# STATE OF MICHIGAN MICHIGAN ADMINISTRATIVE HEARING SYSTEM ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:

Reg. No: 201043853

Issue No: 2009

Case No:

Hearing Date:

September 28, 2010 Ingham County DHS

ADMINISTRATIVE LAW JUDGE: Landis Y. Lain for Ivona Rairigh

## **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 September 28, 2010. Claimant personally appeared and testified. Claimant was represented at the hearing by

This hearing was originally held by Admini strative Law Judge Ivona Rairigh. Ivona Rairigh is no lo nger affiliated with the Michigan Administr ative Hear ing Syste m Administrative Hearings for the Departm ent of Human Services and this hearing decision was completed by Administrative Law Judge Landis Y. Lain by considering the entire record.

### <u>ISSUE</u>

Did the Department of Human Services (the department) properly deny claimant's application for Medical Assistance (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 January 13, 2010, claimant fil ed an application for Medical Assistance and retroactive Medical Assistance benefits alleging disability.
- (2) On April 18, 2010, the Medical Review Team denied claimant's application stating that claimant could perform prior work.
- (3) On April 17, 2010, the department case worker sent claimant notice that his application was denied.

- (4) On July 15, 2010, claimant's representative filed a request for a hearing to contest the department's negative action.
- (5) On July 28, 2011, the State Hearing Revi ew Team again denied claimant's application stating that in its' analysis and recommendation: the claimant was noted to have anxie ty and depression with increased stressors. However, there is no indication that she receives any mental health treatment. Her physical exam ination is basically unremarkable except for hr right eye. The medical evidence of record does not document a mental/physical impairment that significantly limits the claimant's ability to perform basic work activities. Therefore, MA-P is denied per 20 CF R 416.921(a), Retroactive MA-P was considered in this case and is also denied.
- (6) The hearing was held on September 28, 2010. At the hearing, claimant waived the time periods and request ed to submit additional medica information.
- (7) Additional medical information wa s submitted and sent to the State Hearing Review Team on December 22, 2010.
- (8) Hearing Review T eam again denie d On January 10, 2011, the State claimant's application st ating in its' analy sis and recommendation: the objective medical ev idence supports the findings of the MRT that the claimant retains the ability to perfo rm their past relevant tasks. It is reasonable that the clai mant will be limited in the need to a pulmonary irritants. The claimant re tains the physical residual functiona I capacity to perform work which avoids all exposure to pulmonary irritants. The claimant's past work was light and un skilled in nature. Therefore, the claimant retains the capacity to perform their past relevant work (clothes separator), MA-P is denied per 20 CF R 416.920(e). Retroactive MA-P was considered in this case and is also denied. SDA was not applied for but would have been denied per PEM 261 due to the capacity to perform past relevant work. Listings 1.02. 1.03, 1.04, 2.02, 3.07, 5.01, 11.14, 12.04, and 12.06 were considered in this determination.
- (9) On the date of hearing claimant was a 40-y ear-old man whose birth date is Claimant is 5' 2.5" tall and weighs 149 pounds. Claimant testified that he cannot read or write English and is now learning a little bit of English.
- (10) Claimant alleges as disabling impairments: ar thritis, back pain, muscle pain, vision problems, shortness of breath, stomach problems, depression and anxiety.

## **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 applicant who requests a hearing because his or her claim for assistance has been denied. MAC R 400.903(1). Clients have the right to contest a department decision affecting eligibility or benefit levels whenever it is believed that the decision is incorrect. The department will provide an administrative hearing to review the decision and determine the appropriateness of that decision. BAM 600.

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 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 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 "disabled" 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).
- 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 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 subst antial gainful activity and is not disqualified from receiving disability at Step 1.

The objective medical evidence on the record indicates that on the date of hearing claimant was a 41 year old woman whose birth date is January 1, 1970. A medical examination report dated March 10, 2010, indicates that claimant was 62.5 inches tall and weighed 149 pounds. Her blood pressure was 118/70 (p. A1).

Her HEENT was unremarkable. Her respirat ory system was clear in all fields. Her cardiovascular had r egular rate and rh ythm, no murmur. Her abdominal area was unremarkable and there were no problems with the musculoskeletal or her neurological area and she was tearful. The clinical impression is that the claimant was stable (p. A2).

A September 29, 2009, pulm onary in critical care consultants medical document indicates that on phy sical examination, claimant's blood pressure was 99/66, her hear t rate was 74, respiratory rate 16, pulse oximetry 98% on room air at rest (p. 7).

The claimant was alert and or iented x3 and in no ac ute distress, she did not speak English and there assistance with the help of a Somali in terpreter. She was a well appearing woman. HEENT: anict eric sclerae. Her oropharyn x was relatively clear. There was no significant exudate noted in t he pos terior oroparynx. Inferior nasal turbinates bi-laterally were very red with no significant congestion, no nasal ulceration noted. She was noted to have what appeared to be bilateral pterygiums more so on the left when compared to the right, otherwise anict eric sclerae. The neck was supple with no lymphadenopathy. Jugular venous pulsations within normal limits. In the respiratory area, the I ungs were notable for mid-inspir atory crackles heard at the left base and s no wheezing or rhonchi noted, norma alone the left lateral thorax. There wa percussion. The chest wall was without insignificant abnormalities. The cardiovascular area had r egular rate and rhythm, normal S1 and S2 with no m urmur. Her abdomen was soft, non-tender, non-distended, normoac tive bowel sounds, no palpable hepatosplenomegaly. The extr emities had no edema or clu bbing. Neurologically no gross focal neurologic al deficits. The skin had no ras h. Her nails were noted to be slightly dis colored and yellowis h, however, she mentioned that this was related to henna. In the lymph, there is no axillar v. supraclavicular, epitrochlear or cervical lymphadenopathy noted. The im pression was bronchiectas is which was likely the source of her hemoptysis (p. 8).

An October 19, 2009, pulmonary function study indicates that claimant had evidence of moderate obstructive lungs dis ease with air traffic at a normal diffusion capacity that is consistent with patients diagnosed with bronchiectasis (p. 10).

An chest examination indicates that soft tissues appear unremarkable. The bones are intact. The heart and great vessels and bile appear normal. Minimal lingular atelectasis or pneumonia is seen. The right lung is clear (p. 13).

A medical examination report dated documents indicates that claimant was 5° 2.5" tall and weighed 149 pounds. Her blood pressure was 118/70. The c linical impression is that she was stable and that claimant has anxiety and depression (pp. 5-6).

At Step 2, claimant has the burden of proof of establishing that she has a severe ly 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 which support claimant's contention of disability. The clinical impression is that claimant is stable. There is no medical finding that claim ant has any muscle at rophy or trauma, abnormality or injury that is consistent with a deteriorating condition. In short, claimant has restricted herself from tasks associat ed with occupational functioning based upo in her reports of pain (symptoms) rather than medical findings. Reported symptoms are an insufficient basis upon which a finding that claimant has me t the evidentiary burden of proof can be made. This Admini strative Law Judge finds that the medical record is insufficient to establish that claimant has a severely restrictive physical impairment.

Claimant alleges the following disabling mental impairments: depression and anxiety.

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 her burden of proof at Step 2. Claimant must be denied benefits at this step based upon her 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 she 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 Admin istrative 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, s 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 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 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 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 she 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 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 questions 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 medical evidence contained in the file as it relates to of proportion to the objective 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 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 younger individual (age 40), with a less than high school education and an unskilled or no wo rk history who is limited to light work is not considered disabled.

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.

# **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 her impairments. The department has established its case by a preponderance of the evidence.

Accordingly, the department's decision is AFFIRMED.

	<u>/s/</u>
Landis	Y. Lain
	Administrative Law Judge
	for Maura D. Corrigan, Director
	Department of Human Services
Date Signed: <u>June 23, 2011</u>	
Date Mailed: <u>June 23, 2011</u>	

**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



