## 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.: 2008-28935 Issue No.: 2009, 4031 Case No.: Load No. Hearing Date: January 5, 2009 Ingham County DHS

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 January 5, 2009. The Claimant appeared at the Department of Human Service (Department) in Ingham 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.

### <u>ISSUES</u>

Whether the Department properly determined the Claimant is "not disabled" for purposes of Medical Assistance (MA-P) program, and retroactive MA-P for January, February and March 2008 and 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 material fact:

- (1) The Claimant filed an application for MA-P and SDA on April 29, 2008.
- (2) On August 4, 2006 the Department denied the application; and on March 31, 2009 2007 the SHRT denied the application because medical records indicated a capacity to perform past relevant work.
- (3) On August 18, 2008 the Claimant filed a hearing request to protest the Department's determination.
- (4) Claimant's date of birth is , and the Claimant is forty years of age.
- (5) Claimant completed grade 12; and can read and write English and perform basic math.
- (6) Claimant last worked in 2004 at a fast food restaurant, performed janitorial services and cafeteria help at a hospital.
- (7) Claimant has alleged a medical history of life-time asthma with attacks twice a year, numbness and pain in both hands, heel spurs, hypertension, left knee arthroscopy in leaving pain and decreased memory.
- (8) , in part:

Presented to ER C/O productive cough and shortness of breath. History of asthma and hypertension; and recurrent pneumonia episodes. Medications Hydrochlorothiazide, Pro Air, Albuterol. Physical Examination: Vital signs BP 127/58. General, Neck, Heart, Lungs, Abdomen, Extremities: [all within normal limits.] Except: rapid heart rate. CT chest revealed left lower lobe pneumonia and no pulmonary effusion. Placed on pneumonia protocol with bronchodilators and home medications. Left lower lobe pneumonia got clinically better on medical management. Discharged to home in stable condition. Department Exhibit (DE) 1, pp. 16-31

(9) , in part:

INDEPENDENT MEDICAL EXAMINATION: C/O problems with asthma and feet. Using Pro-Air and does get intermittent problems but no recent ER visits since **Sector**. Pain in both feet; and diagnosed with heel spurs in past. PHYSICAL EXAMINATION: Well developed, nourished and obese in no acute distress.

Ambulates alone without difficulty. HT: 66", WT: 280 pounds, BP 110/60. HEENT, Neck, Lungs, Cardiovascular, Abdomen, Back, CVA, Extremities, Musculoskeletal, Gait, Neurological: [All within normal limits.] Except: Obese abdomen with central midline hernia. Pes Planus bilaterally, mild inversion without tenderness to touch.

Pulmonary Function Test: pre-bronchodilator showed mild restrictive deficit with improvement in FEV1 after bronchodilator administered; and suggests the obstruction is reversible with

treatment.		
. I	DE 1, pp. 3-6.	

(10) , in part:

C/O umbilical hernia causing discomfort. Operative Report: Supraumbilical hernia associated with prior laparoscopic cholecystectomy. Taken to post anesthesia in satisfactory condition. DE N, pp. 1-5.

#### 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. 20 CFR 416.920(b). In this case, under the first step, Claimant testified that he was not working at the time of hearing. Therefore, Claimant is not disqualified for MA at step one in the evaluation process.

Second, in order to be considered disabled for purposes of MA, a person must have a "severe impairment" 20 CFR 416.920(c). A severe impairment is an impairment which significantly limits an individual's physical or mental ability to perform basic work activities. Basic work activities mean the abilities and aptitudes necessary to do most jobs. Examples 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)

The purpose of the second step in the sequential evaluation process is to screen out claims lacking in medical merit. The court in *Salmi v Sec'y of Health and Human Servs*, 774 F2d 685 (6<sup>th</sup> Cir 1985) held that an impairment qualifies as "non-severe" only if it "would not affect the claimant's ability to work," "regardless of the claimant's age, education, or prior work experience." *Id.* At 691-92. Only slight abnormalities that minimally affect a claimant's ability to work can be considered non-severe. *Higgs v Bowen*, 880 F2d 860, 862 (6<sup>th</sup> Cir. 1988); *Farris v Sec'y of Health & Human Servs*, 773 F2d 85, 90 (6thCir 1985)

In this case, the Claimant has presented sufficient medical evidence to support some physical limitations. The medical evidence has established that Claimant has a physical impairment that has more than a minimal effect on basic work activities; and Claimant's impairments are expected to last. The Claimant's medical records do not document mental impairments that effect basic work activities

In the third step of the sequential analysis of a disability claim, the trier of fact must determine if the Claimant's impairment is listed in Appendix 1 of Subpart P of 20 CFR, Part 404. Based on the hearing record, the undersigned finds that the Claimant's medical record will not support findings that the Claimant's physical and mental impairment are "listed impairment(s)" or equal to a listed impairment. 20 CFR 416.920(a) (4) (iii) According to the medical evidence, alone, the Claimant cannot be found to be disabled.

Appendix I, Listing of Impairments (Listing) discusses the analysis and criteria necessary to a finding of a listed impairment. The undersigned's decision was based on Listing 3.02 *Chronic Pulmonary insufficiency*. The undersigned a pulmonary function test which showed some restriction. But many notes that use of bronchodilator treats the restriction completely. See finding of fact 9.

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foot; and can be treated with correct shoes and foot exercises. This condition does not equate to Listing 1.00, *Musculoskeletal System* which requires a loss of function. The Claimant was noted

by

to be completely ambulatory.

This Administrative Law Judge finds the Claimant is not presently disabled at the third step for purposes of the Medical Assistance (MA) program. Sequential evaluation under step four or five is necessary. 20 CFR 416.905.

In the fourth step of the sequential evaluation of a disability claim, the trier of fact must determine if the claimant's impairment(s) prevent him/her from doing past relevant work. 20 CFR 416.920(e). Residual functional capacity (RFC) will be assessed based on impairment(s), and any related symptoms, such as pain, which may cause physical and mental limitations that affect what you can do in a work setting. RFC is the most you can still do despite your limitations. All the relevant medical and other evidence in your case record applies in the assessment.

Here, the medical findings were essentially normal for all body systems except respiratory problems. The Claimant testified to having exacerbations of breathing problems twice a year. The Claimant uses bronchodilators which **says** reverses the restriction. The Claimant's complaint of flat feet is correctable with proper shoes and exercises. At hearing, the Claimant testified she could not return to work at the fast food restaurant due to too much standing and moving; and not to janitorial services due to chemical odors. The undersigned accepts this testimony and does not return the Claimant to past relevant work.

In the fifth step of the sequential evaluation of a disability claim, the trier of fact must determine: if the claimant's impairment(s) prevent him/her from doing other work. 20 CFR 416.920(f) This determination is based on the claimant's:

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- (1) "Residual function capacity," defined simply as "what you can still do despite your limitations,"20 CFR 416.945.
- (2) Age, education and work experience, and
- (3) The kinds of work which exist in significant numbers in the national economy which the claimant could perform despite his/her impairments.

20 CFR 416.960. *Felton v DSS*, 161 Mich App 690, 696-697, 411 NW2d 829 (1987)

It is the finding of the undersigned, based upon the medical evidence, objective physical findings, and hearing record that Claimant's RFC for work activities on a regular and continuing basis is functionally limited to sedentary work. Appendix 2 to Subpart P of Part 404—Medical-Vocational Guidelines 20 CFR 416.967(a):

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.

Claimant at forty is considered a *younger individual;* a category of individuals age 18 to 49. Under Appendix 2 to Subpart P: Table No. 1—Residual Functional Capacity: Maximum Sustained Work Capability Limited to Sedentary Work as a Result of Severe Medically Determinable Impairment(s), Rule 201.27, for younger individual, age 18 to 49; education: high school graduate; previous work experience, unskilled or none; the Claimant is "not disabled" per Rule 201.27.

It is the finding of the undersigned, based upon the medical data and hearing record that Claimant is "not disabled" at the fifth step.

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 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 medical evidence to support a finding that Claimant's impairments meet the disability requirements under SSI disability standards, and prevents other work activities for ninety days. This Administrative Law Judge finds the Claimant is "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

retroactive Medical Assistance program.

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

<u>/s/</u> Judith Ralston Ellison Administrative Law Judge For Ishmael Ahmed, Director Department of Human Services

Date Signed: 04/10/09

Date Mailed: 04/13/09

<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.

JRE/jlg

