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

IN THE MATTER OF:



Reg. No: 2010-46968 Issue No: 2009; 4031

Case No:

Hearing Date: January 4, 2011

Livingston 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 January 4, 2011. Claimant personally appeared and testified. Claimant was represented at the hearing by

#### 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 April 8, 2010, c laimant filed an application for Medical Assistance and retroactive Medical Assistance benefits alleging disability.
- (2) On May 11, 2010, the Medical Revi ew Team approved claimant for State Disability Assistance benefits from April through July 2010 and denied claimant's Medical Assistance and retroactive Medical Assistance benefits stating that claimant's impairments lack duration.
- (3) On June 7, 2010, the department caseworker sent claimant notice that his application was denied.
- (4) On July 30, 2010, claimant file d a request for a hearing to contest the department's negative action.

- (5) On September 13, 2010, the State Hearing Rev iew Team again den ied claimant's applic ation stating that it had in sufficient evidence and requesting treating source notes and te st results from April 2010 and a complete physical examination by a licensed physician.
- (6) The hearing was held on January 4, 2011. 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 January 5, 2011.
- (8) On January 20, 2011, the Stat e Hearing Review T eam again denie d claimant's application st ating in its' analysis and reco mmended decision: the objective medical evidenc e present does not establis h a disability at the listing or equiv alence level. The collective medical evidence shows that the claimant is capable of perfo rming past work as an insuranc agent. The claimant's impairments do not meet/equal the intent or ting. The medical evidenc e of record severity of a Social Security lis indicates that the claimant retains the capacity to perform a wide range of light work. Therefore, based on the claimant's vocational profile of a younger individual, 16 year s of education and light wo rk history; MA-P is denied using Vocational Rule 202.22 as a guide. Retroactive MA-P was considered in this case and is also denied.
- (9) Claimant is a 47-year-old man whos e birth date is
  Claimant is 5'9" tall a nd weighs 255 poun ds. Claimant has a

  Claimant is able to read and write and does have bas ic math skills.
- (10) Claimant last worked August 2009 for insurance. Claimant has been in insurance sales approximately years and he also worked as a manager for enterprise and in restaurant jobs.
- (11) Claimant alleges as disabling impairments: ce rvical myopathy, shaking over the entire body, numbness fr om the neck down, through the shoulders into the fingers, a neck tumor, C1-C2 surgery and decompression, a pinched nerve, anemia, hemorrhoid surgery 3-4 months ago.

## **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 claim 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 decision is incorrect. The department will provide an adm inistrative hearing to review the dec ision 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) admin isters the SDA program pursuant to MCL 400.10, et seq., and MAC R 400.3151-400.3180. Department polic ies are found in the Bridges Administrative Manual (BAM), the Bridges Elig ibility Manual (BEM) 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 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 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 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).
- 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 August 2009. Claimant is not disqualified from receiving disability at Step 1.

The subjective and objective medical evidence on the record indicates that claimant testified that he lives with his wife in a house and he is married with no children who live with him. Claimant does receiv e State Disability Assistance benefits in the amount of per month and is als o receiving Food Assistance Program benefits. Claimant does have a driver's license but usually catches the city bus. Claimant testified that his wife cooks for him. Claimant testified that he grocery shops 1 time per week for minor things and he needs help with transportation and picking up heavy things. Claimant testified that his wife cleans the home and he doesn't do any outside work and he has no hobbies. He watches TV 2-3 hours per day and he reads 3 hours per day. Claimant testified that he can stand for 10-15 minutes and can sit for 30 minutes and he can walk a ½ to a ½ a mile and squat with pain. Cl aimant testified that he cannot bend at the waist and his back hurts some times and his knees are fine but they hurt. Claimant testified that he can shower and dress himself but not till e his shoes and touching his toes is hard. Claimant testified that hi s level of pain on a sca le from 1-10 without medication is an 8-9 and with medication is a 7-8. Claimant testified that he has a hard time buttoning his shirts and he usually sits in the shower. Claimant stated that he is right handed and that he has pain and numbness in his hands and arms and numbness in his left thigh and lower right leg. Claiman t testified that the heav lest weight that he can carry is 10-15 pounds. Claimant testified that he doesn't smoke drink or do drugs. Claimant stated that in a ty pical day he get s up, eats breakfast, watches the news o n TV, makes a few phone calls, reads and wal ks in the garage, eats and then goes to bed. Claimant testified t hat he had neck surgery April 15, 2010, and he was in the hospital for 10 days and in November 2010 he had hemorrhoid surgery. Claimant testified that he could do work on a computer for about 15 minutes.

The claimant underwent posterior cervical decompression and fusion from the C1-C3 level in position of instrumentation and stable alignment (p. 57). The physical examination in reports that claimant height is 5'7" and weighs 256 pounds. His blood pressure was slightly elevated with no end organ damage. The range of motion of the cervical spine was mildly decreased with full range of motion of the upper extremities. There was intact sensory. He had slight weakness of his motor strength and gait (pp. 63-64).

A medical examination report dated indicates that claimant was 5'8" tall and weighed 260 pounds. His blood pressure was 140/80, he was right hand dominant and his vis-ual acuity was 20/25 best corrected in bot heyes. The clinical impression is that he was improving and he could meet his needs in the home.

medical exam report indica ted that claimant appeared to be doing better. He continued to describe right—sided neck discomfort and he recently had an episode of waking up with pain extending up—to the occipital regi—on. On exam his incision was well healed. Motor strength with encouragement was grossly normal in his upper extremities except through his hand grip strength with—is 4/5 bilaterally. His deltoid strength is 4+/5 bilaterally. He had—stable but—slow s lightly wide based gait. Review of his x-rays would dem—onstrate his instrumentation which appear is to be in good position. His alignment is stable. These x-rays were performed on at an outside institution. It—was recommended that he continue his therapy. Clinically he was improved (p. 57).

medical exam report indica tes that examin ation of the posterior surgical wound reveals it to be healing well without er vthema, edema or drainage. There is no pain to palpation on the area. DTR's are  $\frac{1}{2}$  to upper extremities bilaterally. Muscle strength is 5-/5 to his upper extremities but it's very difficult to assess the patient because he states that it is painful for him to move his arms, therefore, it is hard to interpret as to what his true strength is . He does not appear to have any triceps weakness as he did pre-operatively. He does hav e right gr eater than left lower extremity swelling with 1+ pitting edema on the right and diffused non-pitting edema on ation to his legs and very the left. He has no discolor minimal discomfort when squeezing his calves. No increased pain with dorso flexion of his foot. AP lateral view of cervical spine taken on were reviewed which shows proper placement of instrumentation wit hout halo effect around the screws. Good sagittal alignment is maintained (pp. 58-59).

An medical ex amination report indicates that claimant was seen for hypertension, erectile dysf unction and constipation. It was determined that his hypertension was benign and c ontrolled. HEENT: was negative for eye discharge and vision loss. He was negative e for ear drainage, hearing loss, nasal congestion, nasal drainage, rhinorrhea, tinnitus, tooth pain and vertigo. The respiratory was negative for asthma, coughs, dyspenea and wheez ing. Ca rdiovascular: negative for chest pain, claudication, edema and irregular heart beat/palpitation. Gastroentestinal: positive for blood in stool, this occurs occasionally about 2 times per week. The volume is small is described as bright red. He had some constipation and rectal bleeding. He was negative for hemorrhoids, melena and diarrhea. His h eight was 5'7" tall and weighe d 256 pounds and his blood pressu re was 130/60 and his tem perature was 97.5, pulse 80, BMI 40.09. His head and face were no rmocephalic, his eyes had no exothalmus, papillary reaction is normal and EOM intact. Hearing was grossly intact. Tympanic membranes were nor mal. There was no nas al deformity. Mucous membranes were normal. T ongue and throat appeared normal. No mucosa lesions. The neck and thyroid was supple without adenapothay or enlarged thyroid. Lymphadic system: no palpable cervical or supraclavicular adenopathy. Respiratory was normal to inspection. Lungs were clear to auscultation. Cardiovascular of regular rhythm. Normal S1 and S2 without S3, S4 and murmur. Vascular was well perfused. Carotid and pedal pulses ar e normal. No bruits. The abdomen was soft, non-tender without organomegally or masses. Genital urinary: no CVA tenderness. Normal exter nal genitalia. The rectum

anus appears normal. No masses. No impre ssive skin lesions present. Back is fine inspection reveals muscle spas m. Longitudinal sc ar over cervical vertebrae. Thoracic spine of s coliosis mildly reduc ed range of motion. The ext remities had no joint deformity, heat, swelling, erethyma or effusion. Full range of motion. The neurologica I area was normal. He was alert and oriented x3. Grossly normal intellect. The memory was intact. Cranial nerves II-XII intact. Sensory intact. Motor w eakness, balance and gait weakness. Deltoid has 4/5 strength bi laterally. Normal size, normal biceps, and brachialis 4/5 bilaterally increas ed size norma I. Triceps 4/5 bilaterally inc reased size normal. Interossel 5/5 strength bilaterally no rmal size normal. Iliopsoas 4/5 strength in the left side normal size. Quadriceps 4/5 str ength bilaterally increased size, hamstrings 4/5 bilaterally increased size. Gastronemius/soleus 4/5 bilaterally increased size. Deep tendon reflexes were symmetrically decreased. In the psychiatric area, there was no unusual anxiety and or evidence of depression (pp. 61-64).

A second medical examination r eport dated on temporary disability which was expected to last 6-12 weeks after surgery. He could frequently lift less than 10 pounds and never lift 10 pounds or more and he could use his upper extremities for simple grasping, reaching and fine manipulating but not excessive pushing and pulling and he had a 5-10 pound weight restriction and he could push and pull on all the doors (p. 4).

At Step 2, claimant has the burden of proof of establishing that she has a severely 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 his 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 improving/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 would 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 this 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 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 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 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 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 establish that claimant has no residual functional capacity. Claimant is disqualified 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 younger individual (age 47), with a college education and an unskilled work history who is limited to light work is not considered disabled.

The department's Program Elig ibility Manual contains the following policy statements 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 diperson or age 65 or older. BEM Item 261, p. 1. Because the claimant does not meet the definition of disabled under the MA-P program and because the evidence of record does not establish that claimant is unable to work for a period exceeding 90 days, the claimant does not meet the disability criteria for Stat e Disability Assistance 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 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, 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 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:_	March 30, 2011		
Date Mailed:	March 31, 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

