

STATE OF MICHIGAN
STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

ADMINISTRATIVE HEARINGS FOR THE
DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF: [REDACTED],
Claimant

Reg. No: 2007-11668
Issue No: 2009
Case No: [REDACTED]
Load No: [REDACTED]
Hearing Date:
August 8, 2007
Oakland County DHS

ADMINISTRATIVE LAW JUDGE: Jana A. Bachman

HEARING DECISION

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9; and MCL 400.37 upon claimant's request for a hearing. After due notice, a telephone hearing was held on August 8, 2007. Claimant was represented by [REDACTED]

ISSUE

Whether the Department of Human Services (department) properly determined that claimant has not established disability for purposes of Medical Assistance (MA).

FINDINGS OF FACT

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

(1) March 9, 2007, claimant applied for MA. Claimant submitted medical records for department consideration.

(2) March 26, 2007, the Medical Review Team denied claimant's application.
Department Exhibit (Department) A.

(3) [REDACTED], the department sent claimant written notice that the application was denied. Department C.

(4) [REDACTED], the department received claimant's timely request for hearing.

(5) July 3, 2007, the State Hearing Review Team (SHRT) denied claimant's application. Department B.

(6) [REDACTED], the telephone hearing was held. Prior to close of the record, claimant submitted additional medical evidence for consideration. Claimant waived her right to a timely hearing decision. October 18, 2007, SHRT again denied claimant's application. SHRT Decision, 10/18/07.

(7) Claimant asserts disability based on lymphedema, numbness in her finger tips, back pain, bipolar disorder, obsessive compulsive disorder, and post cancer.

(8) Claimant testified at hearing. Claimant is 45 years old, 5'6" tall, and weighs 120 pounds. Claimant completed 12th grade and cosmetology training. She is able to read, write, and perform basic math. Her driver's license is suspended due to unpaid tickets. She cares for her needs at home.

(9) Claimant's past relevant employment has been as a waitress, hair stylist, and bartender.

(10) [REDACTED], claimant was admitted to hospital following overdose of narcotics. Physical exam revealed necrotic post-operative infection. The treatment notes indicate that claimant was noncompliant with wound care following diagnosis of infection during previous month. Claimant was treated with wound debridement and antibiotics. She was discharged to home on [REDACTED]. Department A, pages 11-32.

(11) On an unknown date, claimant's oncologist completed a [REDACTED] [REDACTED] following physical exam that took place on [REDACTED]. Doctor indicates a diagnosis of breast cancer. Doctor indicates a normal physical exam with the exception of claimant appears unstable and depressed. Claimant A.

(12) [REDACTED] claimant was admitted to hospital after being found unresponsive in a city parking lot. Physical exam revealed claimant had taken narcotic overdose. She also was dehydrated, hypothermic, and had a urinary infection. Claimant reported that she was post radical mastectomy in [REDACTED] and post chemo and radiation therapy. Claimant was treated and apparently discharged [REDACTED]. Report, [REDACTED].

(13) [REDACTED] psychological treatment records indicate claimant is being treated for bipolar disorder and alcohol abuse. Department A. [REDACTED], claimant's mental health treatment professional completed a [REDACTED] following exam that took place on [REDACTED]. The form indicates treatment professional's opinion that claimant is not significantly limited in 5 of 20 areas of functioning and moderately limited in 15 of 20 areas of functioning. Department A.

CONCLUSIONS OF LAW

The Medical Assistance (MA) program is established by Title XIX of the Social Security Act and is implemented by Title 42 of the Code of Federal Regulations (CFR). The Department of Human Services (DHS or department) administers the MA program 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).

Pursuant to Federal Rule 42 CFR 435.540, the Department of Human Services uses the federal Supplemental Security Income (SSI) policy in determining eligibility for disability under the Medical Assistance program. Under SSI, 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 set order is used to determine disability. Current work activity, severity of impairments, residual functional capacity, past work, age, or education and work experience is reviewed. If there is a finding that an individual is disabled or not disabled at any point in the review, there will be no further evaluation. 20 CFR 416.920.

If an individual is working and the work is substantial gainful activity, the individual is not disabled regardless of the medical condition, education and work experience. 20 CFR 416.920(c).

If the impairment or combination of impairments do not significantly limit physical or mental ability to do basic work activities, it is not a severe impairment(s) and disability does not exist. Age, education and work experience will not be considered. 20 CFR 416.920.

Statements about pain or other symptoms do not alone establish disability. There must be medical signs and laboratory findings which demonstrate a medical impairment.... 20 CFR 416.929(a).

...Medical reports should include –

- (1) Medical history.
- (2) Clinical findings (such as the results of physical or mental status examinations);
- (3) Laboratory findings (such as blood pressure, X-rays);

- (4) Diagnosis (statement of disease or injury based on its signs and symptoms)... 20 CFR 416.913(b).

In determining disability under the law, the ability to work is measured. An individual's functional capacity for doing basic work activities is evaluated. If an individual has the ability to perform basic work activities without significant limitations, he or she is not considered disabled. 20 CFR 416.994(b)(1)(iv).

Basic work activities are the abilities and aptitudes necessary to do most jobs. Examples of these 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. 20 CFR 416.921(b).

Medical findings must allow a determination of (1) the nature and limiting effects of your impairment(s) for any period in question; (2) the probable duration of the impairment; and (3) the residual functional capacity to do work-related physical and mental activities. 20 CFR 416.913(d).

Medical evidence may contain medical opinions. Medical opinions are statements from physicians and psychologists or other acceptable medical sources that reflect judgments about the nature and severity of the impairment(s), including your symptoms, diagnosis and prognosis, what an individual can do despite impairment(s), and the physical or mental restrictions. 20 CFR 416.927(a)(2).

All of the evidence relevant to the claim, including medical opinions, is reviewed and findings are made. 20 CFR 416.927(c).

For mental disorders, severity is assessed in terms of the functional limitations imposed by the impairment. Functional limitations are assessed using the criteria in paragraph (B) of the listings for mental disorders (descriptions of restrictions of activities of daily living, social functioning; concentration, persistence, or pace; and ability to tolerate increased mental demands associated with competitive work).... 20 CFR, Part 404, Subpart P, App. 1, 12.00(C).

If an individual fails to cooperate by appearing for a physical or mental examination by a certain date without good cause, there will not be a finding of disability. 20 CFR 416.994(b)(4)(ii).

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When determining disability, the federal regulations require that several considerations be analyzed in sequential order. If disability can be ruled out at any step, analysis of the next step is not required. These steps are:

1. Does the client perform Substantial Gainful Activity (SGA)? If yes, the client is ineligible for MA. If no, the analysis continues to Step 2. 20 CFR 416.920(b).
2. Does the client have a severe impairment that has lasted or is expected to last 12 months or more or result in death? If no, the client is ineligible for MA. If yes, the analysis continues to Step 3. 20 CFR 416.920(c).
3. Does the impairment appear on a special listing of impairments or are the client's symptoms, signs, and laboratory findings at least equivalent in severity to the set of medical findings specified for the listed impairment? If no, the analysis continues to Step 4. If yes, MA is approved. 20 CFR 416.290(d).
4. Can the client do the former work that he/she performed within the last 15 years? If yes, the client is ineligible for MA. If no, the analysis continues to Step 5. 20 CFR 416.920(e).
5. Does the client have the Residual Functional Capacity (RFC) to perform other work according to the guidelines set forth at 20 CFR 404, Subpart P, Appendix 2, Sections 200.00-204.00? If yes, the analysis ends and the client is ineligible for MA. If no, MA is approved. 20 CFR 416.920(f).

At Step 1, claimant is not engaged in substantial gainful activity and so is not disqualified from receiving disability at Step 1.

At Step 2, the objective medical evidence of record indicates that claimant is post-radical mastectomy on or about [REDACTED]. Claimant was provided chemo and radiation therapy. In [REDACTED], claimant was successfully treated for a necrotic infection at the wound site of her surgery. On or about [REDACTED], claimant's oncologist opines that claimant seemed unstable and depressed. Finding of Fact 10-11. Doctor opined that claimant was limited in memory, sustained concentration, and social interaction, possibly due to pain medication. Doctor opined that claimant was not able to lift any weight, perform repetitive actions with her left arm or operate foot and leg controls with either lower extremity. He notes that these restrictions are due to previous surgery for breast cancer. (Claimant A, [REDACTED]) These opinions are not consistent

with doctor's own physical exam or other physical exam records in the hearing record.

Accordingly, doctor's opinion regarding claimant's limitations must be given lesser weight.

At Step 2, the objective medical evidence of record indicates that claimant has bipolar disorder and alcohol abuse. Treatment professional opines that claimant was either moderately or not significantly limited in 20 of 20 areas of functioning. Finding of Fact 13.

██████████, claimant was admitted to hospital after narcotic overdose. The record does not indicate that the overdose was a suicide attempt. No psychiatric treatment was provided as mental status changes were found to be due to narcotic overdose. Finding of Fact 12.

At Step 2, the objective medical evidence of record is not sufficient to establish that claimant has severe impairments that have lasted or are expected to last 12 months or more and prevent employment at any job for 12 months or more. Therefore, claimant is disqualified from receiving disability at Step 2.

At Step 3, claimant's impairments do not rise to the level necessary to be specifically disabling by law.

At Step 4, claimant's past relevant employment has been as a waitress, bar tender, and hair stylist. The objective medical evidence of record establishes that claimant is post radical mastectomy for breast cancer in ██████████. She suffered a post surgical infection in ██████████ which was successfully treated. Claimant has been treated for two drug overdoses that appear to be related to substance abuse and not suicide attempts. Claimant has bipolar disorder and is either not significantly limited or moderately limited in 20 of 20 areas of functioning. See discussion at Step 2, above. Finding of Fact 9-13. Claimant's oncologist opines that claimant is unable to lift any weight or perform repetitive actions with her left upper extremity. Department A.

At Step 4, giving consideration to claimant's oncologist's opinion that claimant is unable to lift weight and perform repetitive actions with her left upper extremity, it is not likely that claimant is able to perform the duties of her past relevant employment as bartender, waitress, or hair stylist as they require lifting and repetitive actions of the upper extremities. However, doctor does not indicate objective medical criteria for this opinion and does not specify a time frame the limitation will last. Accordingly, the objective medical evidence of record is not sufficient to establish that claimant has functional impairments that prevent claimant, for a period of 12 months or more, from engaging in a full range of duties required by claimant's past relevant employment. Therefore, claimant is disqualified from receiving disability at Step 4.

Although claimant is disqualified at Step 4, the Administrative Law Judge will proceed through the Step 5 sequential evaluation process, *arguendo*, to determine whether claimant has the residual functional capacity to perform some other less strenuous work than required by claimant's past relevant employment.

The residual functional capacity is what an individual can do despite limitations. All impairments will be considered in addition to ability to meet certain demands of jobs in the national economy. Physical demands, mental demands, sensory requirements and other functions will be evaluated.... 20 CFR 416.945(a).

To determine the physical demands (exertional requirements) of work in the national economy, we classify jobs as sedentary, light, medium and heavy. These terms have the same meaning as they have in the Dictionary of Occupational Titles, published by the Department of Labor.... 20 CFR 416.967.

Sedentary work. Sedentary work involves lifting no more than 10 pounds at a time and occasionally lifting or carrying articles like docket files, ledgers, and small tools. Although a

sedentary job is defined as one which involves sitting, a certain amount of walking and standing is often necessary in carrying out job duties. Jobs are sedentary if walking and standing are required occasionally and other sedentary criteria are met. 20 CFR 416.967(a).

Light work. Light work involves lifting no more than 20 pounds at a time with frequent lifting or carrying of objects weighing up to 10 pounds. Even though the weight lifted may be very little, a job is in this category when it requires a good deal of walking or standing, or when it involves sitting most of the time with some pushing and pulling of arm or leg controls.... 20 CFR 416.967(b).

Medium work. Medium work involves lifting no more than 50 pounds at a time with frequent lifting or carrying of objects weighing up to 25 pounds. If someone can do medium work, we determine that he or she can also do sedentary and light work. 20 CFR 416.967(c).

Heavy work. Heavy work involves lifting no more than 100 pounds at a time with frequent lifting or carrying of objects weighing up to 50 pounds. If someone can do heavy work, we determine that he or she can also do medium, light, and sedentary work. 20 CFR 416.967(d).

At Step 5, the objective medical evidence of record indicates that claimant that claimant is post radical mastectomy and has bipolar disorder and alcohol abuse. See discussion at Step 2 and 4, above. Finding of Fact 10-13.

At Step 5, the objective medical evidence of record is sufficient to establish that claimant retains the residual functional capacity to perform at least simple, sedentary work activities. Considering claimant's Vocational Profile (younger individual, high school education, and history of skilled and unskilled work) and relying on Vocational Rule 201.21, claimant is not disabled. Therefore, claimant is disqualified from receiving disability at Step 5.

Claimant does not meet the federal statutory requirements to qualify for disability. Therefore, claimant does not qualify for Medical Assistance based on disability and the department properly denied claimant's application.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides that claimant has not established disability for Medical Assistance.

Accordingly, the department's action is HEREBY UPHELD.

/s/

Jana A. Bachman
Administrative Law Judge
for Ismael Ahmed, Director
Department of Human Services

Date Signed: [REDACTED]

Date Mailed: [REDACTED]

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 Circuit Court 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 receipt date of the rehearing decision.

JAB/db

cc: [REDACTED]