### 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.: 2008-14097 Issue No.: 2009, 4031 Case No.: Load No.: Hearing Date: July 24, 2008 Muskegon County DHS

ADMINISTRATIVE LAW JUDGE: Jonathan W. Owens

## 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

July 24, 2008. Claimant appeared and testified.

# **ISSUE**

Whether the Department properly determined the Claimant is not "disabled" for purposes

of the Medical Assistance (MA-P) program and the State Disability Assistance (SDA) program?

# FINDINGS OF FACT

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

- On September 11, 2007, the Claimant's representative applied for MA-P and SDA.
- On November 28, 2007, the Medical Review Team (MRT) denied the Claimant's request.

- On January 28, 2008, the Claimant submitted to the Department a request for hearing.
- 4. The State Hearing and Review Team (SHRT) denied the request.
- 5. The Claimant is 54 years old.
- 6. The Claimant completed education through high school.
- 7. The Claimant has employment experience as machine operator.
- 8. The Claimant's limitations have lasted for 12 months or more.
- The Claimant suffers from depression, anxiety, cerebral vascular accident, blocked artery of left leg, and blood clots.
- 10. The Claimant has significant limitations on physical activities involving sitting, standing, walking, bending, lifting, and stooping.

#### CONCLUSIONS OF LAW

The Medical Assistance (MA-P) 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-P 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 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).

The Department conforms to state statute in administering the SDA program.

2000 PA 294, Sec. 604, of the statute states:

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 exempted from the supplemental security income citizenship requirement who are at least 18 years of age or emancipated minors meeting 1 or more of the following requirements:

- (a) A recipient of supplemental security income, social security, or medical assistance due to disability or 65 years of age or older.
- (b) A person with a physical or mental impairment which meets federal supplemental security income 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.

Pursuant to federal rule 42 CFR 435.540, the Department uses the Federal Supplemental

Security Income (SSI) policy in determining eligibility for disability under MA-P. 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 are

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.

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 symptoms, diagnosis and prognosis, what an individual can do despite impairment(s), and the physical or mental restrictions. 20 CFR 416.927(a)(2).

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).

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, Appendix 1, 12.00(C).

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.

Pursuant to 20 CFR 416.920, a five-step sequential evaluation process is used to determine disability. An individual's current work activity, the severity of the impairment, the

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residual functional capacity, past work, age, education and work experience are evaluated. If an individual is found disabled or not disabled at any point, no further review is made.

The first step is to determine if an individual is working and if that work is "substantial gainful activity." If the work is substantial gainful activity, an individual is not considered disabled regardless of medical condition, age or other vocational factors. 20 CFR 416.920(b)

Secondly, the individual must have an impairment that must have lasted or must be expected to last for a continuous period of at least 12 months. This is the "durational requirement." 20 CFR 416.909

The third step in the process is to assess whether the impairment or combination of impairments significantly limits an individual's physical or mental ability to perform basic work activities. If these abilities are not significantly limited, an individual does not have a severe impairment and is, therefore, not disabled. 20 CFR 416.920(c)

In the fourth step of the process, the social security listing in Appendix 1 is used. If the impairment or combination of impairments meets or is the medical equivalent of a listed impairment as set forth in Appendix 1, the individual is considered disabled. If not, vocational factors are considered. 20 CFR 416.920(d)

In the fifth step, an individual's residual functional capacity is considered in determining whether disability exists. An individual's age, education, work experience and skills are used to evaluate whether an individual has the residual functional capacity to perform work despite limitations. 20 CFR 416.920(e)

Here, the Claimant has satisfied requirement as set forth in steps one, two and three of the sequential evaluation. However, the Claimant's impairments do not meet a listing as set forth in

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Appendix 1, 20 CFR 416.926. Therefore, vocational factors will be considered to determine the claimant's residual functional capacity to do relevant work.

In the present case, the Claimant has been diagnosed with depression, cerebral vascular accident, blocked artery of left leg, and blood clots. Claimant has a number of symptoms and limitations as a result of theses conditions. Claimant's treating physician noted that claimant would be able to stand and walk 2 hours out of an 8-hour day and lift no amount of weight.

This Administrative Law Judge finds that the Claimant has the residual functional capacity to perform work on no more than a sedentary level. The Claimant testified he had the following problems: constant pain on left side, left side numbness, trouble walking and balancing, and losing teeth. It should also be noted the Claimant complained of seeing rats and struggling to keep these rats off of him.

The Claimant is an individual closely approaching advanced age. 20 CFR 416.963. Claimant has a high school education. 20 CFR 416.964. Claimant's previous work was unskilled. Federal Rule 20 CFR 404, Subpart P, Appendix 2, contains specific profiles for determining disability based on residual functional capacity and vocational profiles. Under Table I, Rule 201.12, the Claimant is disabled for the purposes of the MA-P and SDA programs.

#### DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides that the Claimant is medically disabled as of September 2007.

Accordingly, the Department's decision is hereby REVERSED and the Department is ORDERED to initiate a review of the application dated September 11, 2007, if not done

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previously, to determine the Claimant's non-medical eligibility. The Department shall inform the Claimant of the determination in writing. A review of this case shall be set for January 2011.

Que.

Jonathan W. Owens Administrative Law Judge for Ismael Ahmed, Director Department of Human Services

Date Signed: March 23, 2010

Date Mailed: March 23, 2010

**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 mailing 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.

JWO/pf

