# STATE OF MICHIGAN STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

## ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:

Claimant

Reg. No.: 2007-13386

Issue No.: 2009, 4031

Case No.:

Load No.:

Hearing Date: February 14, 2008

Oakland County DHS (2)

ADMINISTRATIVE LAW JUDGE: Judith Ralston Ellison

## **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 hearing was held on February 14, 2008. The Claimant, his mother and representative appeared at the Department of Human Service (Department) in Oakland County.

The record was left open to obtain additional medical information. The medical information was submitted to the State Hearing Review Team (SHRT) and the application was denied. This matter is now before the undersigned for final decision.

#### **ISSUES**

Whether the Department properly determined the Claimant is "not disabled" for purposes of Medical Assistance (MA-P) and retroactive MA-P back to April 2006 and State Disability

Assistance programs for a closed time period of April 2006 through July 2007?

#### FINDINGS OF FACT

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

- (1) The Claimant filed an application for MA-P and SDA on July 31, 2006.
- (2) On October 5, 2006 the Department denied the application; and on July 21, 2008 the SHRT denied the application finding medical records established the ability to return to past work.
- (3) The Claimant filed a timely hearing request on January 5, 2007.
- (4) Claimant's date of birth is ; and for the time period at issue was thirty-one years of age.
- (5) Claimant completed grade12 and two years college; and can read and write English and perform basic math
- Claimant returned to work in August 2007 earning per week; and Department records show first quarter 2006 wages in the amount of with child support payments made from September 2006 through July 2007; additional testimony reported earning per week running a music studio. Department Exhibit (DE) 4, pp 1-4.

### **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 400.1 *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).

Federal regulations require that the department use the same operative definition for "disabled" as used for Supplemental Security Income (SSI) under Title XVI of the Social Security Act. 42 CFR 435.540(a).

"Disability" is:

... 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 CFR416.905

In determining whether an individual is disabled, 20 CFR 416.920 requires the trier of fact to follow a sequential evaluation process by which current work activity; the severity of impairment(s); residual functional capacity, and vocational factors (i.e., age, education, and work experience) are assessed in that order. A determination that an individual is disabled can be made at any step in the sequential evaluation. Then evaluation under a subsequent step is not necessary.

First, the trier of fact must determine if the individual is working and if the work is substantial gainful activity (SGA). 20 CFR 416.920(b). In this case, under the first step, the Department records established a first quarter 2006 income in the amount of the 3 months, the Claimant earned each month. SGA in 2006 was per month. But when the Department asked how the Claimant could pay child support, the Claimant testified to SGA of per week from his music studio. The undersigned requested sworn confirmation of the total monthly income amounts from the Claimant/representative; and no evidence was received. Thus the undersigned finds the Claimant is disqualified for MA at step one in the evaluation process based on the Claimant's testimony.

The State Disability Assistance (SDA) program which provides financial assistance for disabled persons is established by 1939 PA 280, as amended. The Department of Human Services (formerly known as the Family Independence Agency) administers the SDA program pursuant to MCL 400.1 et seq., and MAC R 400.3151-400.3180. Department policies are found

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in the Program Administrative Manual (PAM), the Program Eligibility Manual (PEM) and the

Program Reference Manual (PRM).

A person is considered disabled for purposes of SDA if the person has a physical or

mental impairment 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. Other specific financial and non-financial eligibility criteria are found in PEM

261.

In this case, there is insufficient evidence to support a finding that Claimant's

impairments meet the requirements under SSI disability standards, and prevent return to past

relevant work for ninety days. This Administrative Law Judge finds the Claimant is presently

"not disabled" for purposes of the SDA program.

**DECISION AND ORDER** 

The Administrative Law Judge, based on the findings of fact and conclusions of law,

decides that the Claimant is "not disabled" for purposes of the Medical Assistance program and

State Medical Assistance program.

It is ORDERED; the Department's determination in this matter is AFFIRMED.

Judith Ralston Ellison Administrative Law Judge For Ishmael Ahmed, Director

Department of Human Services

Date Signed: \_04/21/09\_

Date Mailed: \_\_04/21/09\_\_

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<u>NOTICE</u>: 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.

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