## STATE OF MICHIGAN

# STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:



Reg No.:200936731 Issue No.: 2009, 4031

Case No.: Load No.:

Hearing Date: November 04, 2009

Macomb County DHS (50)

ADMINISTRATIVE LAW JUDGE: Landis Y. Lain

#### **HEARING DECISION**

This matter is before the undersigned Administ rative Law Judge pursuant to MCL 400.9 and MCL 400.37 upon the c laimant's request for a hearing. After due notice, a telephone hearing was held on November 04, 2009. The claimant appeared and testified.

## ISSUE

Did the Department of Human Services (the department) properly deny claimant's application for Medical Assistance (MA-P) and State Disability Assistance (SDA)?

#### FINDINGS OF FACT

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

- On March 18, 2009, claimant filed an application for Medical As sistance and State Disability Assistance benefits alleging disability.
- On June 8, 2009, the Medical Review Team denied claimant's application (2) stating that claimant could perform other work.
- On June 9, 2009, the department caseworker sent claimant notice that his application was denied.
- On June 22, 2009, claimant filed a request for a hearing to contest the department's negative action.

(5) On September 30, 2009, the State Hearing Rev iew Team again denied claimant's application stating in its analysis and recommendation: Claimant is capable of performing other work in the form of light work per 20 CF R 416.967(b) pursuant to Medical Vocational Rule 202.20.

- (6) Claimant is a 52-year-old man w hose birth date is Claimant is 5'4" tall and weighs 182 pounds. Claimant is a high school graduate and was in Special Education for speech. Claim ant is able to read and wr ite and does have basic math skills.
- (7) Claimant last worked 2008 for the money and was seasonal employee. Claimant also worked at a automotive factory doing plastic work for 3 years and driving a truck for 6 years.
  - (8) Claimant alleges as disabling impairments: gout and anxiety.

## **CONCLUSIONS OF LAW**

The State Disability A ssistance (SDA) program which provides financial assistance for disabled persons is established by 2004 PA 344. The Department of Human Service s (DHS or department) admin isters the SDA program pursuant to MCL 400.10, et seq., and MAC R 400.3151-400.3180. Department polic ies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) and the Program Reference Manual (PRM).

The Medic al Assistance (MA) program is est ablished by the Title XIX of the Socia I Security Act and is implemented by Title 42 of the Code of Federal Regulations (CFR). The Department of Human Services (formerly known as the Family Independ ence Agency) administers the MA program pursuant to MCL 400.10, et seq., and MC L 400.105. Department polic ies are found in the Bri dges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) 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 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 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 experienc e. 20 CFR 416.920(c).

If the impairment or combination of impair ments do not signific antly limit physica I 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 press ure, X-rays);
- (4) Diagnosis (statement of disease or injury based on it s 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 with out 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 --

 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 a cceptable medical sources that reflect judgments about the nature and severity of the impairment(s), including your 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).

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 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).

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 s everal considerations be analyzed in sequential order. If disability can be ruled out at any step, analys is of the next step is not required. These steps are:

1. Does the client perf orm S ubstantial 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 cli ent is ineligible for MA. If yes, the analysis c ontinues to Step 3. 20 CF R 416.920(c).

- 3. Does the impairment appear on a spec ial listing of impairments or are the cli ent's symptoms, signs, and laboratory findings at least eq uivalent in s everity to the set of medical findings specified for the listed impairment? If no, the analys is 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 subs tantial gainful activity and has not worked since 2008. Claimant is not disqualified from receiving disability at Step 1.

The objective medical evidence on the record indicates that claimant testified that he can 40 feet, stand for 7 minutes. sit for 15 minut es at a time. Clai mant stated that he can shower and dress himself but not squat because of the pain in his kidneys, and he can't bend much but he can so metimes tie his shoes but not touch his toes. Claimant testifi ed that the heaviest weight he could carry is a 16 o unce cup of left handed a nd in his right hand he lo ses the feeling and has coffee and he is numbness in his hands. Claimant testified that his level of pain on a scale from 1-10 without medication is 20 and wit h medication is a 6. Claimant testified that he does smoke a pack of cigarettes per day and his doctor has told him to guit and he is not in a smoking cessation program. Claimant testified that he does have a driver's license and he drives 1-2 times per week for a half a block and he does cook in the microwave and he grocery shops one time per month with no help. He does clean his house by picking up but he doesn't do any outside work and has no hobbies. Clai mant testified that in a typical day he does nothing because he no electricity.

A May 19, 2009, physical examination indicates that claimant was 51 years old and had a height of 5'6" tall and had a weight of 196 pounds. His pul se was 69, blood pressure 157/104 and 160/100. Visual acuity without glasses was 20/20 in the right and 20/20 in the left. His chest was clear to auscultation. His neck had no bruits in the carotid area. The abdomen was soft and supple. The extrem ities had no edema. Heart had regular rate and rhythm. The neurologic area: the claimant was alert, awake and oriented x3. The cranial nerves: pupils wer e equal and reactive. Extraocular movements were intact. Visual fields were full. Fundi were normal. No gross facial weakness or asymmetry. Tongue and uvula are central. In the motor skills there was no pronator drift. Muscle strength 4+/5 in all muscles in all 4 ex tremities. Reflexes were 2 in the upper extremities and in the knees and ankles . Plantars were down going. He has positive tinel's test suggestive of carpal tunnel syndrome. Coordinat ion intact finger to nose. The gait: the claimant had positive straight leg raising on the right. The claimant was able to walk on his heels and toes. He was able to do a tandum gait. He had position. He was able to get up on the some difficulty getting up from a squatting examination table. Based on the days examination, the claimant has difficulty bending, lifting, and carrying heavy wei ghts or standing for prolonged per iods of time. He als o has a possibility of carpal tunnel syndrome, which has never been treated. There are no problems as far as sitting or walking. The impression is high blood pressure, a history of cardiac problems, a history of arthritis and back pain (p. 4).

A psychological examination dated May 4, 2009, indicates that claimant sustained contact with reality, medioc re self esteem and somewhat increased motor activity. Claimant appeared anxious and somewhat over-confident but amotivational. He presented marginal insight. He literally did not know what was wrong with him and could not discern his complaints and c onnect his symptomalogies. He came to the interview alone and stated that his father drove him to clinic. On a sca le is was 5'7" tall and weighed 188 pounds. He walked fast and steadily with full equilibrium. There was no abnormal posture or mannerisms. His hy giene and grooming appeared marginal. He was punct ual for his appointment and he appear ed the stated chronological age Stream of mental activity: claimant was spontaneous, and his speech was normal, productive and audible. Reaction time wa s prompt. His thought process was circumstantial and with re-direction he was able to go on goal directed conversation and conclusion. In his mental trend and thought content: the claimant did not appear to be responding to inter-stimuli and denied s ubjective hallucinator y experiences of any sensory or modalities. His thought content was devoid of delusional conviction of anything. There was no sign of persecutory feelings, ideas, and idiosyncratic thoughts of insertion or withdrawal. Claimant denied sense of worthlessness, denied suic idal ideations, plans, and homicidal ideations and plans. Claimant presented some somatic complaints at length, variety of complain ts, such as pain, numbness also short term memory loss and am nesia. With his current treatment regimen, claimant sleeps well and relate d has bee n prescribed hypnotics to facilitate his sleep, but he fails to remember the name of his prescribed s edative hy pnotic medications. Claimant's

appetite has been increased and so has his weight, particularly a ttributed to the recent past upgrading of his treatment regimen. He did no t appear visibly depressed and denied suggestive experiences of depressed sad feelings. He was alert and oriented to time, place and person. His rec ollection of the date was May 4, 2009. He stated he was in a doctors office and identified the function of the interviewer as someone who mental examinations. In the memory: his immediate memory, he could repeat 5 numbers forward sequentially. He failed to r ecall them backward, only 2 digits out of 5. In recent memory: claimant can recall 3 obj ects, 3 minutes later. In p ast memory: ' as Obama, George Bush, and Clinton. claimant can name the past few presidents Claimant can tell his birthday as age 51. When asked to name 5 large cities, the claimant replied New York, Detroit, San Francis co, Philadelphia, and Miami. Calculations: subtracting of se rial 7's from 100 = 93, 86, 77, and lost concentration at this point. In process of performing serial 3's from 20 proceeded on 17, Abstract thinking: when asked to interpret the proverb, don't cry 14, 11, 8, 5, and 2. replied, "If you lost some over spilled milk, the claimant thing just get on with it". Similarities and differences: when asked how an a pple and an orange alike, the claimant grasps concepts of fruits have sim ilarities. Difference is in taste. In judgment: when asked what he would do if he discovered a fire in a theatre, the claimant replied "notify someone." He was diagnosed with an anxiety disorder, dependent personality traits, and arthritis and his axis GAF was 40, and his prognosis was fair to guarded and he would be able to manage his own funds (pp. 11-12).

A medical examination report dated March 20, 2009, indicates that claimant was normal in all areas of examination, that he was 5'8" and his blood pressure was 153/79 and he was left hand dominant. His c ondition was stable and he was no t assessed for his ability to walk, sit, stand and had no mental limitations (pp. 22-23).

At Step 2, claimant has the burden of proof of establishi ng that he has a severely restrictive physical or mental impairment that has lasted or is expected to last for the duration of at least 12 months. There is insufficient objective clinical medical evidence in the record that claimant suffers a severely restrictive physical or mental impairment. Claimant has reports of pain in multiple areas of his body; however, there are no corresponding clinic al findings that suppor t the reports of symptoms and limitations made by the claimant. There are no labor atory or x-ray findings listed in the file. The clinical impression is that claimant is stable. There is no medical finding that claimant has any muscle atrophy or trauma, abnormality or injury that is consistent with a deteriorating condition. In short, claimant has restricted himself from tasks associated with occupational functioning based upon his r eports of pain (sympt oms) rather than medical findings. Reported symptoms are an insufficient basis upon which a finding that claimant has met the evidentiary burden of proof can be made. This Administrative Law Judge finds that the medical record is insu fficient to establish that claim ant has a severely restrictive physical impairment.

Claimant alleges the following disabling mental impairments: anxiety disorder.

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).

There is insufficient objective medical/ps ychiatric e vidence in the record indicating claimant s uffers severe mental limitations . There is no ment al residual functional capacity assessment in the record. There is in sufficient evidence contained in the file of depression or a cognitive dysfunction that is so severe that it would prevent claimant from working at any job. Claimant was or iented to time, person and place during the hearing. Claimant was able to answer all of the questions at the hearing and was responsive to the questions. The evidentiar y record is insufficient to find that claimant suffers a severely restrictive mental impair ment. For these reasons, this Administrative Law Judge finds that claimant has failed to meet his burden of proof at Step 2. Claimant must be denied benefits at this step based upon his failure to meet the evidentiary burden.

If claimant had not been denied at Step 2, the analysis would proceed to Step 3 where the medical evidence of claimant's condition does not give rise to a finding that he would meet a statutory listing in the code of federal regulations.

If claimant had not already be en denied at Step 2, this Administrative Law Judge would have to deny him again at Step 4 based upon his ability to perform his past relevant work. There is no ev idence upon which this Administrative Law Judge c ould base a finding that claimant is unable to perform work in which he has engaged in, in the past. Therefore, if claimant had not already been denied at Step 2, he would be denied again at Step 4.

The Administrative Law Judge will continue to proceed through the sequential evaluation process to determine whether or not claimant has the residual functional capacity to perform some other less strenuous tasks than in his prior jobs.

At Step 5, the burden of proof shifts to the department to establish that claimant does not have residual functional capacity.

The residual functional capac ity is what an individual can do desp ite 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.

Sedentary work. Sedentary work involves lifting no more t han 10 pounds at a time and occasionally lifting or carrying articles lik e 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 wor k 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 categor y 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).

Claimant has submitted insufficient objecti ve medical evidence that he lacks the residual functional capacity to perform some other less strenuous tasks than in his prior employment or that he is physically unable to do light or sedentary tasks if demanded of him. Claimant's activities of daily living do not appear to be very limited and he should be able to perform light or sedentary work even with his impai rments. Claimant has failed to provide the necessary objective medical evidence to establish that he has a severe impairment or combination of impairments which prevent him from performing any level of work for a period of 12 mont hs. The claimant's testimony as to his limitations indicates that he should be able to perform light or sedentary work.

There is insufficient objective medical/ps ychiatric evidence contained in the file of depression or a cognitive dysfunction that is so severe that it would prevent claimant from working at any job. Claimant was able to answer all the questions at the hearing and was responsive to the questions. Claimant was oriented to time, person and place during the hearing. Claimant's complaints of pain, while profound and credible, are out of proportion to the objective medical evidence contained in the file as it relates to claimant's ability to perform work. Therefore, this Administrative Law Judge finds that the objective medical evidence on the record does not establish that claimant has no residual functional capacity. Claimant is disqualified from receiving disability at Step 5 based upon the fact that he has not established by objective medical evidence that he cannot perform light or sedentary work even with his impairments.

It should be noted that claimant continues to smoke despite the fact that his doctor has told him to quit. Claimant is not in compliance with his treatment program.

If an individual fails to follow prescribed treatment which would be expected to restore their ability to engage in substantial activity without good cause, there will not be a finding of disability... 20 CFR 416.994(b)(4)(iv).

The department's Program Elig ibility Manual contains the following policy statements and instructions for casework ers regarding the State Disability Assistance program: to receive State Disability Assist ance, a person must be disabled, caring for a disable diperson or age 65 or older. BEM in Item 261, p. 1. Because the claimant does not meet the definition of disabled under the MA-P program and because the evidence of record does not establish that claimant is unable to work for a period exceeding 90 days, the claimant does not meet the disability craiteria for State Disability Assistance benefits either.

The Department has established by the necessary competent, material and substantial evidence on the record that it was acting in compliance with department policy when it determined that claimant was not eligible to receive M edical Assistance and/or State Disability Assistance.

# **DECISION AND ORDER**

The Administrative Law Judge, based upon the above findings of fact and conclusion sof law, decides that the department has appropriately established on the record that it was acting in compliance with department policy when it denied claimant's application for Medical Assistance, retroactive Medical Assistance and State Disability Assistance benefits. The claimant should be able to perform a wide range of light or sedentary work even with his impairments. The department has established its case by a preponderance of the evidence.

Accordingly, the department's decision is AFFIRMED.

/s/

Landis Y. Lain Administrative Law Judge For Ismael Ahmed, Director Department of Human Services

Date Signed: July 20, 2010

Date Mailed: July 21, 2010

<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 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.

#### LYL/alc

CC:

