STATE OF MICHIGAN

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

IN THE MATTER OF:

Reg. No.: 2012-37432 Issue No.: 2009; 4031 Case No.:

Hearing Date: May 17, 2012 County: Wayne (57)

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 the Claimant's request for a hearing. After due notice, a hearing was conducted in Detroit, Michigan on May 17, 2012. Claimant appeared and testified. ES, appeared on behalf of the D epartment of Human Services ("Department").

During the hearing, the Claimant waived the time period for the issuance of this decision in order to allow for the submission of additional medical records. The Department did not submit medical evidence as ordered in the Interim Order of May 17, 2012, so this Administrative Law Judge will close the record and view the evidence in the light most favorable to Claimant.

ISSUE

Whether the Department proper Iy determined that Cla imant was not disabled f or purposes of the Medical Assistance ("MA-P") and St ate Disability Assistance ("SDA") benefit programs.

FINDINGS OF FACT

The Administrative Law Judge, based on t he competent, material, and substantial evidence on the whole record, finds as material fact:

1. Claimant submitted an appl ication for public assistance seeking MA-P ben efits and SDA benefits on March 21, 2011.

- 2. On December 9, 2011, the Medical Review T eam (MRT) determined that Claimant was not disabled.
- 3. The Department notified Claimant of the MRT dete rmination on December 20, 2011.
- 4. On February 22, 2012, the Department received Claimant's timely written request for hearing.
- 5. On April 24, 2012, the State Hearing Review Team found Claimant not disabled.
- 6. During the hearing, Claimant waived the time period for the issuance of this decision in order to allow for the submission of additional medical records. The Department did not submit the evidence ordered in the Interim Order, so the record closed on August 15, 2012.
- 7. At the time of the hearing, the Claimant was years old with a birth date of
- 8. Claimant has a high school education and three years of college.
- 9. Claimant is not currently working.
- 10. Claimant's past relevant work include d work as a cord lifter, maintenance engineer and utility man.
- 11. Claimant underwent five operations in obstructing sigmoid mass, a sigmoid collectomy, an L OA for SBO, a colostomy takedown with ventral hernia repair and a second ventral hernia repair. Claimant was hospitalized on (p. 149 of evidence.)
- 12. Claimant's impairments have lasted, or are expected to last, continuous ly for a period of twelve months or longer.
- 13. Claimant's complaints and allega tions concerning her 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 program is established by Subchapter XIX of Chapter 7 of The Public Health & Welfare Act, 42 USC 1397, and is administered by the Department of Human Services, formerly known as the Family Independence Agency, pursuant to MCL 400.10 *et seq.* and MCL 400.105. Department policies are found in the Bridge s

Administrative Manual ("BAM"), the Bridges Elig ibility Manual ("BEM"), and the Bridges Reference Tables ("RFT").

Federal regulations r equire that the Depar tment 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.

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 cl aims 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, medical evidence has clearly established that Claimant underwent five operations in including a diverting os tomy to an obstructing sigmoid mass, a sigmoid colectomy, an LOA for S BO, a co lostomy takedown with ventral hernia repair and a second ventral hernia repair. Claimant was hospitalized on due to pain at his umbilical hernia site. (p. 149 of evidence.)

In the third step of the seque ntial an alysis of a disability claim, the trier of fact must determine if the Claimant's impairment, or combination of impairments, meets or medically equals the criteria of an impairment listed in A ppendix 1 of Subpart P of 20 CFR, Part 404. (20 CFR 416.920 (d), 416. 925, and 416.926.) This Administrative Law Judge finds that the Claimant's medical record will not support a finding that Claimant's impairment(s) is a "list ed impairment" or is medically equal to a listed impair ment. See Appendix 1 of Subpart P of 20 CFR, Part 404, Part A. This Administrative Law Judge consulted all listings. Accordingly, Claimant cannot be found to be disabled based upon medical 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 ment al limitations 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, lav evidenc e. recorded observations, medic all treating so urce sitatements, effects of symptoms

(including pain) that are r easonably attributed to the im pairment, and evidence from attempts to work. SSR 96-8p.

The term past relevant work means work performed (either as Claimant actually performed it or as it is generally performed in the national econom y) within the last fifteen years or fifteen years prio r 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.) I f Claimant has the residual functional capacit y to do Claimant's past relevant work, Claimant is not disabled. 20 CFR 416.960(b)(3). If Cl aimant 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 medic al information indicat es that Claim ant underwent five operations in 2010, including a diverting ostomy to an obstructing sigmoid mass, a sigmoid colectomy, an LOA for SBO, a colostomy talkedown with ventral her niarepair and a second ventral herniarepair. Claim ant was hospitalized on umbilical hiernia site. (p. 149 of eviden ce.) Claimant also was diagnosed with hypertension and anxiety. (p. 15 of evidence) It is noted that the Department was ordered to obtain additional medical evidence, but the record closed without receiving the medical evidence.

Claimant's past relevant work included employment as a cord lifter, maintenance engineer and utility m an. Clai mant stated that as suc h he was required to lift thirty to sixty pounds and had to climb on extremely high ladders. Given the functional requirements as stated by Claimant of this work (which is consistent with how these jobs are typically performed), this Admini strative Law Judge concludes that Claimant does not retain the capacity to perform his past relevant work. Claimant testified convincingly that he cannot lift any weight due to his hernias, and he cannot bend, as he gets dizzy when he attempts to bend.

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 from 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 st ill do desp ite your limitations?" 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 DS S*, 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.

onal requir ements of work in the national For the purpose of determining the exerti y", "light", "medium", "heavy", and "very economy, jobs are classified as "sedentar 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 in 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. 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 time with frequent lifting or carrying of object is 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 strength demands (exertional requirements, i.e. sitting, 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 assessment along with an individual's a ge, education, and work experience is 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 Appendi $\,$ x 2 do $\,$ n ot 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 principl es in the appropriate sections of the regulations, giving consideration to the rules fo $\,$ specific case situat ions in Appendix 2. $\,$ Id.

Claimant is now years old wit h a high school education and some college education, and a history of semi-skilled and unskilled work as a cord lifter, maintenance engineer and utility man, (20 CFR. 416.968) performed at the medium leve I to heavy levels. (20 CFR 416.967). Claimant's medica I records are consistent with Claimant's testimony that Claimant is able to engage in a full range of sedentary work.

Individuals of approaching advanced age vocational adaptability if they are restricted to sedentary wo rk. When such individuals have no past work experience or can no longer perform vocationally relevant past work and have no transferable sk ills, a findin g of di sabled ordinarily obtains. However, recently completed ed ucation which provides for direct entry into sedentary work will preclude such a finding. For this age group, even a high schooleducation or more (ordinarily completed in the remote past) would have little impact for effecting a vocational adjustment unless relevant work experience reflects use of such education. (CFR Pt. 404 Subpt P App 2 (g).) In the present case, no evidence was submitted regarding direct entry into sedentary work.

Federal Rule 20 CF R 404, S ubpart P, Appendix 2, contains specific profiles for determining disability based on residual func tional capacity and voca tional profiles. Under Table I, Rule 201.14, Claimant is found disabled for purposes of the MA and SDA programs.

The State Disability Assist ance program, which pr ovides financial assistance for disabled persons, was established by 2004 PA 344. The Department administers the SDA program pursuant to MCL 400.10 et seq. and Michigan Administrative Code Rule 400.3151 – 400.3180. Department polic ies are found in BAM, BEM, and RFT. A person is considered disabled for SDA purposes if the person has a physical or mental impariment which m eets federal SSI dis ability standards for at least ninety days. Receipt of SSI benefits based on disability or blindness, or the receipt of MA benefit s based on disability or blindness automatically qualifies an individual as disabled for purposes of the SDA program.

In this case, the Claimant is found disa bled for purposes of the MA-P program; therefore, he is found disabled for purposes of SDA benefit program. Claimant is found disabled for purposes of the MA-P and SDA programs as of January 19, 2010.

DECISION AND ORDER

The Administrative Law Judge, based on the above findings of fact and conclusions of law, finds the Claimant dis abled for purposes of the MA -P and SDA programs as of January 19, 2010.

Accordingly, it is ORDERED:

- 1. The Department's determination is REVERSED.
- 2. The Department shall initiate processing of the March 21, 2011 application and to determine if all other non-medical criteria are metand inform Claimant of the determination in accordance with Department policy.
- 3. The Department shall supplement for any lost benefits that Claimant was entitled to receive if otherwise eligible, in accordance with Department policy.
- 4. The Department shall review Claimant's c ontinued eligibility in September of 2013, in accordance with Department policy.

Susan C. Burke

Susan C. Burke

Administrative Law Judge

For Maura Corrigan, Director

Department of Human Services

Date Signed: August 27, 2012

Date Mailed: August 27, 2012

NOTICE: Michigan Administrative Hearing Syst em (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 timely 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:

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- A rehearing MAY 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 consideration/Rehearing Request

Re P. O. Box 30639

Lansing, Michigan 48909-07322

SCB/cl

