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

IN THE MATTER OF:



Reg. No: 2010-16300 Issue No: 2009, 4031 Case No: Hearing Date: March 2, 2010 Mason County DHS

ADMINISTRATIVE LAW JUDGE: Landis Y. Lain for Jana Bachman

HEARING DECISION

This matter is before the undersigned Admini strative Law Judge pursuant to MCL 400.9 and MCL 400.37 upon claimant's request for a hearing. After due notic e, a telephone hearing was held on July 9, 2009. Claimant personally appeared and testified.

This hearing was originally held by Adminis trative Law Judge Jana Bachm an. Judge Bachman is no longer affiliat ed with the State Office of Ad ministrative Hearings and Rules Department of Human Services an d this hearing decision was completed by Administrative Law Judge Landis Y. Lain by considering the record in its' entirety.

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 as material fact:

- (1) On July 29, 2009, claimant filed an application for Medical Assistance, State Disability Assistance and Retroactive Medical Assistance benefits alleging disability.
- (2) On Januar y 15, 2010, the Medical Rev iew T eam denied c laimant's application stating that claimant could perform other work.
- (3) On November 21, 2009, the department caseworker sent claimant notice that her application was denied.

- (4) On November 30, 2009, claimant f iled a request for a hearing to contest the department's negative action.
- (5) On February 4, 2010, the State Hearing Review T eam again denied claimant's application st ating in its' analy sis and recommendation: The claimant is obese at 294 pounds. Her cardiac workup in September 2009 was negative and the cardiologist indica ted that the claimant's chest pain was not cardiac related. A statement from Spin e Clinic dated July 2009, indicating the claimant need c ardiac surgery and was a health hazard to continue working until she had the need of surgery is inconsistent with the objective medical records in the file . T here is no objective medica T evidence supporting the need f or cardia c surgery. She had possibl е tendinitis in September 2009. Most of the claimant's limitations are related to her weight. The claimant's impairment's do not meet/equal the intent or severity of a Social Security lis ting. The medical evidenc e of record indicates that the claimant retains the capacity to perform a wide range of medium work. In lieu of detailed work history the claimant will be returned to other w ork. Therefore, based on t he claimant's voca tional profile of closely approaching advanced age at 51, 12 th grade educ ation and a history of unskilled work, MA-P is deni ed using Vocational Rule 203.21 as a guide. Retroactive MA-P was consider ed in this case and is also denied. SDA is denied per PEM 261 bec ause the nature and severity of the claimant's impair ment's would not preclude work activity at the above stated level for 90 days.
- (6) The hearing was held on March 2, 2010. At the hearing, claimant waived the time periods and requested to submit additional medical information.
- (7) Additional medical information wa s submitted and sent to the State Hearing Review Team on July 12, 2010 and on January 7, 2011.
- (8) On July 14, 2010, the State H earing Review Team again denied claimant's application stating that cl aimant is capable of performing work restricted with the excess ive right overhead shoulder reach, and was capable of performing medium work per 20 CFR 416.967(c) and unskilled work per 20 CFR 416.968(a) pursuant to Medical Vocational Rule 203.21.
- (9) On February 3, 2011, the State Hearing Review T eam again denied claimant's application stat ing in its' analys is and rec ommendation: the findings of the MRT and SHRT are s upported by the objective medical evidence. The claimant's impairments do not meet/equal the intent or severity of a Social Security lis ting. The medical evidence e of record indicates that the claimant retains t he capacity to perform a wide range of medium exertional work. Therefore, based on the c laimant's vocational profile of 52 years, a high school education and a hist ory of no gainful employment, MA-P i s denied using Voca tional Rule 203.21 as a guide .

Retroactive MA-P was considered in this case and is also denied. SDA is denied per PEM 261 because the nature an d severity of the claimant's impairment's would not preclude work activity at the above stated level for 90 days. Listings 4.04, 13.03 and 13 .13 were considered in this determination.

- (10) On the date of hearing claimant was a 51-year-old woman whose birth date is Claimant is 5'6" tall and weighs 282 pounds . Claimant is a high school graduate. Claimant is able to read and write and does have basic math skills.
- (11) Claimant last worked in 2007 as a kitchen manager and a cook. Claimant has worked in a daycare and as a receptionist and telemarketing.
- (12) Claimant alleges as disabling impairments: hear t di sease, nose cancer, tendinitis, torn rotator cuff a pineal mass, and hypertension.

CONCLUSIONS OF LAW

The regulations governing the hearing and appeal process for applicants and recipients of public assistance in Michigan are found in the Michigan Administrative Code, MAC R 400.901-400.951. An oppor tunity for a hearing shall be granted to an ap plicant who requests a hearing because his or her clai m for assistance has been denied. MAC R 400.903(1). Clients h ave the right to contes t a department decision affecting elig ibility or benefit levels whenev er it is believed that the decis ion is incorrect. The department will provide an adm inistrative hearing to review the decision and determine the appropriateness of that decision. BAM 600.

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) administers the SDA program pursuant to MCL 400.10, et seq., and MAC R 400.3151-400.3180. Department polic ies are found in the Program Administrative Manual (PAM), the Program Eligibility Manual (PEM) and the Program Reference Manual (PRM).

The Medical Assistance (MA) program is estab lished by Title XIX of the Social Sec urity Act and is implemented by T itle 42 of the C ode 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 Bridges 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 disab ility does not exist. Age, education and work ex perience will not be c onsidered. 20 CFR 416.920.

Statements about pain or other symptoms do not alone establish disability. There must be medical signs and laboratory findings wh ich demonstrate a medical im pairment.... 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 di sease 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 bas ic 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 --

(1) Physical functions such as wa lking, 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 evidenc e relevant to the claim, including m edical opinions, is rev iewed 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 s ource finding t hat an individual is "d isabled" or "unable to work" does not mean that disability e xists 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 Substant ial 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 specia I 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 forme r work that he/she performed within the last 15 years? If yes, t he client is ineligible for MA. If no, the analysis continues to Step 5. 20 CFR 416.920(e).
- 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, A ppendix 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 2007. Claimant is not disqualified from receiving disability at Step 1.

The subjective and objective medical evidenc e on the record indicates that claimant testified on the record that she lives with her husband and her husband supports her. Claimant does hav e a dr iver's license but does not driv e. Claimant does not cook, grocery shop or do any housekeeping duties. Claimant testified that she usually spends her days in a haze from too much medicati on and she gets up at 7: 00 a.m. takes her medication, sits, falls asleep, wakes up, goes to the bathroom, has lunch, falls asleep again, wakes up and then sleeps again. Claimant testified that she can walk one block, sit all day, stand for 5 minutes, and the heaviest weight that she can carry is 10 pounds. Claimant testified that she is right handed and she smokes a half pack of cigarettes per day but does not drink alcohol or do any drugs.

A brain MRI dated **example** indicates that claimant had a pineal cyst conferred with some mild mass affect. There is an additional neural epithelial cyst in the right occipital horn of the ventricular system. There is some atrophy and some mild chronic ischemic changes (p.15).

A an upper extremity EMG which did not reveal any significant carpal tunnel syndrome or cervical ridiculopathy (p.6).

A medical examination report indicates that the claim ant weighed 294 pounds with a height of 66", blood pres sure 132/70, heart rate 92, respirations 16, and temperature 97.8. Grip st rength is decreased on the right as compared to the left. Reflexes are 1+ and equal in the brachial and brachioradialis bilaterally. Negative phalen's and tinel sign. Neuro sensory examination otherwise normal. The impression was cervical pain and hypertension (p. 5).

A physical examination of **an example of** indicates that claimant is a well nourished female in no acute distress. She is alert and oriented to person, place and time. Blood pressure is 156/62. Heart ra te 62, respiratory rate 20 and unlabored. W eight is 282 pounds. She has pain with any movement of the right shoulder. Cross adduction is painful. She has pain with ov erhead movem ent of the right shoulder. She h as decreased strength in the bic eps and rotator cuff muscles on the right. She has pain with palpation of the ri ght shoulder. Reflex es and sensation appear to be normal. The impression was rotator cuff tendinitis. Bici pital tendinitis and chronic right shoulder pain (p. 12).

An MRI of the cervical spine conducted on stenosis. There is a mild bu Ige at C6-C7. There were no disc herniations, centrocanal or significant neuroforaminal stenosis (p. 13).

Chest imaging done indicates that it was unremarkable ches t imaging, the tracheal was midline. The cardio aortic silhouette is within nor mal limits. There are no ill infiltrates, e ffusions or pneumothoraces. There is no evide nce of lung nodules. Thoracic vertebral body heights are maintained (p. 14).

At Step 2, claimant has the burden of pr oof of establishing that she has a severe lv 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 her 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 herself from tasks associated with occupational functioning ba sed upon her reports of pain (s ymptoms) rather than medical findings. Reported symptoms are an insufficient basis upon which a finding that claimant has met the evidentiary burden of pr oof 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 no disabling mental impairments.

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 pace; and ability to tolerat e increased mental demands associated wit h com petitive work).... 20 CFR, Part 404, Subpart P, App. 1, 12.00(C).

There is insufficient objective medical/ps ychiatric e vidence in the record indicatin g claimant suffers severe mental limitations. There is mental residual functional capacity assessment in the r ecord. There is ins ufficient evidence c ontained in the file of depression or a cognitive dysfunction that is so severe that it w ould prevent claimant from working at any job. Claimant was or iented to time, person and plac e during the hearing. Claimant was able to answer all of the questi ons 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 her burden of proof at Step 2. Claimant must be denied benefits at this step bas ed upon her failure t o 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 sh e would meet a statutory listing in the code of federal regulations.

If claimant had not already been denied at Step 2, this Administrative Law Judge would have to deny her again at Step 4 based u pon her ability to perform her 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 she 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 sequentia evaluation process to determine whether or not claimant has the residual functional capacity to perform some other less strenuous tasks than in her 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, le dgers, and small tools. Although a sedentary job is defined as one whic h 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 work 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 she lacks the residual functional capacity to perform some other less strenuous tasks than in her prior employment or that she is physically unable to do light or sedentary tasks if demanded of her. Claimant's act ivities of daily liv ing do not appear to be very limit ed and sh e should be able to per form light or sedentary work even with her impairments. Claimant has failed to provide the necessary objective medical evidence to establish that she has a severe impairment or comb ination of impairments which prevent her from performing any level of work for a period of 12 mont hs. The claimant's testimony as to her limitations indicates that she should be able to perform light or sedentary work.

There is insufficient objective medical/ps vchiatric 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 plac e during the hearing. Claimant's c omplaints of pain, while pr ofound and credi ble, are out of proportion to the objective medical evidence contained in t he 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 establis h that claimant has no residual functional capacity. Clai mant is dis gualified from receiving disability at Step 5 based upon the fact that she has not established by objective medical evidence that she cannot perform light or sedentary work even with her impairments. Under the Medical-Vocational guidelines, a person who is closely approaching advance age at age 52, with a high school educ ation and an unskilled work histor y who is limited to light work is not considered disabled pursuant to Medical Vocational Rule 203.21.

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

If an individual fails to follow prescribed tr eatment which would be expect ed to restor e their ability to engage in s ubstantial activity without good cause there will not b e a finding of disability.... 20 CFR 416.994(b)(4)(iv).

The department's Program Elig ibility Manual contains the following policy s tatements 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 d person or age 65 or older. BEM , Item 261, p. 1. Because the claimant does not meet the definition of disabled u nder the MA-P program and becaus e the evidence of record does not establish that claimant is unable t o work for a period exceeding 90 days, the claimant does not meet the disability criteria for Stat e Disability Assistance e 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 Medi cal As sistance and/or State Disability Assistance.

DECISION AND ORDER

The Administrative Law Judge, based upon t he above findings of fact and conclusion s of 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 her impairments. The department has established its case by a preponderance of the evidence.

Accordingly, the department's decision is AFFIRMED.

Landis

<u>/s/</u>

Y. Lain Administrative Law Judge for Maura D. Corrigan, Director Department of Human Services

Date Signed: April 12, 2011

Date Mailed: ____ April 13, 2011

NOTICE: Administrative Hearings may or der a rehearing or reconsideration on either its own motion or at t he request of a party within 30 days of the mailing date of this Decision and Order. Administrative Hear ings will not orde r a rehearing or reconsideration on the Department's mo tion where the final decis ion 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 timely request for rehearing was made, within 30 days of the receipt date of the rehearing decision.



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