# 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:

2009-16495

Issue No:

2009

Case No:

Load No:

Hearing Date:

May 20, 2009

Muskegon County DHS

ADMINISTRATIVE LAW JUDGE: Gary F. Heisler

## 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 May 20, 2009. Claimant appeared and testified.

#### <u>ISSUES</u>

Did the Department of Human Services properly determine that Claimant is not disabled and deny Claimant's application for Medical Assistance (MA) based on disability?

### 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 61 year old male. Claimant is 68 inches tall and weighs approximately 200 pounds. Claimant's formal education consists of 14 years of school.
  - (2) Claimant has past relevant work experience in CAD drafting and cashier work.
  - (3) Claimant has a history of depression and underwent a decortication operation in

October 2008, to clear a Pleural empyema.

- (4) Claimant last worked in October of 2008, as a cashier at reports he left that employment because of a hospitalization.
- (5) On December 1, 2008, Claimant applied for Medical Assistance (MA) based on disability and State Disability Assistance (SDA).
- (6) On January 22, 2009, the Department of Human Services Medical Review Team approved Claimant for State Disability Assistance (SDA) but determined that Claimant was not disabled in accordance with the standards for Medical Assistance (MA) based on disability.
- (7) On January 29, 2009, Claimant was sent notice of the Department's determination.
  - (8) On February 2, 2009, Claimant submitted a request for hearing.
- (9) On April 13, 2009, the State Hearing Review Team determined that Claimant was not disabled in accordance with the standards for Medical Assistance (MA) based on disability.

  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).

Disability determinations done by the State of Michigan for Medical Assistance (MA) based on disability use the Social Security Administration standards found in United States Code of Federal Regulations (CFR) at Title 20, Part 416. The law defines disability 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 at least12 months. To meet this definition, you must have severe impairments that make you unable to do your past relevant work or any other substantial gainful work that exists in the national economy.

Disability determinations done by the State of Michigan, for State Disability Assistance (SDA), use the same standards with one minor difference. For State Disability Assistance (SDA) the medically determinable physical or mental impairments that prevent substantial gainful activity must result in death or last at least 90 days.

In accordance with the Federal Regulations an initial disability determination is a sequential evaluation process. The evaluation consists of five steps that are followed in a set order.

At step 1, a determination is made on whether Claimant is engaging in substantial gainful activity (20 CFR 416.920(b)). If you are performing activities for pay or profit, we will use 20 CFR 416.971 through 416.975 to evaluate the activities to determine if they are substantial gainful activity. Substantial gainful activity is defined as work activity: that is both substantial and gainful; and involves doing significant physical or mental activities. Gainful work activity is work activity that you do for pay or profit (20 CFR 416.972). If you are engaged in substantial gainful activity, you are not disabled regardless of how severe your physical or mental impairments are and regardless of your age, education, and work experience.

Based on the evidence in the record and Claimant's testimony, Claimant is not engaged in substantial gainful activity.

At the second step it is determined whether you have a severe physical or mental impairment that meets the duration requirement or a combination of impairments that is severe and meets the duration requirement (20CFR 416.920). An impairment or combination of impairments is severe within the meaning of the regulations if it significantly limits an individual's ability to perform basic work activities. When we talk about basic work activities, we mean 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. An impairment or combination of impairments is not severe if it does not significantly limit your physical or mental ability to do basic work activities (20 CFR 416.921).

In addition to the limiting effect of the impairments they must also meet durational requirements of 12 months for Medical Assistance (MA) based on disability. If we determine that your impairments are not severe, you are not disabled.

Claimant asserts disability based upon his depression and the residual pain from his operation. What follows is a synopsis of all relevant evidence in the record from medical sources presented in chronological order.

There is a psychiatric evaluation of Claimant dated August 11, 2008. (Pages 184-186) the consulting psychiatrist diagnosed Claimant as having Major Depression and

Cannabis Abuse. The Doctor found that Claimant had some mood swings, intermittent suicidal and homicidal thoughts, and his mini mental status exam was 30 out of 30.

There is considerable documentation from Claimant's hospitalization in October 2008. The discharge summary (Pages 171 & 172) show his discharge diagnosis as 1) Left empyema, status post decortication 2) chronic arterial fibrillation 3) hypothyroidism 4) hypertension 5) shingles, resolving 6) COPD with tobacco abuse 7) acute renal failure, resolved 8) depression. Claimant's discharge instructions were for antibiotics, pain medication and a follow up to have sutures removed.

Claimant's depression has persisted for at least 12 months but is not severe because it does not limit his ability to perform basic work activities. Claimant was employed at a cashier while he was suffering from depression.

Claimant's pleural empyema was severe because it interfered with his ability to perform basic work activities but the evidence in the record shows it was resolved by the operation. The empyema did not meet the 12 month duration requirements.

The objective medical evidence of record is not 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 disqualified from receiving Medical Assistance (MA) based on disability at this step. In order to perform a thorough evaluation of Claimant's disability assertion the analysis will continue.

At the third step, it is determined whether your impairments meet or equal the criteria of an impairment listed in a Social Security Administration impairment listing 20 CFR Part 404, Subpart P, Appendix 1. If your impairment meets or equals the criteria of a listing and meets the duration requirement, you are disabled.

Claimant's depression was compared with the Social Security Administration impairment listing 12.04. That listing is:

12.04 Affe ctive Disorders: Charac terized by a disturbance of mood, accompanied by a full o r pa rtial m anic or depressive syndrome. Mood refers to a prolonged em otion that colors the whole psychic life; it generally involves either depression or elation.

The required level of severity for these disorders is met when the requirements in both A and B are satisfied, or when the requirements in C are satisfied.

- A. Medically documented persistence, either continuous or intermittent, of one of the following:
  - 1. Depressive syndrome characterized by at least four of the following:
    - a. Anhedonia or pervasive loss of interest in almost all activites; or
    - Appetite disturbance with change in weight;
       or
    - c. Sleep disturbance; or
    - d. Psychomotor agitation or retardation; or
    - e. Decreased energy; or
    - f. Feelings of guilt or worthlessness; or
    - g. Difficulty concentrating or thinking; or
    - h. Thoughts of suicide; or
    - i. Hallucinations, delusions, or paranoid thinking; or

#### **AND**

- B. Resulting in at least two of the following:
  - 1. Marked restriction of activities of daily living; or
  - 2. Marked difficulties in maintaining social functioning; or

- 3. Marked difficulties in maintaining concentration, persistence, or pace; or
- 4. Repeated episodes of decompensation, each of extended duration;

OR

- C. Medically documented history of a chronic affective disorder of at least 2 years' duration that has caused more than a minimal limitation of ability to do basic work activities, with symptoms or signs currently attenuated by medication or psychosocial support, and one of the following:
  - 1. Repeated episodes of decompensation, each of extended duration; or
  - 2. A residual disease process that has resulted in such marginal adjustment that even a minimal increase in mental demands or change in the environment would be predicted to cause the individual to decompensate; or
  - 3. Current history of 1 or more years' inability to function outside a highly supportive living arrangement, with an indication of continued need for such an arrangement.

The objective medical evidence of record does not meet or equal these listings.

At the fourth step, we assess your residual functional capacity (RFC) to determine if you are still able to perform work you have done in the past. Your RFC is your ability to do physical and mental work activities on a sustained basis despite limitations from your impairments. Your RFC is assessed using all the relevant evidence in the record. If you can still do your past relevant work you are not disabled under these standards.

Claimant reports past relevant work as a CAD drafting technician and cashier at Walmart.

At this hearing Claimant testified that he was seeking work and felt he could still do drafting work. There is no medical source evidence in the record to use in determining a residual functional capacity for Claimant at this time. Based on Claimant's testimony, he is able to

perform past relevant work. Since Claimant can still do past relevant work, he is not disabled under these standards.

At the fifth step your residual functional capacity (RFC) is considered along with your age, education, and work experience to see if you can make an adjustment to other work you have not previously done. If you have a combination of sufficient remaining abilities and transferable skills to adjust to other work, you are not disabled. If it is determined that you cannot make an adjustment to other work, we will find that you are disabled.

Claimant is 61 years old, has a high school or above education that provides for direct entry into skilled work, and Claimant has a work history of skilled work. There is insufficient medical evidence to determine Claimant's residual functional capacity. However, Claimant testified at this hearing that he would be able to do CAD drafting, which is sedentary level work. In accordance with Social Security Administration Medical-Vocational Guidelines rule 201.07 an individual with Claimant's vocational profile restricted to sedentary work is not disabled.

#### DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides the Department of Human Services properly determined that Claimant is not disabled and denied Claimant's application for Medical Assistance (MA) based on disability.

It is ORDERED that the actions of the Department of Human Services, in this matter, are UPHELD.

/s/

Gary F. Heisler Administrative Law Judge for Ismael Ahmed, Director Department of Human Services

Date Signed: August 11, 2010

Date Mailed: August 12, 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 o rder a rehe aring or re consideration on the Departm ent's motion where the final decision cannot be implem ented 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.

#### GFH/alc

cc:

