#### 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:2010-4239Issue No:2009Case No:1000Load No:1000Hearing Date:1000January 6, 20101000Monroe County DHS

# ADMINISTRATIVE LAW JUDGE: Jana A. Bachman

# 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 January 6, 2010. Claimant was represented by authorized hearing representative,

Christy Gallup.

## **ISSUE**

Whether claimant has established disability for Medical Assistance (MA).

## FINDINGS OF FACT

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

(1) July 1, 2009, claimant applied for MA and State Disability Assistance (SDA).

August 31, 2009, the Medical Review Team (MRT) denied claimant's application.
Department Exhibit A.

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(3) September 9, 2009, the department sent claimant written notice that the application was denied.

(4) September 15, 2009, the department received claimant's timely request for hearing on MA denial only.

(5) November 2, 2009, the State Hearing Review Team (SHRT) denied claimant's application. Department Exhibit B.

(6) January 6, 2010, the telephone hearing was held. Claimant did not appear at hearing. Claimant was represented by her daughter.

(7) Claimant asserts disability based on impairments caused by nerve damage to the spine.

(8) Claimant is 49 years old, 5'6" tall, and weighs 278 pounds. Claimant's educational level is not known. Hearing file documentation indicates claimant completed eighth grade and also indicates claimant completed high school. Claimant's reading, writing, and math skills are not known.

(9) Claimant's past relevant work history is unknown.

(10) August 3, 2009, claimant underwent a psychological evaluation and treatment notes were prepared. Notes indicate claimant takes five psychiatric medications. Treatment notes indicate claimant missed a previous appointment having been required to work overtime. Claimant is noncompliant with her medications. The report indicates that claimant makes good eye contact; has spontaneous speech; is cooperative and anxious; has normal kinetics; affect appropriate to mood which was tearful, sad, labile, anxious, and constricted; thought process was logical and circumstantial. Claimant denied hallucinations and perceptual disturbances. Claimant was oriented X 3 with fair insight and judgment. AXIS I diagnoses are bipolar disorder manic;

panic disorder without agoraphobia; and alcohol abuse (report indicates claimant last abused alcohol in 2005). Department Exhibit A, pgs 28-35. Treatment notes from February 11, 2008 indicate claimant is actively abusing cocaine. She is able to maintain her employment. Department Exhibit A, pgs 96-100. June 13, 2008, claimant's mental health treating professional completed a mental residual functional capacity assessment (DHS-49-E) indicating that claimant is not significantly limited in 18 of 20 areas of functioning; she is moderately limited in 2 areas of functioning. Department Exhibit A, pgs 73-74.

(11) On or about July 14, 2009, claimant visited her pain management physician and treatment notes were prepared. Notes indicate claimant has exacerbation of left L3-L4, L4-L5, L5-S1 facets syndrome; left sacroiliac joint arthropathy; left L4, L5, S1 radiculopathy; C7-T1, L5-S1 discogenic disease. L4-L5 central spinal stenosis. Claimant has undergone and continues to undergo facet rhizotomy by heat radio frequency and epidural steroids. Physical exam revealed claimant is tender over the area of both acromiocalvicular joints, subdeltoid bursa, supraspinatus, infraspinatus, bicep, triceps, brachioradilas tendons and glenohumeral area. Legs have no swelling, no thickening, no tenderness, knees are same temperature as rest of surrounding tissues. No crepitus. No swelling. No tenderness over the posterior joint. Department Exhibit A, pgs 17-22. MRI conducted on May 15, 2009, revealed right paracentral disc protrusion with extension into the right neuroforaminal at L5-S1. There is mass effect on the right existing nerve root at this level. Department Exhibit A, pgs 46-47.

#### 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).

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).

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).

If an individual fails to cooperate by appearing for a physical or mental examination by a certain date without good cause, there will not be a finding of disability. 20 CFR 416.994(b)(4)(ii).

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).

At Step 1, claimant is apparently employed. Her monthly earnings are unknown.

At Step 2, the objective medical evidence of record indicates that claimant is treated with medication and counseling for bipolar disorder, anxiety disorder, and alcohol addiction. Claimant is alert and oriented X 3. Cognitive functions appear to be within normal limits. Insight and judgment are fair. Claimant's treatment professional opines that claimant is not significantly limited in 18 of 20 areas of functioning. Claimant has degenerative disc disease in her upper and lower spine. She is undergoing pain treatment. The objective medical evidence of record does not indicate that claimant has limited functional abilities due to this condition. Finding of Fact 10-11.

At Step 2, the objective medical evidence of record is not sufficient to establish that claimant has severe physical and/or cognitive impairments that have lasted or are expected to last 12 months or more and prevent all employment for 12 months or more. Accordingly, claimant is disqualified at Step 2.

At Step 3, claimant's impairments do not rise to the level necessary to be specifically disabling by law.

At Step 4, claimant is apparently employed. Claimant's past relevant employment is not known. Thus, a Step 4 analysis cannot be completed. Finding of Fact 9.

The residual functional capacity is what an individual can do despite 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 classify 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 than 10 pounds at a time and occasionally lifting or carrying articles like 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 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 category 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).

Medium work. Medium work involves lifting no more than 50 pounds at a time with frequent lifting or carrying of objects weighing up to 25 pounds. If someone can do medium work, we determine that he or she can also do sedentary and light work. 20 CFR 416.967(c).

Heavy work. Heavy work involves lifting no more than 100 pounds at a time with frequent lifting or carrying of objects weighing up to 50 pounds. If someone can do heavy work, we determine that he or she can also do medium, light, and sedentary work. 20 CFR 416.967(d).

At Step 5, see discussion at Step 2 above. Finding of Fact 10-11.

At Step 5, the objective medical evidence of record is sufficient to establish that claimant retains the residual functional capacity to perform at least light work activities. Considering claimant's Vocational Profile (younger individual, limited education, and unknown work history) and relying on Vocational Rule 202.17, claimant is not disabled. Therefore, claimant is disqualified from receiving disability at Step 5.

Claimant does not meet the federal statutory requirements to qualify for disability. Therefore, claimant does not qualify for Medical Assistance based on disability and the department properly denied claimant's application.

#### DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides that claimant has not established disability for Medical Assistance.

Accordingly, the department's action is, hereby, UPHELD.

<u>/s/</u>\_\_\_\_\_

Jana A. Bachman Administrative Law Judge for Ismael Ahmed, Director Department of Human Services

Date Signed: <u>March 10, 2010</u>

Date Mailed: March 10, 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.



