### 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:2009-8053Issue No:2009Case No:1000Load No:1000Hearing Date:1000April 7, 20091000Ingham County DHS

# ADMINISTRATIVE LAW JUDGE: Marlene B. Magyar

## 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, an in-person hearing

was held on April 7, 2009. Claimant is deceased; however, he was represented by

<u>ISSUE</u>

Did the department properly determine claimant is not disabled by

Medicaid (MA)/retro-MA eligibility standards?

#### 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 was a 51-year-old continuous polysubstance abuser
(alcohol/prescription drugs) with severe, longstanding end organ damage (kidney/heart/liver)
when he died on December 2, 2008 (Client Exhibit A, pg 4).

(2) Four months earlier, on August 13, 2008, claimant applied for disability-based MA/retro-MA.

(3) All of the physical conditions that ultimately resulted in claimant's death existed in May, 2008 (the earliest possible retro-MA month, per departmental policy).

(4) Additionally, the medical records submitted by claimant's authorized representative at hearing verify he had an L5-S1 disc herniation with sciatic nerve root impingement which caused chronic lower lumbar pain radiating down his right leg, as confirmed by a June, 2008 MRI scan (Department Exhibit #1, pgs 57-59).

(5) Claimant's treating doctor certified claimant needed physical assistance with dressing/bathing due to this pain, and also, he confirmed the condition could not be expected to improve unless or until surgical intervention occurred (but claimant died first)(See also Finding of Fact #1 above).

(6) On April 21, 2009, the department's State Hearing Review Team (SHRT) issued a post-hearing MA/retro-MA approval, but limited his coverage to July, 2008, no earlier (See Finding of Fact #3 and #4 above).

#### 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,

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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

When determining disability, the federal regulations require several factors to be

considered, including: (1) the location/duration/frequency/intensity of an applicant's pain;

(2) the type/dosage/effectiveness/side effects of any medication the applicant takes to relieve

pain; (3) any treatment other than pain medication that the applicant has received to relieve pain;

and (4) the effect of the applicant's pain on his or her ability to do basic work activities.

20 CFR 416.929(c)(3). The applicant's pain must be assessed to determine the extent of his

or her functional limitations in light of the objective medical evidence presented. 20 CFR

416.929(c)(94).

...In determining whether you are disabled, we will consider all of your symptoms, including pain, and the extent to which your symptoms can reasonably be accepted as consistent with objective medical evidence, and other evidence.... 20 CFR 416.929(a).

...Pain or other symptoms may cause a limitation of function beyond that which can be determined on the basis of the anatomical, physiological or psychological abnormalities considered alone.... 20 CFR 416.945(e). ...In evaluating the intensity and persistence of your symptoms, including pain, we will consider all of the available evidence, including your medical history, the medical signs and laboratory findings and statements about how your symptoms affect you... We will then determine the extent to which your alleged functional limitations or restrictions due to pain or other symptoms can reasonably be accepted as consistent with the medical signs and laboratory findings and other evidence to decide how your symptoms affect your ability to work.... 20 CFR 416.929(a).

...Since symptoms sometimes suggest a greater severity of impairment than can be shown by objective medical evidence alone, we will carefully consider any other information you may submit about your symptoms.... 20 CFR 416.929(c)(3).

...Because symptoms such as pain, are subjective and difficult to quantify, any symptom-related functional limitations and restrictions which you, your treating or examining physician or psychologist, or other persons report, which can reasonably be accepted as consistent with the objective medical evidence and other evidence, will be taken into account...in reaching a conclusion as to whether you are disabled.... 20 CFR 416.929(c)(3).

...Your symptoms, including pain, will be determined to diminish your capacity for basic work activities...to the extent that your alleged functional limitations and restrictions due to symptoms, such as pain, can reasonably be accepted as consistent with the objective medical evidence and other evidence. 20 CFR 416.929(c)(4).

[As Judge]...We are responsible for making the determination or decision about whether you meet the statutory definition of disability. In so doing, we review all of the medical findings and other evidence that support a medical source's statement that you are disabled.... 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:

- 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).

The medical records submitted are sufficient to issue a finding of "disabled" at Step 5 of

the above-referenced sequential evaluation process. This is because they verify claimant's

non-exertional limitations were severe enough to prevent him from engaging in even sedentary

work at all times relevant to his August 13, 2008 MA/retro-MA application, despite his ongoing

polysubstance abuse which is not material because of the verified, pre-existing end organ

damage. Consequently, SHRT's limitation of retro-coverage to July, 2008 was erroneous and it

cannot be upheld.

#### DECISION AND ORDER

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

of law, decides the deparatment, through SHRT, erred in failing to approve retro-MA to

May, 2008.

Accordingly, this decision is REVERSED and the case is remanded to the local office for

coverage approval effective May, 2008 through claimant's death month (12/08). SO

### ORDERED.

<u>/s/</u>

Marlene B. Magyar Administrative Law Judge for Ismael Ahmed, Director Department of Human Services

Date Signed: May 5, 2009

Date Mailed: May 5, 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.

MBM/db



