# 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: 2008-29961

Issue No: 2009

Case No:

Load No:

Hearing Date: January 6, 2009

Sanilac County DHS

ADMINISTRATIVE LAW JUDGE: Jana B. Bachman

#### **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 6, 2009.

### **ISSUE**

Whether the Department of Human Services (department) properly determined that claimant has not established disability for purposes of Medical Assistance (MA).

### FINDINGS OF FACT

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

- June 10, 2008, claimant applied for MA. Claimant submitted medical records for department consideration.
- (2) August 20, 2008, the Medical Review Team denied claimant's application.
  Department Exhibit (Department) A.

- (3) , the department sent claimant written notice that the application was denied.
  - (4) , the department received claimant's timely request for hearing.
- (5) September 15, 2008, the State Hearing Review Team (SHRT) denied claimant's application. Department B.
  - (6) , the in-person hearing was held.
- (7) Claimant asserts disability based on impairments caused by heart disease and hypotension.
- (8) Claimant testified at hearing. Claimant is 60 years old, 5'10" tall, and weighs 190 pounds. Claimant completed 6<sup>th</sup> grade. He is able to read and write a little and perform simple math. He does not have a driver's license.
  - (9) Claimant's past relevant employment has been as a machine operator.
- (10) Physical exam revealed claimant to have about 20 pounds of edema. Objective medical testing revealed claimant to have dilated cardiomyopathy with ascites and dilated inferior vena cava, no obvious clots; 1 to 2 pulmonary regurgitation; 1+ mitral regurgitation. Electrocardiogram was performed. The prepared report states ventricular rate is 98; rhythm is atrial fibrillation; QRS axis is 19; QT interval is not prolonged no definite evidence of infarction; T-wave inversion laterally cannot rule out lateral ischemia. Claimant was prescribed anticoagulant, ace inhibitor, nitrates, and diuretic. Claimant had difficulty tolerating this regime. Hospital notes indicate that with long-term follow-up and general persistence, claimant may avoid end-stage heart program.

  , claimant was found to have a regular heart rate with no murmur or gallup. His

abdomen was less protuberant and lungs showed decreased breath sounds at the bases. Claimant

was discharged on with final diagnoses of cardiomyopathy and congestive heart failure. Department A,

- (11) , claimant underwent a Stress Myocardial Perfusion Scan. A report was prepared that states the following impression: fixed perfusion abnormality in the inferior wall suggestive of scarring from prior myocardial ischemia; severe diffuse hypokenisia of the left ventricular wall; left ejection fraction of 17%. Department A, page 34. claimant underwent objective medical testing revealed his BNP was 1060. Department A, page 32.
- Examination Report (DHS-49) following physical examination that took place on Doctor indicates diagnoses of atrial fibrillation, congestive heart failure, severe cardiomyopathy, and hypotension. Physical exam revealed decreased breath sounds in lungs with pleural effusions and Class IV heart failure. Blood pressure was 82/52. Doctor opines that claimant is able to stand/walk less than 2 hours in an 8 hour work day. He is occasionally able to lift 10 pounds. Claimant is not able to perform pushing/pulling and fine manipulating with either upper extremity. Department A, pages 11-12.

#### 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).

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).

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, App. 1, 12.00(C).

If an individual fails to cooperate by appearing for a physical or mental examination by a certain date without good cause, there will not be a finding of disability. 20 CFR 416.994(b)(4)(ii).

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:

- 1. 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).

At Step 1, claimant is not engaged in substantial gainful activity and so is not disqualified from receiving disability at Step 1.

At Step 2, the objective medical evidence of record indicates that claimant has severe cardiomyopathy, congestive heart failure, and low blood pressure. His left ejection fraction is 17%. Claimant improved after his June hospitalization; however, his physician opines that claimant is in Class IV heart failure, indicative of inability to carry on physical activity without discomfort, symptoms of heart failure may be present at rest, any physical activity increases discomfort. Hospital notes indicate that claimant must have long-term follow-up and general persistence, claimant may avoid end-stage heart program. Finding of Fact 10-12;

At Step 2, the objective medical evidence of record is sufficient to establish that claimant has severe impairments that have lasted or are expected to last 12 months or more and prevent employment at any job for 12 months or more. Therefore, claimant is not disqualified from receiving disability at Step 2.

At Step 3, claimant's impairments appear to meet or equal Listing 4.02.

At Step 4, claimant's past relevant employment has been as a machine operator. The objective medical evidence of record establishes that claimant has cardiomyopathy, congestive heart failure, and hypotension. Claimant's physician opines that claimant is Class IV, indicative of inability to perform physical activities without discomfort. See discussion at Step 2, above. Finding of Fact 9-12.

At Step 4, the objective medical evidence of record is sufficient to establish that claimant has functional impairments that prevent claimant, for a period of 12 months or more, from

engaging in a full range of duties required by claimant's past relevant employment. Therefore, claimant is not disqualified from receiving disability at Step 4.

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.

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).

Light work. Light work involves lifting no more than 20 pounds at a time with frequent lifting or carrying of objects weighing up to 10 pounds. Even though the weight lifted may be very little, a job is in this category when it requires a good deal of walking or standing, or when it involves sitting most of the time with some pushing and pulling of arm or leg controls....

20 CFR 416.967(b).

Medium work. Medium work involves lifting no more than 50 pounds at a time with frequent lifting or carrying of objects weighing up to 25 pounds. If someone can do medium work, we determine that he or she can also do sedentary and light work. 20 CFR 416.967(c).

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Heavy work. Heavy work involves lifting no more than 100 pounds at a time with

frequent lifting or carrying of objects weighing up to 50 pounds. If someone can do heavy work,

we determine that he or she can also do medium, light, and sedentary work. 20 CFR 416.967(d).

At Step 5, the objective medical evidence of record indicates that claimant has severe

heart disease that prevents him from engaging in normal physical activity. See discussion at

Step 2. Finding of Fact 10-12.

At Step 5, the objective medical evidence of record is sufficient to establish that claimant

does not retain the residual functional capacity to perform work activities. Therefore, claimant is

not disqualified from receiving disability at Step 5.

Claimant meets the federal statutory requirements to qualify for disability. Therefore,

claimant meets the disability requirements to qualify for Medical Assistance based on disability.

DECISION AND ORDER

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

conclusions of law, decides that claimant has established disability for Medical Assistance.

Accordingly, the department's action is HEREBY REVERSED. The department is

to initiate a determination of claimant's financial eligibility for MA consistent with department

policy and this decision and order. If otherwise eligible, medical review is set for

Jana B. Bachman

Administrative Law Judge for Ismael Ahmed, Director

Department of Human Services

Date Signed:

Date Mailed:\_

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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.

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