# 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:2007-30584Issue No:2009; 4031Case No:Image: Comparison of the second second

# ADMINISTRATIVE LAW JUDGE: Jay W. Sexton

# 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 in Saginaw on January 29, 2008. Claimant personally appeared and testified under oath.

The department was represented by Julia Choate (ES).

The Administrative Law Judge appeared by telephone from Lansing.

Claimant requested additional time to submit new medical evidence. Claimant waived the time limit requirements so his new medical evidence could be reviewed by SHRT. Claimant did not submit new medical records by the Record Close Date.

### ISSUES

(1) Did claimant establish a severe mental impairment expected to preclude him from substantial gainful work, **continuously**, for one year (MA-P) or 90 days (SDA)?

(2) Did claimant establish a severe physical impairment expected to preclude him from substantial gainful work, **continuously**, for one year (MA-P) or 90 days (SDA)?

# FINDINGS OF FACT

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

(1) Claimant is an MA-P/SDA applicant (April 23, 2007) who was denied by SHRT

(December 19, 2007) due to claimant's ability to perform his past work.

(2) Claimant's vocational factors are: age—41; education—high school diploma;

post high school education—none; work experience—manager for , sales

associate for , gas station cashier.

- (3) Claimant has not performed substantial gainful activity (SGA) since he worked
- for in April 2007.
  - (4) Claimant has the following unable-to-work complaints:
    - (a) bilateral leg pain;
    - (b) unable to bend over/kneel;
    - (c) unable to raise his left arm;
    - (d) possible multiple sclerosis (MS);
    - (e) HIV positive.
  - (5) SHRT evaluated claimant's medical evidence as follows:

# **OBJECTIVE MEDICAL EVIDENCE (December 19, 2007)**

In 4/2007, claimant's CD4 count was 830 (page 20). In 5/2007, claimant's infectious diseases specialist noted that claimant was HIV positive with no active symptoms of infection. He did have some lower extremity weakness and used a cane to ambulate with numbness in the hands/feet (pages 11-12).

ANALYSIS: The objective medical evidence presented does not establish a disability at the listing or equivalence level. The collective medical evidence shows that claimant is capable of performing a wide range of light work.

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(6) Claimant lives with his roommate and performs the following activities of daily

living (ADLs): dressing, bathing, and dishwashing. Claimant uses a cane, but not a walker,

wheelchair, or shower stool.

(7) Claimant has a valid driver's license but does not drive. Claimant is not computer literate.

(8) The following medical records are persuasive:

(a) A May 25, 2007 Medical Examination Report (DHS-49) was reviewed. The physician provided the following diagnosis: HIV infection (1996); avascular necrosis of the left hip (January 2007).

The physician provided the following limitations: Claimant is able to lift up to 20 pounds occasionally. He is able to stand/walk less than two hours in an eight-hour day. He is able to use his hands/arms normally. He is able to use his right leg normally, but not his left.

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(9) The probative medical evidence does not establish an acute mental (non-

exertional) condition expected to prevent claimant from performing all customary work functions for the required period of time. There is no psychiatric/psychological evidence in the record to establish a severe mental impairment. Claimant did not supply a DHS-49D or DHS-49E to establish his residual mental functioning capacity.

(10) The probative medical evidence does not establish an acute physical (exertional)

impairment expected to prevent claimant from performing all customary work functions for the required period of time. The medical/vocational records do show an HIV infection and avascular necrosis of the left hip.

(11) Claimant recently applied for federal disability benefits with the Social SecurityAdministration. His application is currently pending.

#### CONCLUSIONS OF LAW

### **CLAIMANT'S POSITION**

Claimant thinks he is entitled to MA-P/SDA based on the impairments listed in paragraph #4, above.

#### **DEPARTMENT'S POSITION**

The department thinks that claimant has the Residual Functional Capacity (RFC) to perform his past relevant light work. The department thinks that claimant retains the physical residual functioning to perform his past work (sales/management). The department denied MA-P/SDA based on claimant's ability to perform his past work as a manager of an electronics store.

#### LEGAL BASE

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).

The State Disability Assistance (SDA) program which provides financial assistance for disabled persons is established by 2004 PA 344. The Department of Human Services (DHS or department) administers the SDA program pursuant to MCL 400.10, *et seq.*, and MAC R 400.3151-400.3180. 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).

The Administrative Law Judge is responsible for making the determination or decision

about whether the statutory definition of disability is met. The Administrative Law Judge

reviews all medical findings and other evidence that support a medical source's statement of

disability.... 20 CFR 416.927(e).

A statement by a medical source finding that an individual is "disabled" or "unable to

work" does not mean that disability exists for the purposes of the program. 20 CFR 416.927(e).

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 <u>not</u> required. These steps are:

- 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).

**Claimant has the burden of proof** to show by a preponderance of the medical evidence in the record that his mental/physical impairments meet the department's definition of disability for MA-P/SDA purposes. PEM 260 and 261. "Disability," as defined by MA-P/SDA standards is a legal term which is individually determined by a consideration of all factors in each particular case.

### <u>STEP 1</u>

The issue at Step 1 is whether claimant is performing Substantial Gainful Activity (SGA). If claimant is working and is earning substantial income, he is not eligible for MA-P/SDA.

SGA is defined as the performance of significant duties over a reasonable period of time for pay. Claimants who are working and performing substantial gainful activity (SGA) are not disabled regardless of medical condition, age, education, or work experience. 20 CFR 416.920(b).

The medical/vocational evidence of record shows that claimant is not currently performing SGA. Therefore, claimant meets the Step 1 eligibility test.

### <u>STEP 2</u>

The issue at Step 2 is whether claimant has impairments which meet the SSI definition of severity/duration.

Unless an impairment is expected to result in death, it must have lasted or be expected to last for a continuous period of at least 12 months. 20 CFR 416.909.

Also to qualify for MA-P/SDA, claimant must satisfy both the gainful work and duration criteria. 20 CFR 416.920(a).

Because the claimant does not have an impairment or combination of impairments which profoundly limit his physical/mental ability to do basic work activities, he does not meet the Step 2 disability criteria. SHRT found that claimant does not meet the severity and duration requirements.

Therefore, the claimant does not meet the Step 2 eligibility test.

#### <u>STEP 3</u>

The issue at Step 3 is whether claimant meets the Listing of Impairments in the SSI

regulations. Claimant does not allege disability based on the listings.

Therefore, the claimant does not meet the Step 3 eligibility test.

### <u>STEP 4</u>

The issue at Step 4 is whether claimant is able to do his previous work. Claimant

previously managed an FYE electronics store. Claimant's work as an electronics store manager

was sedentary work, which may be defined as follows:

**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).

The medical evidence of record shows that claimant is able to perform sedentary work.

Therefore, claimant is able to perform his previous job as a manager of an electronics store.

Therefore, claimant does not meet the Step 4 eligibility test.

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#### <u>STEP 5</u>

The issue at Step 5 is whether claimant has the Residual Functional Capacity (RFC) to do other work. Claimant has the burden of proof to show by the medical/vocational evidence of record that his mental/physical impairments meet the department's definition of disability for MA-P/SDA purposes.

Claimant's primary basis for alleging disability is bilateral leg pain. There is evidence that claimant has a left hip dysfunction. However, the medical evidence does not establish that claimant's left hip dysfunction is so severe that it totally prevents him from doing any work.

There is no basis for establishing a severe mental impairment. During the hearing, claimant testified that the major impediment to his return to work was his bilateral leg pain. Evidence of pain, alone, is insufficient to establish disability for MA-P/SDA purposes.

The Administrative Law Judge concludes that claimant's testimony about his pain is credible, but out of proportion to the objective medical evidence as it relates to claimant's ability to work.

In short, the Administrative Law Judge is not persuaded that claimant is totally unable to work based on his bilateral leg pain, secondary to his left hip dysfunction. Claimant currently performs many activities of daily living and has an active social life. This means that claimant is able to perform sedentary work (SGA). The medical/vocational evidence shows that claimant is able to work as a carry-out clerk at a grocery store, as a ticket taker for a theatre, as a pizza delivery driver, as a parking lot attendant, and as a greeter for **a transmission**.

For all these reasons, claimant does not meet the Step 5 eligibility test. Based on this analysis, the department correctly denied claimant's MA-P/SDA disability application.

# DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides that claimant does not meet the MA-P/SDA disability requirements under PEM 260/261. Claimant is not disabled for MA-P/SDA purposes based on Step 5 of the sequential analysis, as described above.

Accordingly, the department's denial of claimant's MA-P/SDA application is, hereby,

AFFIRMED.

SO ORDERED.

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Jay W. Sexton Administrative Law Judge for Ismael Ahmed, Director Department of Human Services

Date Signed: <u>August 24, 2009</u>

Date Mailed: August 25, 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 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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