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: 2008-11842 Issue No: 2009/4031

Case No:

Load No:

Hearing Date: May 15, 2008

Kalamazoo County DHS

ADMINISTRATIVE LAW JUDGE: Marlene B. Magyar

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 May 15, 2008. Claimant personally appeared and testified.

ISSUE

Did the department properly determine claimant is not disabled by Medicaid (MA) and State Disability Assistance (SDA) eligibility standards?

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 a 49-year-old smoker with a 10th grade education who lives with his cousin in ; he does not have a valid driver's license.
- (2) Claimant stands approximately 5'6" tall and weighs approximately 190 pounds; he is right hand dominant.

- (3) Claimant's past relevant work history includes stocking at an and installing car transmissions as a mechanic; he has not been employed anywhere since 2006 when the garage he worked at in went out of business, per self report.
- (4) Claimant spent three days in in October 2007 (10/12/07-10/14/07)(Department Exhibit #1, pg 17).
- (5) Claimant was diagnosed with insulin-dependent diabetes mellitus during this hospitalization; he has taken insulin daily ever since.
 - (6) On October 17, 2007, claimant applied for disability-based MA/SDA.
- (7) If this application had been approved, the expenses associated with claimant's hospitalization would have been covered by MA.
- (8) When claimant's application was denied, he filed a hearing request dated December 14, 2007 because he ran out of insulin and he had no health/medical insurance (Department Exhibit #1, pg 3).
- (9) By claimant's hearing date (5/15/08) he alleged his diabetes, combined with pervasive body aches across multiple spine/joint areas (i. e., right arm/elbow, lower back, bilateral hips, bilateral shoulders and left thigh), cause him to be unable to engage in any type of substantial gainful work activity (Department Exhibit #1, pg 8).
- (10) Claimant's diabetes was brought under control and he was discharged home in stable condition and feeling fine with instructions to follow-up at the week (Department Exhibit #1, pgs 17 and 21).
- (11) While hospitalized, claimant underwent cardiolite stress testing and physical exam, both of which were normal (Department Exhibit #1, pgs 17-22).

- (12) Medical records from claimant's hospital admission reveal he was a heavy drinker (two 40 oz beers every other day) who actually drank a lot more than that before his wife was able to persuade him to cut down (Department Exhibit #1, pg 23).
- (13) Bilateral shoulder and right elbow x-rays done in March, 2008 were normal and a lumbar spine MRI scan done in April, 2008 showed only mild degenerative changes with a small, broad-based disc protrusion at L4-5 but no nerve root impingement or stenosis (See State Hearing Review Team (SHRT) decision dated December 18, 2008).
- (14) Claimant's left hip MRI scan from April, 2008 was positive for osteoarthritis and avascular necrosis of his left femoral head.
- (15) On January 23, 2009, claimant underwent an independent consultative physical examination (See Michigan Medical Consultants Report).
- (16) Claimant's listed daily activities included light chores, riding along with his cousin on errands in the car and watching television.
- (17) Clinical examination revealed no evidence of joint laxity, crepitance or effusion; dexterity was unimpaired and thigh circumference was equal bilaterally, but claimant did exhibit some tenderness and range-of-motion limitations in his anterior left hip joint (See also Finding of Fact #14 above).
- (18) Claimant does not require an assistive device for ambulation, but he was noted to walk with a moderate left limp; his reported back pain was attributed to the way he walks.
- (19) Claimant takes prescription strength analgesics for pain management; aside from insulin, no other mediations are noted.
- (20) Claimant alleges no mental/emotional/cognitive impairments and none are evidenced by the medical records submitted to date.

(21) On January 23, 2009, the consultative physician opined claimant was capable of tolerating sedentary exertional level activities (See Michigan Medical Consultants Report).

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).

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).

Statutory authority for the SDA program states in part:

- Sec. 604 (1) The department shall operate a state disability assistance program. Except as provided in subsection (3), persons eligible for this program shall include needy citizens of the United States or aliens exempt from the Supplemental Security Income citizenship requirement who are at least 18 years of age or emancipated minors meeting one or more of the following requirements:
- (b) A person with a physical or mental impairment which meets federal SSI disability standards, except that the minimum duration of the disability shall be 90 days. Substance abuse alone is not defined as a basis for eligibility.

Michigan administers the federal MA program. In assessing eligibility, Michigan defers to the federal regulations. These regulations are also applied in SDA cases. They state in relevant part:

"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 CFR 416.905.

...We follow a set order to determine whether you are disabled. We review any current work activity, the severity of your impairment(s), your residual functional capacity, your past work, and your age, education and work experience. If we can find that you are disabled or not disabled at any point in the review, we do not review your claim further.... 20 CFR 416.920.

...If you are working and the work you are doing is substantial gainful activity, we will find that you are not disabled regardless of your medical condition or your age, education, and work experience. 20 CFR 416.920(b).

...[The impairment]...must have lasted or must be expected to last for a continuous period of at least 12 months. We call this the duration requirement. 20 CFR 416.909.

...If you do not have any impairment or combination of impairments which significantly limits your physical or mental ability to do basic work activities, we will find that you do not have a severe impairment and are, therefore, not disabled. We will not consider your age, education, and work experience. 20 CFR 416.920(c).

[In reviewing your impairment]...We need reports about your impairments from acceptable medical sources.... 20 CFR 416.913(a).

...If you have an impairment(s) which meets the duration requirement and is listed in Appendix 1 or is equal to a listed impairment(s), we will find you disabled without considering your age, education, and work experience. 20 CFR 416.920(d).

...If we cannot make a decision on your current work activities or medical facts alone and you have a severe impairment, we will then review your residual functional capacity and the physical and mental demands of the work you have done in the past. If you can still do this kind of work, we will find that you are not disabled. 20 CFR 416.920(e).

If you cannot do any work you have done in the past because you have a severe impairment(s), we will consider your residual functional capacity and your age, education, and past work experience to see if you can do other work. If you cannot, we will find you disabled. 20 CFR 416.920(f)(1).

At application, claimant has the burden of proof pursuant to the following section:

...You must provide medical evidence showing that you have an impairment(s) and how severe it is during the time you say that you are disabled. 20 CFR 416.912(c).

The federal regulations are very specific regarding the type of medical evidence required from claimant to establish disability. The regulations essentially require laboratory or clinical medical reports consistent with claimant's reported symptoms, or with his/her treating doctor's statements regarding disability or the lack thereof. These regulations state in part:

... 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).

...Statements about your pain or other symptoms will not alone establish that you are disabled; there must be medical signs and laboratory findings which show that you have a medical impairment.... 20 CFR 416.929(a).

...The medical evidence...must be complete and detailed enough to allow us to make a determination about whether you are disabled or blind. 20 CFR 416.913(d).

Medical findings consist of symptoms, signs, and laboratory findings:

- (a) **Symptoms** are your own description of your physical or mental impairment. Your statements alone are not enough to establish that there is a physical or mental impairment.
- (b) **Signs** are anatomical, physiological, or psychological abnormalities which can be observed, apart from your statements (symptoms). Signs must be shown by medically acceptable clinical diagnostic techniques. Psychiatric signs are medically demonstrable phenomena which indicate specific psychological abnormalities e.g., abnormalities of behavior, mood, thought, memory, orientation, development, or perception. They must also be shown by observable facts that can be medically described and evaluated.
- (c) **Laboratory findings** are anatomical, physiological, or psychological phenomena which can be shown by the use of a medically acceptable laboratory diagnostic techniques. Some of these diagnostic techniques include chemical tests, electrophysiological studies (electrocardiogram, electroencephalogram, etc.), roentgenological studies (X-rays), and psychological tests. 20 CFR 416.928.

It must allow us to determine --

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

...You can only be found disabled if you are unable 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. See 20 CFR 416.905. Your impairment must result from anatomical, physiological, or psychological abnormalities which are demonstrable by medically acceptable clinical and laboratory diagnostic techniques.... 20 CFR 416.927(a)(1).

Applying the sequential analysis herein, claimant remains eligible at the first step since he is not currently working, and has not been gainfully employed since 2006 (See Finding of Fact #3 above). 20 CFR 416.920(b). The analysis continues.

The second step of the analysis assesses the severity of all documented impairments.

20 CFR 416.920(c). The second step is a *de minimus* standard. This Administrative Law Judge finds severity is met. The analysis continues.

The third step of the analysis looks at whether an individual meets or equals one of the listed impairments. 20 CFR 416.920(d). Claimant does not. The analysis continues.

The fourth step of the analysis looks at the ability of the applicant to return to his or her past relevant work. 20 CFR 416.920(e). This step examines the physical and mental demands of the work done by the applicant in the past.

In this case, this Administrative Law Judge finds diabetes would not prevent claimant from returning to his past positions. However, claimant's orthopedic impairments, when combined, are severe enough to establish claimant cannot return to being a mechanic or doing stock work because those positions involved excessive standing, walking, bending, lifting, etc. which exacerbate claimant's pain and/or cause additional injury. Consequently, the analysis will continue.

The fifth and final step of the analysis applies the biographical data of each applicant to the Medical-Vocational Grid Rules to determine the functional capacity of the applicant to do other work. 20 CFR 416.920(f). After a careful review of the credible objective medical evidence submitted, this Administrative Law Judge finds Medical-Vocational Rule 201.19 directs a finding of not disabled.

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In reaching this conclusion, this Administrative Law Judge considered claimant's age,

education and documented orthopedic impairments. She finds insufficient medical evidence to

indicate these conditions, standing alone or combined, would interfere with claimant's ability to

engage in other work, specifically, sedentary work as opined by the independent consultative

physician after he examined claimant on January 23, 2009. Furthermore, everything on this

record suggests claimant's pain symptoms are adequately controlled by his current medication

schedule, thus making light exertional work sustainable. Consequently, when taken as a whole,

pursuant to Medical-Vocational Rule 202.18 or 201.19, a disability allowance is not possible. Put

simply, the evidence in this file fails to meet the regulatory requirements necessary to qualify for

disability-based MA or SDA.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions

of law, decides the department properly denied claimant's October 17, 2007 MA/SDA

application, based on a finding he does not meet the rules necessary to qualify for either

program.

Accordingly, the department's action is AFFIRMED.

Marlene B. Magyar

Administrative Law Judge

for Ismael Ahmed, Director

Department of Human Services

Date Signed: July 23, 2009

Date Mailed: July 27, 2009

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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.

MBM/db

