# 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: 2009-9611

Issue No: <u>2009</u>

Case No: Load No:

Hearing Date:

April 14, 2009

Washtenaw County DHS

ADMINISTRATIVE LAW JUDGE: William A. Sundquist

# **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 April 14, 2009.

The below D&O was delayed for a second SHRT review of additional medical reports recommended by SHRT and received on November 5, 2009 (Claimant Exhibit A).

#### **ISSUE**

Was disability medically established?

#### FINDINGS OF FACT

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

Negative case action: Medicaid application on February 14, 2008 was denied on
 September 15, 2008 based on nondisability per PEM 260.

- (2) Vocational factors: age 41, high school education, and semi-skilled work as a security guard supervisor, skilled light industrial work and coloring parts, and unskilled janitorial office work.
  - (3) Substantial gainful work: last worked June 2003 when he quit his job.
- (4) Disabling symptoms/complaints: pain in back, hips, throughout body, elbows and shoulders; irritations cause tiredness, dizziness, headaches, and blurred vision.
  - (5) Reports of medical exams:

#### PHYSICAL IMPAIRMENT ONLY

- (a) February 1, 2008 states the claimant in an eight-hour workday can stand and/or walk less than two hours in less than six hours; that she lift/or carry frequently less than ten pounds and occasionally 20 pounds; that she can use her extremity on a repetitive basis, except for pushing/pulling and fine manipulating activity with upper extremity and reaching activities with left upper extremity (Medical Packet, page 19).
- (b) June 30, 2009 medical did not address on date of application (February 14, 2008) whether or not the claimant had severe impairments, as defined below, which had lasted or was expected to last for a duration of one year (Claimant Exhibit A, pages 1 to 7).

#### 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).

The facts above are undisputed.

"Disability" is:

...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 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).

**The burden of proof is on the claimant** to establish disability by a preponderance of the medical evidence of record. PEM 260.

# **Step 1: Current Work Activities**

...If you are working and the work you are doing is substantial gainful activity, we will find that you are not disabled regardless of your medical condition or your age, education, and work experience. 20 CFR 416.920(b).

On date of application, the claimant was not working nor currently. Therefore, the sequential evaluation must continue to Step 2.

#### **Step 2: Impairments: Severity/Duration**

To qualify for MA-P, claimant must first satisfy both the gainful work and the duration criteria (20 CFR 416.920(a)) before further review under severity criteria. If claimant does not have any impairment or combination of impairments which significantly limits physical or mental ability to do basic work activities, an ultimate favorable disability determination cannot result. (20 CFR 416.920(c)).

...If you do not have any impairment or combination of impairments which significantly limits your physical or mental ability to do basic work activities, we will find that you do not have a severe impairment and are, therefore, not disabled. We will not consider your age, education, and work experience. 20 CFR 416.920(c).

A *de minimus* standard is used to determine a severe impairment. Any ambiguities are decided in the claimant's favor.

**Non-severe impairment(s)**. 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(a).

**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. 20 CFR 416.921(b).

...[The impairment]...must have lasted or must be expected to last for a continuous period of at least 12 months. We call this the duration requirement. 20 CFR 416.909.

On date of Medicaid application, the above medicals do not establish a severe physical impairment, as defined above, for the required continuous duration of one year, nor support the claimant's disabling/complaints stated above.

Most of the medicals, in this case, are diagnostic/treatment reports and do not address the claimant's physical limitations in order to determine where she is significantly limited in performing basic work activities, as defined above.

Both severity and duration must be established in Step 2 before further review.

Otherwise, an ultimate favorable disability determination cannot result. Step 2 has not been established.

Therefore, this ALJ is not persuaded that disability has been established by the preponderance of the medical evidence of record.

# DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides that disability was not medically established.

# Accordingly, Medicaid denial is UPHELD.

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William A. Sundquist Administrative Law Judge for Ismael Ahmed, Director Department of Human Services

Date Signed: January 5, 2010

Date Mailed: January 6, 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 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.

# WAS/tg

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