# 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: 2009-20941 Issue No: 2009; 4031

Case No:

Load No:

Hearing Date: June 30, 2009

Genesee County DHS

ADMINISTRATIVE LAW JUDGE: Jay W. Sexton

### **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 telephone hearing was held on June 30, 2009 in Flint. Claimant personally appeared and testified under oath.

The department was represented by Joan Apple (FIS).

The Administrative Law Judge appeared by telephone from Lansing.

#### ISSUES

- (1) Did claimant establish a severe mental impairment expected to preclude him from substantial gainful work, **continuously**, for one year (MA-P) or 90 days (SDA)?
- (2) Did claimant establish a severe physical impairment expected to preclude him from substantial gainful work, **continuously**, for one year (MA-P) or 90 days (SDA)?

#### 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 an MA-P/SDA applicant (January 22, 2009) who was denied by SHRT (May 12, 2009) based on claimant's ability to perform sedentary and light unskilled work (20 CFR 416.967(b)). SHRT relied on Med-Voc Rules 202.20 and 201.27, as a guide.
- (2) Claimant's vocational factors are: age—37; education—high school diploma; post high school education—certified as a janitorial technician; work experience—recycling technician for technician for the control of th
- (3) Claimant has not performed Substantial Gainful Activity (SGA) since 2007 when he was a recycling technician at
  - (4) Claimant the following unable-to-work complaints:
    - (a) Status post left shoulder injury;
    - (b) Blood in urine.
  - (5) SHRT evaluated claimant's medical evidence as follows:

#### **OBJECTIVE MEDICAL EVIDENCE (May 12, 2009)**

SHRT decided claimant was able to perform unskilled sedentary and light work (20 CFR 416.967(b)). SHRT evaluated claimant's disability using SSI Listing 1.04. SHRT decided that claimant does not meet any of the applicable SSI listings. SHRT denied disability based on claimant's ability to perform unskilled light work (20 CFR 416.967(e)).

- (ADLs): dressing, bathing, cooking, dishwashing, light cleaning, mopping, and vacuuming.

  Claimant's girlfriend does his laundry and grocery shopping. Claimant does not use a cane, walker, wheelchair or shower stool. He does not wear braces. Claimant did not receive inpatient hospital care in 2008 or 2009.
- (7) Claimant does not have a valid drivers' license and does not drive an automobile.

  Claimant is not computer literate.

- (8) The following medical reports are persuasive:
  - (a) A February 2, 2009 Medical Examination Report (DHS-49) was reviewed. The physician provided the following current diagnoses: chronic left shoulder pain, alcohol abuse and toothache.

The physician noted the following physical limitations:

Claimant has normal use of his right arm. Claimant can lift up to 20 pounds occasionally with his left arm. Claimant has no limitations on standing, walking and sitting. Claimant is able to use his hands/arms normally. Claimant is able to use his feet/legs normally.

The reporting physician did not state the claimant was totally unable to perform any work.

- (9) Claimant does not allege disability based on a mental impairment. Claimant did not submit any recent psychological evidence. Claimant did not provide a DHS-49D or DHS-49E to establish his mental residual functional capacity.
- impairment expected to prevent claimant from performing all customary work functions for the required period of time. Claimant testified that he has left shoulder dysfunction and blood in his urine. The most recent Medical Examination Report (February 2, 2009) states the following diagnoses: chronic left shoulder pain, alcohol abuse and toothache. Claimant's left shoulder dysfunction precludes him from lifting large amounts. The physician who provided the February 2, 2009 Medical Examination Report did not state the claimant was totally unable to work.

- (11) Claimant recently applied for federal disability benefits with the Social Security Administration. Social Security denied his application. Claimant filed a timely appeal.
- (12) In the past 30 days, claimant has applied for work on 30 separate occasions.
  CONCLUSIONS OF LAW

#### **CLAIMANT'S POSITION**

Claimant thinks he is entitled to MA-P/SDA based on impairments listed in Paragraph #4, above.

### **DEPARTMENT'S POSITION**

The department thinks that claimant has a residual functional capacity to perform unskilled sedentary and light work.

The department evaluated claimant's impairments using SSI Listing 1.01. The department decided that claimant does not meet any of the applicable SSI Listings.

#### **LEGAL BASE**

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).

The State Disability Assistance (SDA) program which provides financial assistance for disabled persons is established by 2004 PA 344. The Department of Human Services (DHS or 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).

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).

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).

A statement by a medical source finding that an individual is "disabled" or "unable to work" does not mean that disability exists for the purposes of the program. 20 CFR 416.927(e).

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).

Claimant has the burden of proof to show by a preponderance of the medical evidence in the record that his mental/physical impairments meet the department's definition of disability for MA-P/SDA purposes. PEM 260/261. "Disability," is defined by MA-P/SDA standards as a legal term which is individually determined by consideration of all factors in each particular case.

#### STEP #1

The issue at Step 1 is whether the claimant is performing substantial gainful activity (SGA). If claimant is working and is earning substantial income, he is not eligible for MA-P/SDA.

SGA is defined as the performance of significant duties over a reasonable period of time for pay. Claimants who are working or otherwise performing substantial gainful activity (SGA) are not disabled regardless of medical condition, age, education or work experience.

20 CFR 416.920(b). The vocational evidence of record shows that claimant is not currently performing SGA.

Therefore, claimant meets the Step 1 disability test.

#### **STEP #2**

The issue at Step 2 is whether claimant has impairments which meet the SSI definition of severity/duration. Claimant must establish an impairment which is expected to result in death, has existed for at least 12 months, and totally prevents all basic work activities. 20 CFR 416.909.

Also, to qualify for MA-P/SDA, claimant must satisfy both the gainful work and the duration criteria. 20 CFR 416.920(a).

Since the severity/duration requirement is a *de minimus* requirement, claimant meets the Step 2 disability test.

#### **STEP #3**

The issue at Step 3 is whether claimant meets the Listing of Impairments in the SSI regulations. Claimant does not allege disability based on the Listings.

Therefore, claimant does not allege disability based on the Listings.

However, the department did review claimant's eligibility under SSI Listing 1.01. Claimant did not meet any of the applicable SSI Listings.

Therefore, claimant does not meet the Step 3 disability test.

#### **STEP #4**

The issue at Step 4 is whether claimant is able to do his previous work. Claimant last worked as a recycling technician for Ameritube. This work required a significant amount of heavy lifting.

The current medical evidence of record shows that claimant was not able to lift more than 20 pounds occasionally.

Because of claimant's currently lifting restrictions, he is not able to return to his previous work as a recycling technician.

Therefore, claimant meets the Step 4 disability test.

#### **STEP #5**

The issue at Step 5 is whether claimant has the residual functional capacity (RFC) to do other work.

Claimant has the burden of proof to show by a preponderance of the medical evidence in the record that its combined impairments meet the department's definition of disability for MA-P/SDA purposes.

First, claimant did not allege disability based on a mental impairment. Claimant did not submit any clinical evidence of a psychological impairment. Claimant did not provide a DHS-49D or DHS-49E to establish his residual functional capacity.

Second, claimant alleges disability based on a left shoulder impairment and blood in his urine. The recent medical examination report (February 2, 2009) shows diagnoses of chronic left shoulder pain, alcohol abuse and toothache. The reporting physician did not state the claimant was totally unable to work.

Third, the claimant testified that a major impediment to his return to work was his left shoulder pain secondary to his left shoulder dysfunction. Unfortunately, evidence of pain, alone, is insufficient to establish disability for MA-P/SDA purposes.

The Administrative Law Judge concludes that claimant's testimony about his pain is profound and credible, but out of proportion to the objective medical evidence as it relates to claimant's ability to work.

In short, the Administrative Law Judge is not persuaded that claimant is totally unable to work based on his combination of impairments. Claimant performs a significant number of activities of daily living (ADLs) has an active social life with his girlfriend and his mother and has recently applied for 30 different jobs. Considering the entire medical record, in combination with claimant's testimony, the Administrative Law Judge concludes that claimant is able to perform simple, unskilled sedentary work (SGA). In this capacity, he is able to work as a ticket taker for the theater, as a parking lot attendant, and as a greeter for

This type of work does not require constant heavy lifting.

Based on this analysis, the department correctly denied claimant's MA-P/SDA application under Step 5 of the sequential analysis, as presented above.

#### **DECISION AND ORDER**

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides that the claimant does not meet the MA-P/SDA disability requirements under PEM 260/261.

Accordingly, the department's denial of claimant's MA-P/SDA application is, hereby, AFFIRMED.

SO ORDERED.

s/

Jay W. Sexton Administrative Law Judge for Ismael Ahmed, Director Department of Human Services

Date Signed: October 26, 2009

Date Mailed: October 26, 2009

**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.

JWS/tg

cc:

