# STATE OF MICHIGAN MICHIGAN ADMINISTRATIVE HEARING SYSTEM ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:



Reg. No.: 2009-17139 Issue No.: 2009, 4031

Case No.:

Hearing Date: June 15, 2009 DHS County: Wayne (15)

ADMINISTRATIVE LAW JUDGE: Michael Bennane

## **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 June 15, 2009. Claimant appeared and testified.

#### <u>ISSUE</u>

Whether the Department of Human Services (DHS or Department) properly determined that Claimant is not "disabled" for purposes of the Medical Assistance (MA-P) and State Disability Assistance (SDA) programs?

# FINDINGS OF FACT

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

- 1. On June 13, 2008, Claimant applied for MA-P and SDA.
- 2. On January 9, 2009, the Medical Review Team denied Claimant's request.
- On February 13, 2009, Claimant submitted to the Department a request for hearing.
- 4. The State Hearing and Review Team (SHRT) denied Claimant's request.
- Claimant is 62 years old.
- 6. Claimant completed education through high school.

- 7. Claimant has employment experience as group home caregiver and clerk.
- 8. Cla imant's limitations have lasted for 12 months or more.
- 9. Claimant suffers from coronary arte ry disease, hypertension, diabetes, depression, chronic kidney disease stage II, and peripheral vascular disease.
- 10. Claimant has significant limitations on physical activi ties involving sit ting, standing, walking, bending, lifting, and stooping.

# **CONCLUSIONS OF LAW**

MA-P is established by Title XIX of the Social Security Ac t and is implemented by Title 42 of the Code of F ederal Regulations (CFR). The De partment administers MA-P pursuant to MCL 400.10 et seq. and MCL 400.105. Department policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) and the Program Reference Manual (PRM).

The SDA program, which pr ovides financia I 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. D epartment policies are found in BAM, BEM and 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 departm ent 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 Stat es 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 assistanc e due to dis ability or 65 years of age or older.
- (b) A person with a phy sical or mental impairment which meets federal supplemental security income disability standards, except that the minimum duration of the disability shall be 90 days. Sub stance abuse alone is not defined as a basis for eligibility.

Pursuant to Federal Rule 42 CFR 435.540, the Department uses the Feder al Supplemental Security Income (SSI) policy in determining el igibility for disability under MA-P. Under SSI, disability is defined as:

...the inability to do any substant ial 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 deter mine disability. Current work activity, severity of impairments, residual functional capacity, past wor k, 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 a cceptable medical sources that reflect judgments about the nature and severity of t he impairment(s), including symptoms, diagnosis and prognosis, what an indiv idual can do des pite 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 decis ion about whether the statutory definition of disability is met. The Administrative Law Judge reviews all medical findings and other ev idence 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 ar e assessed using the criteria in paragraph (B) of the listings for mental di sorders (descriptions of restrict ions of activities of daily living, social functioning; c oncentration, persistence or pac e; and ability to tolerate increased mental demands asso ciated 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 class ify 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 CF R 416.920, a five-step s equential evaluation process is used to determine disability. An individual's current work activity, the severity of the impairment, the residual functional capacity , past work , age, education and work experience are

evaluated. If an indiv idual is found disabled or not disabled at any point, no further review is made.

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

Secondly, the individual must have a medically determinable impairment that is "severe" or a combination of impairments that is "s evere." 20 CFR 404. 1520(c). An impairment or combination of impairments is "severe" within the meaning of regulations if it significantly limits an individual's ability to perform basic work activities. An impairment or combination of impairments is "not severe" when medic all and other evidence establish only a slight abnormality or a combination of slight abnormalities that would have no more than a minimal effect on an individual's ability to work. 20 CFR 404.1521; Social Security Rulings (SSRs) 85-28, 96-3p, and 96-4p. If the clai mant does not have a severe medically determinable impairment or combination of impairments, he/she is not disabled. If the claimant has a severe impairment or combination of impairments, the analysis proceeds to the third step.

The third s tep in the process is to assess whether the impairment or combination of impairments meets a Social Se curity listing. If the impai rment or combination of impairments meets or is the me dically equivalent of a list ed impairment as set forth in Appendix 1 and meets the durati onal requirements of 20 CFR 404.1509, the indiv idual is considered disabled. If it does not, the analysis proceeds to the next step.

Before considering step four of the sequential evaluation process, the trier must determine the claimant's residual function al capac ity. 20 CF R 404.1520(e). An individual's residual functional capacity is his/her ability to do physical and mental work activities on a sustained basis despite limit ations from his/her impairments. In making this finding, the trier must consider all of the claimant's impairments, including impairments that are not severe. 20 CFR 404.1520(e) and 404.1545; SSR 96-8p.

The fourth step of the process is whether capacity to perform the requirements of his/her past relevant work. 20 CF R 404.1520(f). The term past relevant work means work performed (either as the Claimant actually performed it or as is it ge nerally performed in the national economy) within the last 15 years or 15 ye ars prior to the date that disa bility must be established. If the claimant has the residual functional capacity to do his/her past relevant work, then the claimant is not disabled. If the claima in the sunable to do any past relevant work or does not have any past relevant work, the analysis proceeds to the fifth step.

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, Claimant has satisfied requirements as set forth in steps one, two and three of the sequential evaluation. However, Claimant's impairments do not meet a listing as set forth in Appendix 1, 20 CF R 416.926. Ther efore, vocational factors will be c onsidered to determine claimant's residual functional capacity to do relevant work.

In the present case, Claimant has been diagnosed with coronary artery disease, hypertension, diabet es, depression, chronic kidney disease stage II, an d peripher al vascular disease. Claimant has a number of symptoms and limitations, as cited above, as a result of these conditions. Claimant's treating physician noted that Claimant would be able to stand and walk less than 2 hour s in an 8 hour day, sit about 6 hours in an 8 hour day and lift occasionally les s than 10lbs. This physician als o noted the Claimant struggles with sustained concentration and her condition was deteriorating.

The Claimant testified she does not believ e she can work due to her health problems. She testified her issues with pass ing out periodically. She can only sit at best 2 hours, walk half a block, troubles bending too far over and unable to squat without holding onto something.

The fourth step of the analys is to be considered is whether the clai mant has the ability to perform work previously performed by the claimant within the past 15 years. The trier of fact must determine whether the impairment(s) presented prevent the claimant from doing past relevant work. In the present case, Claimant's past employment was in caregiver in a group home and as a clerk. The caregiver position required Claimant to be to be on her feet and lift weight in excess of 20 lbs. The clerk position required the Claimant to be able to walk and stand more than 2 hours a day and lift weight in excess of 10 lbs. This Administrative Law Judge finds, based on the medical evidence and objective, physical, and psychological findings, that Claimant is not capable of the physical or mental activities required to perform any such position. 20 CFR 416.920(e).

In the final step of t he anal ysis, the trier of fact must determine if the claimant's impairment(s) prevent the clai mant from doing other work. 20 CFR 416.920(f). This determination is based upon the claimant's:

- 1. residual fu nctional c apacity de fined simply as "what can you still do despite your limitations?" 20 CFR 416.945;
- 2. age, education, and work experience, 20 CFR 416.963-965; and
- 3. the kinds of work which exist in sig nificant numbers in the national economy which the claimant could perform despite her limitations. 20 CFR 416.966.

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 class ify jobs as sedentary, light, medium and heavy. These terms have the same meaning as they have in the Dict ionary 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 occa sionally lifting or carrying articles like docket files, ledgers, and small tools. Although a sedentary job is defined as one which in volves sitting, a certain amount of walking and standing is often necessary in carrying out job duties. Jobs are sedentary if wa lking and standing are required occasio nally and other sedentary criteria are met. 20 CFR 416.967(a).

Light work. Light work involv es 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 walk ing 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).

Heavy work. Heavy work involv es 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 c an also do medium, light, and sedentary work. 20 CFR 416.967(d).

See *Felton v DSS* 161 Mich App 690, 696 (1987). Once the claimant makes it to the final step of the analysis, the claimant has already established a *prima facie* case of disability. *Richardson v Secretary of Health and Human Services*, 732 F2d 962 (6<sup>th</sup> Cir, 1984). Moving forward, the burden of proof rest s with the State to prove by substantial evidence that the claimant has the residual function capacity for SGA.

After careful review of Claimant's medical record and the Administrative Law Judge's personal observation of Claimant at the hear ing, this Administrative Law Judge finds that Claimant's exertional and non-exertional impairment s render Claimant unable to engage in a full range of sedentary work activities on a regular and continuing basis. 20 CFR 404, Subpart P, Appendix 11, Section 201.00(h). See Soc ial Security Ruling 83-10; Wilson v. Heckler, 743 F2d 216 (1986).

The record supports a finding t hat Claim ant does not have the residual functional capacity for SGA. The Department has fa iled to provide voc ational evidence which establishes that, given Claim ant's age, education, and wo rk experience, there are significant numbers of jobs in the nat ional economy which Claimant could perform despite Claimant's limitations. Accordingly, this Administrative Law Judge concludes that Claimant is disabled for purposes of the MA and SDA programs.

## **DECISION AND ORDER**

The Administrative Law Judge, based upon the above findings of fact and conclusion sof law, decides that Claimant is medically disabled as of June 2008.

Accordingly, the Department's decision is hereby REVERSED and the Department is ORDERED to initiate a review of the app lication dated June 13, 2008, if not done previously, to determine Claimant's non-medical eligibility. The Department shall inform Claimant of the determination in writing. A review of this case shall be set for July 2012.

Michael J. Bennane Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Date Signed: June 21, 2011

Date Mailed: June 22, 2011

**NOTICE**: Administrative Hearings may or der 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 Hear ings will not orde rarehearing 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 ti mely request for rehearing was made, within 30 days of the receipt date of the rehearing decision.

