2d 85, 90 n.1 (CA 6, 1985) An impairment qualifies as severe only if, regardless of a claimant's age, education, or work experience, the impairment would not affect the claimant's ability to work. Salmi v Sec of Health and Human Services, 774 F2d 685, 692 (CA 6, 1985)

In this case, the Claimant asserted physical impairments due to diabetes, high blood pressure, hernia, and sleep apnea. Although the case record was extended to provide further time for the submission of additional medical documentation, no medical records were received which would substantiate the Claimant's alleged physical impairments. The Department indicated that the Claimant failed to attend a scheduled internist appointment, however, a notice confirming the appointment was not provided as requested to establish the Claimant received notification of the appointment. Ultimately, the Claimant bears the burden to present sufficient objective medical

evidence to corroborate the alleged disabling impairments. In order to be considered disabled for MA purposes, the impairment must be severe. 20 CFR 916.920(a)(4)(ii); 20 CFR 916.920(b) In the present case, the record is insufficient and does not support a finding that the Claimant's physical impairment, or combination of impairments, significantly limits his physical ability to perform basic work activities. Although the record is devoid of medical records necessary to establish a physical disabling impairment(s), the Claimant also alleges disability based upon mental impairments.

On October 4, 2005, the Claimant was admitted via emergency room at Henry Ford Wyandotte Hospital due to a drug overdose the Claimant with drug overdose and major depresseion. As a result, the Claimant was transferred and admitted to the psychiatric unit. 

diagnoses on October 10<sup>th</sup>, were bipolar disorder, mixed, depressed type, severe with psychotic features. During his stay, the Claimant was prescribed Wellbutrin, Lexapro, Depakote, Geodon, and Klonopin. Upon discharge, the Claimant was provided with a 2-week supply of medication and instructed to follow-up in an outpatient setting.

On October 10, Psychiatric/Psychological Examination Report (FIA-49D) and a Mental Residual Functional Capacity Assessment (FIA-49E) on behalf of the Claimant. The Claimant's understanding, memory, concentration and persisitence, social interactions and adaption were found to be markedly limited that the Claimant needs to consistently remain on treatment.

On January 9, 2007

letter stating that she began treating the Claimant in November of 2005 for symptoms relating to Bipolar II Disorder recommending continued therapy and medication management.

In this case, the Claimant has presented medical evidence establishing that he does have some psychological limitations on his ability to perform basic work activities such as understanding, carrying out, and remembering intructions; use of judgment; responding appropriately to supervision and co-workers; and dealing with changes in a routing work setting. The medical evidence has established that the Claimant has an impairment, or combination thereof, that has more than a de minimis effect on the Claimant's basic work activities. Further, the impairments have lasted continuously for twelve months. Therefore, the Claimant is not disqualified from receipt of MA-P benefits under Step 2.

In the third step of the sequential analysis of a disability claim, the trier of fact must determine if the Claimant's impairment, or combination of impairments, is listed in Appendix 1 of Subpart P of 20 CFR, Part 404. The Claimant has alleged disabling mental impairments are due bipolar II disorder.

Appendix I, Listing of Impairments discusses the analysis and criteria necessary to support a finding of a listed impairment. Listing 12.00 encompasses adult mental disorders. The evaluation of disability on the basis of mental disorders requires documentation of a medically determinable impairment(s) and consideration of the degree in which the impairment limits the individual's ability to work, and whether these limitations have lasted or are expected to last for a continuous period of at least 12 months. 12.00A The existence of a medically determinable impairment(s) of the required duration must be established through medical evidence consisting of symptoms, signs, and laboratory findings, to include psychological test findings. 12.00B The evaluation of disability on the basis of a mental disorder requires sufficient evidence to (1) establish the presence of a medically determinable mental impairment(s), (2) assess the degree of functional limitation the impairment(s) imposes, and (3) project the probable duration

of the impairment(s). 12.00D The evaluation of disability on the basis of mental disorders requires documentation of a medically determinable impairment(s) and consideration of the degree in which the impairment limits the individual's ability to work consideration, and whether these limitations have lasted or are expected to last for a continuous period of at least 12 months. 12.00A

Listing 12.04 defines affective disorders as being characterized by a disturbance of mood, accompanied by a full or partial manic or depressive syndrome. Generally, affective disorders involve either depression or elation. The required level of severity for these disorders is met when the requirements of both A and B are satisfied, or when the requirements in C are satisfied.

- A. Medically documented persistence, either continuous or intermittent, of one of the following:
  - 1. Depressive syndrome characterized by at least four of the following:
    - a. Anhedonia or pervasive loss of interest in almost all activities; or
    - b. Appetite disturbance with change in weight; or
    - c. Sleep disturbance; or
    - d. Psychomotor agitation or retardation; or
    - e. Decreased energy; or
    - f. Feelings of guilt or worthlessness; or
    - g. Difficulty concentrating or thinking; or
    - h. Thoughts of suicide; or
    - i. Hallucinations, delusions, or paranoid thinking;

OR

- 2. Manic syndrome characterized by at least three of the following:
  - a. Hyperactivity; or
  - b. Pressure of speech; or
  - c. Flight of ideas; or
  - d. Inflated self-esteem; or
  - e. Decreased need for sleep; or
  - f. Easy distractibility; or
  - g. Involvement in activities that have a high probability of painful consequences which are not recognized; or
  - h. Hallucinations, delusions, or paranoid thinking;

OR

3. Bipolar syndrome with a history of episodic periods manifested by the full symptomatic picture of both manic and depressive syndromes (and currently characterized by either or both syndromes);

#### **AND**

- B. Resulting in at least two of the following:
  - 1. Marked restriction on activities of daily living; or
  - 2. Marked difficulties in maintaining social functioning; or
  - 3. Marked difficulties in maintaining concentration, persistence, or pace; or
  - 4. Repeated episodes of decompensation, each of extended duration;

OR

- C. Medically documented history of chronic affective disorder of at least 2 years' duration that has caused more than a minimal limitation of ability to do basic work activities, with symptoms or signs currently attenuated by medication or psychosocial support, and one of the following:
  - 1. Repeated episodes of decompensation, each of extended duration; or

- 2. A residual disease process that has resulted in such marginal adjustment that even minimal increase in mental demands or change in the environment would be predicted to cause the individual to decompensate; or
- 3. Current history of 1 or more years' inability to function outside a highly supportive living arrangement, with an indication of continued need for such an arrangement.

In this case, medical evidence documents that the Claimant has bipolar II disorder with marked restrictions on his activities of daily living, concentration, and social interaction. The submitted medical records establish that the Claimant was committed to a psychiatric unit for approximately one week in October of 2005 and that the Claimant continues to receive outpatient treatment. Prescribed medication includes in part, Lexapro and Geodon. Based upon the submitted medical documentation, the Claimant's mental impairment(s) have lasted continuously for more than a 12 month period and meet or equal the Listing impairments found at 12.04. Accordingly, the Claimant is found disabled at Step 3; therefore, subsequent steps in the sequential evaluation process are not necessary.

The State Disability Assistance ("SDA") program, which provides financial assistance for disabled persons, was established by 2004 PA 344. DHS administers the SDA program purusant to MCL 400.10 *et seq.* and Michigan Administrative Code ("MAC R") 400.3151 – 400.3180. Department policies are found in PAM, PEM, and PRM. A person is considered disabled for SDA purposes if the person has a physical or mental impariment which meets federal SSI disability standards for at least ninety days. Receipt of SSI or RSDI benefits based on disability or blindness, or the receipt of MA benefits based on disability or blindness (MA-P) automatically qualifies an individual as disabled for purposes of the SDA program.

In this case, the Claimant was found disabled for the purposes of the MA program, the Claimant is disabled for purposes of the SDA program.

#### **DECISION AND ORDER**

The Administrative Law Judge, based upon the findings of fact and conclusions of law, finds the Claimant disabled for purposes of the Medical Assistance program, Retro MA-P, and the State Disability Assistance program.

#### It is ORDERED:

- 1. The Department's determination is REVERSED.
- 2. The Department shall initiate review of the November 16, 2005 application to determine if all other non-medical criteria are met and inform the Claimant of the determination.
- 3. The Department shall supplement the Claimant any lost benefits he was entitled to receive if otherwise eligible and qualified in accordance with department policy.
- 4. The Department shall review the Claimant's continued eligibility in accordance department policy in January of 2010.

Colleen M. Mamelka
Administrative Law Judge
For Ismael Ahmed, Director
Department of Human Services

Date Signed: January 6, 2009

Date Mailed: January 9, 2009

**NOTICE:** Administrative Hearings may order a rehearing or reconsideration on either its own motion or at the request of a party within 30 days of the mailing date of this Decision and Order. Administrative hearings will not order a rehearing or reconsideration on the Department's motion where the final decision cannot be implemented within 90 days of the filing of the original request.

The Claimant may appeal the Decision and Order to the Circuit within 30 days of the receipt of the Decision and Order or, if a timely request for rehearing was made, within 30 days of the recip date of the rehearing decision.

### CMM

