STATE OF MICHIGAN

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

IN THE MATTER OF: Reg. No.: 2011-52541

Issue No.:

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2009

Hearing Date: December 5, 2011
DHS County: Macomb County

ADMINISTRATIVE LAW JUDGE: Susan C. Burke

HEARING DECISION

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and MCL 400.37 upon claimant's request for a hearing. A fter due notice, a telephone hearing was held on December 5, 2011 from Detroit, Michigan. Claimant appeared and testified. Claimant's son, also testified on behalf of claimant. The Department of Human Services (DHS or department) was represented by Medical Contact Worker.

ISSUE

Did the Department of Hum an Services properly determine that claimant is not "disabled" for purposes of the Medical Assistance (MA-P) and Stat e Disability Assistance (SDA) programs?

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 June 2, 2011, claimant filed an application for MA-P and SDA benefits.
- 2. On August 8, 2011 the department denied claimant's applic ation for benefits based upon the belief that claimant did not meet the requisite disability criteria.
- 3. On August 17, 2011, a hearing request wa s filed to protest the department's determination.
- 4. Claimant is of age.
- 5. Claimant has a education.

- 6. Claimant is not currently working.
- 7. Claimant has a prior work history consisting of fast food and welding.
- 8. Claimant currently suffers from hypertension and premature heartbeat.
- 9. Claimant is unable to perform any past re levant work (20 CFR 416.965), which work was unskilled and semiskilled.
- 10. Claimant has severe limit ations upon his ability to sit, stand, and walk for two hours in an eight hour day. Claim ant's limitations have lasted or are expected to last twelve months or more.
- 11. Claimant's complaints and allega tions concerning his impairments and limitations, when considered in light of all objective m edical evidence, as well as the record as a whole, reflect an individual who is so impaired as to be incapable of engaging in any substantial gainful activity on a regular and continuing basis.

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 a re found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) and the Bridges Reference Manual (BRM).

Federal regulations r equire that the department use the same operative definition for "disabled" as used for Supplemental Security Income (SSI) under Title XVI of the Social Security Act. 42 CFR 435.540(a).

"Disability" is:

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

In determining whether an indiv idual is disabled, 20 CFR 4 16.920 requires the trier of fact to follow a sequential evaluation process by which current work activity, the severity of the impairment(s), statut ory listings of medical impairments, residual functional capacity, and vocational factors (i.e., age, education, and work experience) are assessed in that order. When a determination that an individual is or is not disabled can

be made at any step in the sequential evaluation, evaluation under a subsequent step is not necessary.

First, the trier of fact must determine if t he individual is working and if the work is substantial gainful activity. (SGA) 20 CFR 416.920(b).

In this case, claimant is not currently working. Claimant testified credibly that he is not currently working and the department presented no contradictory evidence. Therefore, claimant may not be disqualified for MA at this step in the sequential evaluation process.

Second, in order to be considered disabled for purposes of MA, a person must have a severe im pairment. 20 CFR 416.920(c). A severe impairm ent is an impairment expected to last twelve months or more (or result in death) which significantly limits an individual's physical or mental ability to per form basic work activities. The t erm "basic work activities" means the abilities and aptit udes 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).

The purpose of the second st ep in the sequential ev aluation process is to screen out claims lacking in medical merit. *Higgs v. Bowen* 880 F2d 860, 862 (6th Cir, 1988). As a result, the department may only screen out clai ms at this level which are "totally groundless" solely from a medical standpoint. The *Higgs* court used the severity requirement as a " *de minimus* hurdle" in the disability determination. The *de minimus* standard is a provision of a law that allows the court to disregard trifling matters.

In this case, claimant has presented the required medical data and evidence necessary to support a finding that he has significant physical limitations upon his ability to perform basic work activities such as walking, standing, sitting, lifting, pushing, pulling, reaching, carrying or handling. Medica I evidence has clearly established that claimant has an impairment (or combination of impairments) that has more than a minimal effect on

claimant's work activities .The June 22, 2011 medic all exam ination report shows that Claimant presented with frequent premature heart beats and hypertension.

In the third step of the sequential consideration of a disability claim, the trier of fact must determine if the claimant's impairment (or combination of impairments) is listed in Appendix 1 of Subpart P of 20 C FR, Part 404. 20 C FR 416.925. This Administrative Law Judge finds that the claimant's medi cal record will n ot support a finding that claimant's impairment(s) is a "listed impairment" or equal to a list ed impairment. See Appendix 1 of Subpart P of 20 CFR, Part 404, Part A.

This Administrative Law Judge consult ed listing 4.00 Cardio vascular System. Accordingly, claimant cannot be found to be disabled based upon medic all evidence alone. 20 CFR 416.920(d).

In the fourth step of the sequent ial consideration of a disability claim, the trier of fact must determine if the claimant has the residual functional capacity (RFC) to perform the requirements of claimant's past relevant work. 20 CFR 416.920(a) (4) (iv).

An individual's residual functional capacity is the individual's ability to dophysical and mental work activities on a sustained basis despite limitations from the indiv idual's impairments. Residual functional capacity is assessed based on impairment(s), and any related symptoms, such as pain, which m ay cause physical and mental lim itations that affect what can be done in a work setting. Re sidual functional capacity is the most that can be done, despite the limit ations. In making this finding, the trier of fact must consider all of the claimant's impairments, including impairments that are not severe (20 CFR 416.920 (e) and 416.945; SSR 96-8p.) Further, a residual functionally capacity assessment must be based on all relevant evidence in the case record, such as medical history, laboratory findings, the effects of treatments (including limitations or restrictions imposed by the mechanics of tr eatment), reports of daily activities, lay evidenc e, recorded observations, medic all treating solutions ource statements, effects of symptoms (including pain) that are reasonably attributed to the impairment, and evidence from attempts to work. SSR 96-8p.

The term past relev ant work means work performed (either as claim ant actually performed it or as it is generally performed in the national econom y) within the last fifteen years or fifteen years prior to the date that disability must be established. In addition, the work must have lasted long enough for the claimant to learn to do the job and have been substantially gainfully employed (20 CFR 416.960 (b) and 416.965.) If claimant has the residual functional capacity to do claimant's past relevant work, claimant is not disabled. 20 CFR 416.960(b)(3). If claimant is unable to do any past relevant work or does not have any past relevant work, the analysis proceeds to the fifth and last step.

The medical information indicates that claimant has frequent premature heart beats and hypertension. Claimant and claimant's son testified credibly that claimant has limited tolerance for physical activities, is unable to stand or sit for lengthy periods of time and

cannot walk up stairs or even around his house without getting dizzy. Claimant has no limitations in the use of his hands for manipulation. Claimant has some postural limitations (e.g., stooping, bending, and crouching), no visual limitations, and no communicative (hearing, speaking) limitations.

Claimant's past relevant work included work in his family's fast food restaurant and prior to that, welding. Claimant's fast food restaurant work required little lifting, though occasional heavier weight was required to be lifted, and the work required standing for a half hour at a time or more. Claimant's welding work required the lifting of significant amounts of weight, frequent position changes, and standing for most of the day. Therefore, given the functional requirements as stated by claimant (which is consistent with how these jobs are typically performed) for these jobs, and claimant's functional limitations as described above, this Administrative Law Judge concludes that claimant does not retain the capacity to perform his past relevant work.

In the fifth step of the sequential consideration of a disability claim, the trier of fact must determine if the claimant's im pairment(s) prevents claimant fr om doing other work. 20 CFR 416.920(f). This determination is based upon the claimant's:

- (1) residual functional capacit y defined simply as "what can you still do despite you lim itations?" 20 CF R 416.945;
- (2) age, educ ation, and wo rk experience, 20 CF R 416.963-.965; and
- (3) the kinds of work which exist in significant numbers in the national economy which the claimant could perform despite his/her limitations. 20 CFR 416.966.

See *Felton v DSS*, 161 Mich. App 690, 696 (1987) . Once claimant reaches Step 5 in the sequential review process, cl aimant has already established a *prima facie* case of disability. *Richardson v Secretary of Health and Human Services*, 735 F2d 962 (6th Cir, 1984). At that point, the burden of proof is on the state to prove by substantial evidence that the claimant has the residual functional capacity for substantial gainful activity.

For the purpose of determining the exerti onal requir ements of work in the national economy, jobs are classified as "sedentar y", "light", "medium", "heavy", and "very heavy." 20 CFR 416.967. These terms have the same meaning as are used in the *Dictionary of Occupational Titles*. Sedentary work involves lifting of no more than 10 pounds at a time and occasionally lifting or carry ing articles like docket files, ledgers, and small tools. 20 CFR 416.96 7(a) Although a sedentary j ob is defined as one which involves sitting, a certain amount of walking and standing is often necessary in carrying out job duties. *Id.* Jobs are sedentary if walking and standing are required occasionally and other sedentary criteria are met. Light work involves lifting no more than 20 pounds at a time with frequent lifting or carrying objects weighing up to 10 pounds. 20 CF R

416.967(b) Even though weight lifted may be very little, a job is in this category when it requires a good deal of walk ing or standing, or when it involves sitting most of the time with some pushing and pulling of arm or leg controls. Id. To be considered capable of performing a full or wide range of light wor k, an individual must have the ability to do substantially all of these activities. Id. An individual capable of light work is also capable of sedentary work, unles s there are additionally limiting factors such as loss of fine dexterity or inability to sit for long periods of time. Id. Medium work involves lifting no more than 50 pounds at a time with frequent lifting or carrying of objects weighing up to 25 pounds. 20 CFR 416.967(c) An individual capable of performing medium work is also capable of light and sedentary work. *Id.* Heavy work involves lifting no more than 100 pounds at a tim e with frequent lifting or carrying of object s weighing up to 50 pounds. 20 CF R 416.967(d) An individual capable of heavy work is also c apable of medium, light, and sedentary work. Id. Finally, very heavy work involves lifting objects weighing more than 100 pounds at a time with frequent lifting or carrying objects weighing 50 pounds or more. 20 CFR 416. 967(e) An individual capable of very heavy work is able to perform work under all categories. Id.

Limitations or restrictions which affect the ability to meet the demands of jobs other than requirements, i.e. sitting, strength demands (exertional standing, walk ing, lifting, carrying, pushing, or pulling) are consider ed nonexertional. 20 CF R 416.969a(a) In considering whether an individual can perform past relevant work, a comparis on of the individual's residual functional c apacity with the demands of past relevant work. an individual can no longer do past relevant work the same residual functional capacity ge, education, and work experience is assessment along with an individual's a considered to determine whether an individual can adjust to other work which exists in the national economy. Id. Examples of non-exertional limitations or restrictions include difficulty function due to nervousness, anxiousness, or depression; difficulty maintaining attention or concentration; difficulty understanding or remembering detailed instructions; difficulty in seeing or hearing; difficulty tole rating some physical f eature(s) of certain work settings (i.e. can't tolerate dust or fumes); or difficulty performing the manipulative or postural functions of some work such as reaching, handling, stooping, climbing, crawling, or crouching. 20 CFR 416.969a(c)(1)(i) – (vi) If the impairment(s) and related symptoms, such as pain, only affect the ability to perform the non-e xertional aspects of work-related activities, the rules in Appendix 2 do n of direct factual conclusions o f disabled or not disabled. 20 CFR 416. 969a(c)(2) The determination of whether disability e xists is b ased upon the princi ples in the appropriate sections of the regulations, giving consideration to the rules for specific case situations in Appendix 2. ld.

In order to evaluate the claimant's skills and to help determine the existence in the national economy of work the claimant is able to do, occupations are classified as unskilled, semiskilled and skilled. SSR 86-8.

Claimant is years old, with a term education and a history of unskilled and semiskilled work as a fast food restaurant worker and welder, respectively, (20 CFR.968 (b)) performed at the sedentary, medium, and heavy exertional levels. (20

CFR 967). Claimant's medical records do not contain a specific lifting restriction, though claimant credibly testified he was unable to lift any more than ten pounds without getting dizzy, which is consistent with the medical record as a whole and claimant's past medical history. Claimant's condition rules out frequent physical exertion, and the claimant should avoid work that requires considerable standing, lifting, and/or walking. The medical records do not reflect that claimant has trouble with extended periods of sitting down, or that claimant would have trouble lifting less than ten pounds. Claimant's limitations are thus consistent with sedentary work, which only requires standing and/or walking two hours in an eight hour day, and lifting less than ten pounds during the course of every day work (CFR 416.967 (a)).

Individuals of advanced age (age fifty-five or older) who have severe impairments that limit them to sedentary or light work will be found not able to make an adjustment to other work unless they have skills that can transfer to other skilled or semiskilled work that they can do despite their impairments. If the individuals have a severe impairment that limits them to no more than sedentary work, the individuals will be found to have skills that are transferable to skilled or semiskilled sedentary work only if the sedentary work is so similar to their previous work that they would need to make very little, if any vocational adjustment in terms of tools, work process, work settings or the industry. (416.968 (d) (4)).

The Department has failed to provide vocational evidence which establishes that the claimant has the residual functional capacity for substantial gainful activity and that given claimant's age, education, and work experience, there are significant numbers of jobs in the national economy which the claimant could perform despite claimant's limitations. The department proffered three jobs, all of which were classified as "light" in the *Dictionary of Occupational Titles*. In addition, the department did not offer a vocational expert who would substantiate that claimant could perform the proffered jobs. As indicated earlier, claimant has the residual functional capacity to perform sedentary work.

Therefore, using a combination of claimant's age of education level of tenth grade, and previous work experience as unskilled/semi skilled, with no transferable skills, a finding of disabled is directed. 20 CFR 404, Subpart P, Appendix 2, Rule 201.02.

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 Bridg es Administrative Manual (BAM), the Brid ges Eligibility Manual (BEM) and the Reference Tables Manual (RFT).

A person is consider ed disabled for purposes of SDA if the person has a physical or mental impairment which meet is federal SSI disability standar disposed for at least 90 days. Receipt of SSI or RSDI benefit is based upon disability or blin dness or the receipt of MA

benefits based upon disability or blindness (MA-P) automatically qualifies a n individual as disabled for purposes of the SDA program. Other specific financial and non-financial eligibility criteria are found in BEM Item 261. In as much as claimant has been found "disabled" for purposes of MA, he must al so be found "disabled" for purposes of SDA benefits.

DECISION AND ORDER

Accordingly, it is ORDERED:

- 1. The Department's determination is REVERSED.
- 2. The Department shall initiate processing of the June 2, 2011 a pplication to determine if all other non-medical criteria are met and inform the Claimant of the determination in accordance with Department policy.
- 3. The Department shall supplement fo r any lost benefits (if any) that the Claimant was entitled to receive if otherwise eligib le and qualifie d in accordance with Department policy.
- 4. The Department shall review the Claim ant's continued eligibility in December 2013 in accordance with Department policy.

Susan C. Burke
Administrative Law Judge
For Maura Corrigan, Director
Department of Human Services

Date Signed: 12/14/11

Date Mailed: 12/14/11

NOTICE: Michigan Administrative Hearing S ystem (MAHS) may order a rehearing or reconsideration on either its own motion or at the request of a par ty within 30 days of the mailing date of this Dec ision and Order. MAHS will not order 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. (60 days for FAP cases)

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

Claimant may request a rehearing or reconsideration for the following reasons:

- A rehearing <u>MAY</u> be granted if there is newly discovered evidence that could affect the outcome of the original hearing decision.
- A reconsideration **MAY** be granted for any of the following reasons:
 - misapplication of manual policy or law in the hearing decision,
 - typographical errors, mathematical error, or other obvious errors in the hearing decision that effect the substantial rights of the claimant:
 - the failure of the ALJ to address other relevant issues in the hearing decision.

Request must be submitted through the local DHS office or directly to MAHS by mail at Michigan Administrative Hearings

Re consideration/Rehearing Request

P. O. Box 30639 Lansing, Michigan 48909-07322

SCB/sm

