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

IN THE MATTER OF:

Reg. No: 2010-42688

Issue No: 2009

Case No:

Hearing Date August 19, 2010

Kalamazoo County DHS

ADMINISTRATIVE LAW JUDGE: Landis Y. Lain

### **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 notice, an in-person hearing was held on August 19, 2010. Claimant personally a ppeared and testified. Claimant was represented at the hearing by

# <u>ISSUE</u>

Did the Department of Human Services (the department) properly deny claimant's application for Medical Ass istance (MA-P) and retroactive Medical Assist ance (retro MA-P)?

## 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 February 18, 2010, claimant filed an application for Medical Assistance and retroactive Medical Assistance benefits alleging disability.
- (2) On March 26, 2010, the Medical Review Team denied claimant's application stating that claimant's impairments lack duration.
- (3) On April 1, 2010, the department case worker sent claimant notice that his application was denied.
- (4) On June 30, 2010, claimant filed a request for a hearing to contest the department's negative action.

- (5) On July 20, 2010, the State Hearing Revi ew Team again denied claimant's application and requested additional medical information in the form of a psychiatric evaluation and an internist evaluation.
- (6) The hearing was held on August 19, 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 November 24, 2010. The additional information was received after the record close dat e of October 1, 2010. This Administrative Law Judge sent the information as a courtesy to claimant.
- (8) On December 2, 2010, the St ate Hearing Review Team again denied claimant's application stating in its' medical sum mary analysis and decision: At the Octo ber 15, 2010, medical ex amination the heart was functioning within nor mal limits. Bl ood pressure was 138/80. peripheral pulses were present and equal. The lungs were clear to auscultation. There was no clubbing, cyanosis or edema. Upper extremity use was normal. Gait and mobility did not r equire ambulatory aides. Straight leg raise was negative bilaterally and a Il other major b ody systems were functioning normally. The exam ining physician opined that the claimant was out of condition. At the S eptember 11, 2010, mental status evaluation the claimant was alert and oriented. He was able to take care le tasks. The objective medical of his basic needs. He can do simp h a disability at the listing or evidence presented does not establis equivalence lev el. I n following t he sequential evaluation process, the claimant does not engage in s ubstantial gainful activity. The claimant's impairments do not meet/equal the intent of a Social Security listing. The claimant retains the capacity to perform unskilled work of at le ast medium exertional level. Therefore, MA-P is denied per Vocational Rule 203.15. Retro MA-P was reviewed and denied. This may be consistent with past relevant work. However there is no detailed description of past work to determine this. In lieu of deny ing benefits as capable of performing work, a denial to other work, based on a Vocational Rule will be used.
- (9) Claimant is a 54-year-old man w hose bir th date is
  Claimant is 6' tall and weighs 270 pounds. Claimant recently gained 30 pounds. Claimant is a high school graduat e. Claimant is able to read and write and does have basic math skills.
- (10) Claimant last worked July 3, 2008, as a truck mechanic where he worked for 29 ½ years before the doors closed on the business.
- (11) Claimant alleges as disabling impair ments, back injury, hernia, hypertension, depression, asthma, fibr omyalgia, acid reflux, and lower back pain L4-5.

#### **CONCLUSIONS OF LAW**

The Medical Assistance (MA) program is estab lished by Title XIX of the Social Sec urity Act and is implemented by Title 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 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 --

- (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 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 "doisabled" 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 regula tions require that s everal considerations be analyzed in s equential order. If disability can be ruled out at any step, analys is of the next step is <u>not</u> 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).
- 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 subjective and objective medical evidence on the record indicates claimant testified that he lives with his wife in an apartment and he is marri ed with no childr en under 18 and no income. Claimant testified that he receives Food Assistance Program benefits and he does have drivers' lic ense and he drives two times per month to the bank or to the post of fice. Claimant testified that he does c ook 1-2 times per week and c ooks things like canned soup or micr owavable dishes and sandwic hes. Claimant testified that he does grocery shop 2 times per month and he usually n eeds help with picking up heavy things. Claimant testif ied that he does dis hes, fold s clothes, and vacuums. Claimant testified that for a hobby he read s books and he watches TV 3-4 hours per day. Claimant testified that he can stand for 45 minutes to an hour at a time and can sit for 45 minutes to an hour at a time. Claimant testified that he can walk 20-30 yards but cannot squat, tie his shoes or touch his toes. Claimant testified that he can bend at the waist but not well and he able to shower and dress himself. Claimant testifi ed that his level of pain on a scale from 1-10 without medication is an 8-9 and with medication is a 7-8. Claim ant testified that he is right handed and his hands and arms are fine and he does have some pain in his legs and feet and right buttocks. Claimant testified that the heaviest weight that he can carry is 5 pounds and he does not smoke or take drugs and he usually drinks a glass of wi ne occasionally. Claimant test ified that his feet turn purple and in a typical day he gets up and takes his medication and then he turns on the TV and takes the dog for a walk and then goes back to bed. He then gets up, eats, has coffee, watches the news, does the dishes, sits down, washes up, brushes his teeth and then dresses. He then takes his medication and eats at 4:00p.m., then lies down for 3 hours, watches TV, then takes his medication and goes to bed. Claim ant testified that he was in the hospital November 11, 2009, for 15 hours due to chest pain. Claimant testified that he is not able to engage in sexual relations and he goes to the doctor every 3-4 months.

This Administrative Law Judge did consider the entire medical packet of 106 pages plus the additional medical information which was submitted effective November 24, 2010, in making this decision.

An October 15, 2010, medical examination report indicate s that the claimant was cooperative in ans wering ques tions and fo llowing commands. He had a mildly depressed affect and was in a knit shirt. ieans, and slip on shoes. He otherwis е appeared appropriate. The claim ant's immediate, recent and remote memory was intact with normal concentration. The cl aimant's in sight and judgment were both appropriate. The claimant provided a good effort during the examination. His vital signs were: blood pressure in the left arm 138/80, pulse was 78 and regular, respiratory rate was 16, weight was 254 pounds and his height was 71" without shoes. His skin was normal. His visual acuity in the right eye was 20/20 and the left eye was 20/20 without corrective lenses. The pupils were equal, round and reactive to light. The claimant could hear conversational speech without limitation or aides. The neck was supple without masses. The chest br eath sounds were clear to auscultation and sy mmetrical. There is no accessory muscle use. The heart had a regular rate and rhythm without enlargement. There is a normal S1 and S2. The abdomen had no organomegaly or masses. Bowe I sounds were normal. In the vascular area there was no clubbing.

cyanosis, or edema detected. The peri pheral pulses were intact. In the musculoskeletal area there was no evidence of joint laxity, crepitance, or effusion. Grip strength remained int act. Dext erity is unimpaired. The cl aimant could button clothing and open a door. The claimant had no difficu Ity getting on and off the examin ation table, no difficulty toe walking, mild diffi culty squatting and no difficulty standing on either foot. There was some lumbar spine straightening with tenderness over the facet joints, predominantly at L4-S1. Straight leg raising was negative. Ther paravertebral muscle spasm noted. Range of motion of the joints appeared full. In the neurologic area: cranial nerves were intac t. Motor strength and tone were normal. Sensory was intact to light touch and pinpri ck. Reflexes were int act and symmetrical. Romberg testing is negative. The claimant walks with a guar ded gait without the use of an assist device. The conclusion is that claimant has been relativity compliant but increased activity would be helpful as he is mostly sedentary. There were no findings of cardio pulmonary disease to date and/or damage. Again an element of deconditioning does appear to be present (pp. P1-P4).

The September 11, 2010, psycholog ical report indicates that claimant stated that he reinjured his back in J une 2008. The injury took place at home when he was trying to pull a boat out. He indicated that the injuries are in the lumbar area. He also stated that he has fibromyalgia. He stated someti mes he can go a couple months witho problems. Pain tends to develop diffusely. He describes various aches and pains. He also states that he has a bone spur in his left foot, in the heel area. He has had asthma for the last 20-30 years. He indicated t hat he has guite a bit of stress and he feels depressed. He has limited resources for treatment. He was taking anti-depressants but stopped in February. Claimant was c opperative during the ev aluation, he was not overtly hos tile, disagreeable or overtly sus picious. He was wearing glasse s and his hearing appeared adequate for conversational purposes. He was wearing clean clothes and had good hygiene and grooming. His ey e contact was good. He used no assistive device and he was 5'10" tall and weighed approximately 270 pounds. He was righ hand dominant. He was alert and responsive. He followed the conversation. He tended to stay on topic. He was logical. There was no halting or blocking observed and he did not appear to be overtly confused. Reason ing skills appeared to be adequate. Thought content was remarkable for health concerns, adjusted to his limitations financial stress and family stress. He appeared to be depres sed. There was no evidence of psychosis. He did seem depressed today. He did some smiling which was appropriate but otherwise his a ffect seemed somewhat lack lust er. He arrived on time. knew his name and recognized the nature of the appointment. He counted backward from 65-49 with 2 errors, which he did not recognize. He was able to spell world forward and back ward correctly. He al so named Obama and Bus presidents. He gave the fo llowing knowledge responses: se conds in a minute is 60. weeks in a year is 12. Large cities we re New Orleans and Los Angeles. Famous people were Arnold Schwarzenegger and current events were the oil spill in the river. He was asked to do the following simple math: 4+6=10, 8-5=3, 2\*8=16, and 9/3=3. He was asked to respond to the following abstract saying: the grass is greener on the other side, by saying something is always better; and don't cry over spilled milk, he said don't worry about it. To assess verbal concepts, he was asked how the following words were

similar; piano and a drum were instruments, horse and a tiger are mammals, and a boat and a automobile wer e vehicles that you driv e. When asked what he should do if he found a stamped addressed envel ope in the street, he said he would put it in the mailbox, and what he would do if he were the first person to see a fire in a t heatre, he said call 911. He was diagnos ed with al cohol dependence in long term remission, chronic pain and fibromyalgia, unemployment and financial and family stress and lack of resources. He had an axis GAF 54. His prognosis was guarded. He appeared to be able to follow simple instructions. Pain appeared to be his dominant complaint, with depression as a significant secondary complaint. Medical records will be important to review to help determine if there are further difficulties that would interfere with his ability to stay in full time work, should he be awarded benefits, he would likely be able to manage them independently (p. P5-9).

burden of proof of establis hing that he has a severely At Step 2, claimant has the 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 restrictive physical or mental impairment. the record that claimant suffers a severely in multiple areas of his body; however, there are no Claimant has reports of pain 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 reports of pain (symptoms) 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: depression.

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 w ould 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 thi s 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 been denied at Step 2, this Administrative Law Judge would have to deny him again at Step 4 based upon hi s ability to perform his past relevant work. There is no evidence upon which this Admin istrative Law Judge could 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 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 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 than 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 impairments. Claimant has failed to pr ovide 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 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 guestions 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 establis h that claimant has no residual functional capacity. Clai mant is dis qualified 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. Under the Medical-Vocational guidelines, a person who is closely approaching advanced age, with a more than high school education and an unskilled work history who is limited to medium work is not c onsidered disabled pur suant to Medical Voc ational Rule 203.15. Claimant is also not considered disabled if he was limited to light work.

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 Medical 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 and retroactive Medical Assistance benefits. The claimant 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.

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

Date Signed: February 25, 2011

Date Mailed: February 25, 2011

**NOTICE**: Administrative Hearings may or der 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

