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

#### IN THE MATTER OF:



Reg. No: 2010-51938 Issue No: 2009, 4031 Case No: Hearing Date December 14, 2010 Lenawee 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 December 14, 2010. Claimant was supposed to be represented at the hearing by but he did not appear. Claimant chose to proceed in his absence.

## <u>ISSUE</u>

Did the Department of Human Services (the department) properly deny claimant's application for Medical Assistance (MA-P), retroactive Medical Assistance (retro 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 May 19, 2010, claimant filed an application for Medical Assistance, State Disability Assistance and Retroactive Medical Assistance benefits alleging disability.
- (2) On June 7, 2010, the Medical Review Team denied claimant's application stating that claimant could perform other work.
- (3) On June 20, 2010, the department casewo rker sent claimant notice that her application was denied.
- (4) On August 30, 2010, clai mant filed a request for a hearing to contest the department's negative action.

- (5) On September 9, 2009, the State Hearing Review Team again denied claimant's application stat ing in its' analy sis and recommendation: The claimant had a myocardial infarction with angioplasty and stinting in March 2010. In July 2010, there was no evidence of heart failure. She had evidence of mild emphysema or mild obstructive pulmonary disease. The claimant had some difficulty doing or thopedic maneuvers mostly due to her weight. She was depres sed but logical and spontaneous. The claimant's impairment's do not meet/equal the intent or severity of a Social Security listing. The medical evi dence of record indic ates that the claimant retains the c apacity to per form a wide range of simple unskilled light work. In lieu of d etailed work history, the claimant will be returned to other work. Therefore, based on the claimant's vocational profile of a younger individual, high sc hool eq uivalent education and a history unskilled work, MA-P is denied using Vocational Rule 202.20 as a guide. Retroactive MA-P was considered in this case and is also denied. SDA is denied per PEM 261 because the nature an d severity of the claimant's impairments would not preclude work activity at the above stated level for 90 days.
- (6) The hearing was held on December 14, 2010. At the hearing, claimant waived the time periods and request ed to submit additional medical information.
- (7) Additional medical information was submitted and sent to the State Hearing Review Team on December 15, 2010.
- (8) On January 3, 2011, the State Hearing Review Team again denied claimant's application st ating in its' analysis and recommended decision: the newly submitted evidence does not significantly or materially alter the previous r ecommended decis ion. The claimant's impairments do not meet/equal the intent or se verity of a Social Security listing. The medical evidence of record indicates t hat the claimant retains the c apacity to perform a wide range of light unskill ed work. Therefor e, based on the claimant's vocational profile of a younger individual, 10<sup>th</sup> grade education and a light unskilled work history, MA-P is denied using Vocatio nal Rule 202.20 as a guide. Retroactive MA-P was considered in this case and is also denied. SDA is denied per PEM 261 because the nature and severity of the claimant's impairm ent's would not preclude work activity at the above stated level for 90 days.
- (9) Claimant is a 49-year-old woman whose birth date is Claimant is 5'6" tall and weighs 280 pounds. Claimant recently gained 20 pounds. Claimant attended the 11 <sup>th</sup> grade and has a GED. Claimant is able to read and write and does have basic math skills.

- (10) Claimant last worked July 2009, at a temporary service for factory line packaging. Claimant has worked as a floor inspector, as a pipe bender and welder and doing factory jobs in ass embly, production, and inspection.
- (11) Claimant alleges as disabling impairments: neuropathy, diabetes mellitus, depression, heart problems, chronic obstructive pulmonary disease, and a heart attack in March 2010.

## CONCLUSIONS OF LAW

The State Disability A ssistance (SDA) program which provides financial ass istance for disabled persons is established by 2004 PA 344. The Department of Human Service s (DHS or department) administers the SDA program pursuant to MCL 400.10, et seq., and MAC R 400.3151-400.3180. Department polic ies are found in the Program Administrative Manual (PAM), the Program Eligibility Manual (PEM) and the Program Reference Manual (PRM).

The Medical Assistance (MA) program is estab lished by Title XIX of the Social Sec urity Act and is implemented by T itle 42 of the C ode of Federal Regulations (CFR). The Department of Human Services (DHS or department) administers the MA program pursuant to MCL 400.10, *et seq.*, and MCL 400.105. Department policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) and the Program Reference Manual (PRM).

Pursuant to Federal Rule 42 CFR 435.540, the Department of Human Services uses the federal Supplemental Security Income (SSI) policy in determining eligibility for disability under the Medical Assistance program. Under SSI, disability is defined as:

...the inability to do any substant ial gainful activity by reason of any medically determinable physical or mental impairment which can be expected to result in death or which has lasted or can be expected to last for a continuous period of not less than 12 months.... 20 CFR 416.905

A set order is used to deter mine disability . Current work activity, severity of impairments, residual functional capacity, past wor k, age, or education and work experience is reviewed. If there is a finding that an individual is disabled or not disabled at any point in the review, there will be no further evaluation. 20 CFR 416.920.

If an individual is working and the work is substantial gainful activity, the individual is not disabled regardless of the medical condition, education and work experienc e. 20 CFR 416.920(c).

If the impairment or combination of impair ments do not signific antly limit physica I or mental ability to do basic work activities, it is not a severe impairment(s) and disab ility

does not exist. Age, education and work ex perience will not be c onsidered. 20 CFR 416.920.

Statements about pain or other symptoms do not alone establish disability. There must be medical signs and laboratory findings wh ich demonstrate a medical im pairment.... 20 CFR 416.929(a).

...Medical reports should include -

(1) Medical history.

- (2) Clinical findings (such as the results of physical or mental status examinations);
- (3) Laboratory findings (such as blood pressure, X-rays);
- (4) Diagnosis (statement of di sease or injury based on its signs and symptoms).... 20 CFR 416.913(b).

In determining disability under the law, the ability to work is measured. An individual's functional capacity for doing bas ic work activities is evaluated. If an individual has the ability to perform basic work activities with out significant limitations, he or she is not considered disabled. 20 CFR 416.994(b)(1)(iv).

Basic work activities are the abilities and aptitudes necessary to do most jobs. Examples of these include --

- (1) Physical functions such as wa lking, standing, sitting, lifting, pushing, pulling, reaching, carrying, or handling;
- (2) Capacities for seeing, hearing, and speaking;
- (3) Understanding, carrying out, and remembering simple instructions;
- (4) Use of judgment;
- (5) Responding appropriately to supervision, co-workers and usual work situations; and
- (6) Dealing with changes in a routine work setting. 20 CFR 416.921(b).

Medical findings must allow a determination of (1) the nature and limiting effects of your impairment(s) for any period in question; (2) the probable duration of the impairment ;

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and (3) the residual functional capacity to do work-related physical and mental activities. 20 CFR 416.913(d).

Medical evidence may contain medical opinions. Medical opinions are statements from physicians and psychologists or other a cceptable medical sources that reflect judgments about the nature and severity of the impairment(s), including your symptoms, diagnosis and prognosis, what an indiv idual can do des pite impairment(s), and the physical or mental restrictions. 20 CFR 416.927(a)(2).

All of the evidenc e relevant to the claim, including m edical opinions, is rev iewed and findings are made. 20 CFR 416.927(c).

The Administrative Law Judge is responsible for making the determination or decis ion about whether the statutory definition of disability is met. The Administrative Law Judge reviews all medical findings and other ev idence that support a medical source's statement of disability.... 20 CFR 416.927(e).

A statement by a medical s ource finding t hat an individual is "d isabled" or "unable to work" does not mean that disability e xists for the purposes of the program. 20 CFR 416.927(e).

When determining disability, the federal regulations require that several considerations be analyzed in sequential order. If disability can be ruled out at any step, analysis of the next step is <u>not</u> required. These steps are:

- 1. Does the client perform Substant ial Gainful Activity (SGA)? If yes, the client is ineligible for MA. If no, the analysis continues to Step 2. 20 CFR 416.920(b).
- 2. Does the client have a severe impairment that has lasted or is expected to last 12 months or mo re 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 clie nt's symptoms, signs, and laboratory findings at least equiv alent in severity to the set of medical findings specified for the listed impairment? If no, the analysis continues to Step 4. If yes, MA is approved. 20 CFR 416.290(d).
- 4. Can the client do the forme r work that he/she performed within the last 15 years? If yes, t he client is ineligible for MA. If no, the analysis continues to Step 5. 20 CFR 416.920(e).

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Does the client have t he Residual Functional Capacity (RFC) to perform other work according to the guidelines set forth at 20 CFR 404, Subpart P, A ppendix 2, Sections 200.00-204.00? If yes, the analysis ends and the client is ineligible for MA. If no, MA is approved. 20 CFR 416.920(f).

At Step 1, claimant is not engaged in subs tantial gainful activity and has n ot worked since 2009. Claimant is not disqualified from receiving disability at Step 1.

The subjective and objective medical evidence on the record indicates that claimant testified on the record that she lives wit h her roommate in a house and her roommate supports her. Claimant is widowed and has no children under 18. Claim ant has no income and receives Food Assistance Program benefits. Claimant does have a drivers' license and drives 3-4 times per month to doctor's appointments, Walmart and usually about 5-6 miles. Claim ant does cook 2 times per day and cooks things like soup and hamburger helper. Claimant does grocery shop one time per mo nth and n eeds help getting from the store. Claima nt testified that she does clean her home by doing t he dishes, wiping the table and doing laundry and s he watches T V 5-6 hours per day. Claimant testified that she can stand for 15 minutes, sit for 30 minutes, and walk a half a block. Claimant testified that she cannot squat but she can bend at the waist. Claimant testified that her knees ache and pop and s he can shower and dress herself and tie her shoes and can touch her toes with difficulty. Claimant testified that her level of pain on a scale from 1-10 without medication is 10 and with medication is a 6. Claimant testified that she is right handed and her hands and arms ache and sw ell with arthritis and her legs and feet are numb and burning with neuropathy. Claimant testified that he heaviest weight that she c an carry is less than a gallon of milk repetitively and usually the heaviest thing that she can carry is a gall on of milk. Claimant testified that she does smoke a half pack of cigarettes per day and her doctor has told her to guit and she is not in a smoking cess ation program. Claimant testified that in a typical day she gets up and showers and tak es her medication and get s dressed and s its and falls asle ep for about a 3 hour nap. Claimant then says she fixes lunch and folds clothes and washe s dishes. She makes dinner, clean s the kitchen and sits and sleeps. Claimant was last in a hospit al March 2010, because she had a hear t attack. Claimant testified that her roommate usually finishes her ta sks for her and nobody will hire her because she cant really groceries and she is hard to take care of.

A medical examination report dated **the transmission** indicates that the claimant was 5'7" tall and weighed 270 pounds and her blood pressure was 116/80. She walked with a slight limp and she was obese and uncomfortabl e. The clinic al impression is that claimant was stable and that she did not re quire assistive devices for ambulation. She could frequently carry 10 pounds or less and never carry 20 pounds or more. Claimant could stand or walk less than 2 hours in an 8 hour day and could sit less than 6 hours in an 8 hour work day. Claimant could do simple grasping and fine manipulating with both of her upper extremities but not reaching or pushing and pu Iling. Claimant could not operate foot or leg controls with either feet or legs. Claimant has some mental limitations in the form of sustained concentration and interaction (pp. 3-4).

An medical examination report indicates that claimant was 5'7" tall and weighed 270 pounds and her blood pressure was 116/80. The clin ical impression is that she was deteriorating and she could occasionally carry less than 10 pounds and she could stand or walk le ss than 2 hours in an 8 hour work day and she could do simple grasping, reaching and fine manipulating but not pushing and pulling with both of her upper extremities and cannot operate foot or leg controls (pp. 1-2).

The claimant was admitted in due to an acute ST elevation myocardial infarction. She under went successful angioplasty and stinting with thrombectomy (pp. 24, 56-58).

In **the claimant was** 66" tall and 272 pounds. Her blood pressure was 116/65. The chest revealed mild bronchi al breath sounds with prolonged exp iratory phase. No accessory muscles were used. Heart sounds were normal. There was n o clubbing or cyanosis. There we re moderate varicosities. There was no ed ema. Grip strength was intact and dexterity was unimpaired. Motor strength and tone were normal. Sensory functions were intact. Deep tendon r eflexes were 2+ and symmetrical and the lower extremities. She walked with a small stepped wide based gait without the use of an assist device. Pulmonary function studi es showed mild obstructive diseas e (Records from DDS).

A mental status ex am dated spontaneous. She may see her deceased son or husband but denied any other hallucinations. She was mildly depre ssed (unnumbered page between 12 and 13). Diagnosis was depressive disorder (p. 13).

The phys ical examination in protection reported that she was obese weighing 272 pounds at 66" tall. She had myobronchial breath sounds. However, pulmonary function studies were within normal limits. She has donormal grip strength and normal range of motion in all joints. Her strength and tone were normal. She had intact sensory. She walked with a small stepped wide based gait without an assistive device (pp. 90-95).

The mental status in **metal status** noticed that she had good cont act with reality. Her mental activity was clear, logical, and spontaneous. She was mildly depressed and fully oriented.

This Administrative Law Judg e did cons ider all of the approximately 100 pages o f medical reports contained in the file in making this decision.

At Step 2, claimant has the burden of pr oof 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. The clinical impression is that claimant is stable. There is no medical finding that claimant has any muscle atrophy or trauma, abnormality or injury that is consistent with a deteriorating condition. In short, claimant has restricted herself from tasks associated with occupational functioning based upon her 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 ficient 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 ar e assessed using the criteria in paragraph (B) of the listings for mental di sorders (descriptions of restrict ions of activities of daily living, social functioning; c oncentration, persistence, or pace; and ability to tolerat e increased mental demands associated wit h com petitive work).... 20 CFR, Part 404, Subpart P, App. 1, 12.00(C).

There is insufficient objective medical/ps ychiatric e vidence in the record 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 plac e during the hearing. Claimant was able to answer all of the questi ons at the hearing and was responsive to the questions. The evidentiar y record is insufficient to find that claimant suffers a severely restrictive mental impair ment. For these reasons, this Administrative Law Judge finds that claimant has failed to meet her burden of proof at Step 2. Claimant must be denied benefits at this step bas ed upon her failure t o meet the evidentiary burden.

If claimant had not been denied at Step 2, the analysis would proceed to Step 3 where the medical evidence of claimant 's condition does not give rise to a finding that sh e would meet a statutory listing in the code of federal regulations.

If claimant had not already been denied at Step 2, this Administrative Law Judge would have to deny her again at Step 4 based u pon her ability to perform her past relevant work. There is no ev idence upon which this Administrative Law Judge c ould base a finding that claimant is unable to perform work in which she has engaged in, in the past. Therefore, if claimant had not already been denied at Step 2, he would be denied again at Step 4.

The Administrative Law Judge will continue to proceed through the sequentia evaluation process to determine whether or not claimant has the residual functional capacity to perform some other less strenuous tasks than in her prior jobs.

At Step 5, the burden of proof shifts to the department to establish that claimant does not have residual functional capacity.

The residual functional capac ity is what an individual can do desp ite limitations. All impairments will be considered in addition to ability to meet certain demands of jobs in the national economy. Physical demands, mental demands, sensory requirements and other functions will be evaluated.... 20 CFR 416.945(a).

To determine the physical demands (exertional requirements) of work in the national economy, we class ify jobs as sedentary, light, medium and heavy. These terms have the same meaning as they have in the *Dictionary of Occupational Titles*, published by the Department of Labor... 20 CFR 416.967.

Sedentary work. Sedentary work involves lifting no more t han 10 pounds at a time and occasionally lifting or carrying articles lik e docket files, ledgers, and small tools. Although a sedentary job is defined as one whic h involves sitting, a certain amount of walking and standing is often necessary in carrying out job duties. Jobs are sedentary if walking and standing are required occasionally and other sedentary criteria are met. 20 CFR 416.967(a).

Light work. Light 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 sh e should be able to per form light or sedentary work even with her impairments. Claimant has failed to provide the necessary objective medical evidence to establish that she has a severe impairment or comb ination of impairments which prevent her from performing any level of work for a period of 12 mont hs. The claimant's testimony as to her limitations indicates that she should be able to perform light or sedentary work.

There is insufficient objective medical/ps ychiatric 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 able to answer all the questions at the hearing and was responsive to the questions. Claimant was oriented to time, person and plac e during the hearing. Claimant's c omplaints of pain, while pr ofound and credi ble, are out of proportion to the objective medical evidence c ontained in t he file as it relates to claimant's ability to perform work. Therefore, this Administrative Law Judge finds that the objective medical evidence on the record does not establis h that claimant has no residual functional capacity. Clai mant is dis 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 49), with a high school education and an unskilled work history who is limited to light work is not considered disabled.

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

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

The department's Program Elig ibility Manual contains the following policy s tatements and instructions for casework ers regarding the State Disability Assistance program: to receive State Disability Assist ance, a person must be dis abled, caring for a disable d person or age 65 or older. BEM , Item 261, p. 1. Because the claimant does not meet the definition of disabled u nder the MA-P program and becaus e the evidence of record does not establish that claimant is unable t o work for a period exceeding 90 days, the claimant does not meet the disability criteria for Stat e Disability Assistance benefits either.

The Department has established by the necessary competent, material and substantial evidence on the record that it was acting in compliance with department policy when it determined that claimant was not eligible to receive Medi cal As sistance and/or State Disability Assistance.

## DECISION AND ORDER

The Administrative Law Judge, based upon t he above findings of fact and conclusion s of law, decides that the depar tment has appropriately establis hed on the record that i t was acting in compliance wit h department policy when it deni ed claimant's application for Medical Assistance, retroactive Medica I Assistance and Stat e Disability Assistance benefits. The claimant should be able to perform a wide range of light or sedentary work even with her impairments. The department has established its case by a preponderance of the evidence.

Accordingly, the department's decision is AFFIRMED.

Landis

<u>/s/</u> Y. Lain Administrative Law Judge for Maura D. Corrigan, Director Department of Human Services

Date Signed: <u>March 15, 2011</u>

Date Mailed: March 16, 2011

**NOTICE**: Administrative Hearings may or der a rehearing or reconsideration on either its own motion or at t he request of a party within 30 days of the mailing date of this Decision and Order. Administrative Hear ings will not orde r a rehearing or reconsideration on the Department's mo tion where the final decis ion cannot be implemented within 90 days of the filing of the original request.

The Claimant may appeal the Decision and Order to Circuit Court within 30 days of the mailing of the Decision and Order or, if a timely request for rehearing was made, within 30 days of the receipt date of the rehearing decision.

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