## STATE OF MICHIGAN

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



Reg No.: 2012-52859 Issue No.: 2009, 4031 Case No.:

Hearing Date: July 26, 2012 Wayne County DHS (41)

ADMINISTRATIVE LAW JUDGE: Colleen M. Mamelka

#### **HEARING DECISION**

This matter is before the undersigned Administ rative Law Judge pursuant to MCL 400.9 and MCL 400.37 upon the Claimant 's request for a hearing. After due notice, a telephone hearing was conducted from Detroit, Michigan on Thursday, July 26, 2012. The Claimant appeared and testified. Participating on behalf of the Department of Human Services ("Department") was

#### ISSUE

Whether the Department properly determined that the Claimant was no longer disabled for purposes of the Medical Assistance ("MA-P") and State 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. The Claimant was a MA-P and SDA recipient.
- In April 2012, the Department reviewed the Claimant's ongoing eligibility for SDA and MA-P benefits.
- 3. On May 3, 2012, the Medical Review Te am ("MRT") found the Claimant not disabled. (Exhibit 1, pp. 4, 5)
- 4. On May 10, 2012, the Department notified the Claimant of the MRT determination. (Exhibit 1, pp. 2, 3)

- 5. On May 17, 2012, the Department rece ived the Claimant's written request for hearing.
- 6. On June 25, 2012, the State Hearing Review Team ("SHRT") found the Claimant not disabled. (Exhibit 2)
- 7. The Claim ant alleged physic al disa bling impairments due to back pain wit h radiation, spasms, shoulder bursitis, and tendonitis.
- 8. The Claim ant allege d mental disabling impai rment(s) due to anxiety and depression.
- 9. At the time of hearing, the Claimant was birth date; was 6'3" in height; and weighed 205 pounds.
- 10. The Claimant has the equivalent of a high school education with an employment history as a truck driver, machine operator, rough framer, and hi-lo driver.
- 11. The Claimant's impairments have lasted, or are expected to last, continuously for a period of 12 months or longer.

### **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 Eligib ility Manual ("BEM"), and the Bridges Reference Tables ("RFT").

Disability is defined as the inability to do any substantial gainful activity by reason of any medically determinable physical or mental im pairment which can be expected to result in death or which has lasted or can be expect ed to last for a continuous period of not less than 12 months. 20 CFR 416.905(a). The person claiming a physical or mental disability has the burden to establish it through the use of competent medical evidence from qualified medical sources such as his or her medical history, clinical/laboratory findings, diagnosis/prescri bed treatment, prognosis for recovery and/or medical assessment of ability to do work-related ac tivities or ability to reason and make appropriate mental adjustments, if a mental disability is alleged. 20 CFR 416.913. An individual's subjective pain complaints are not, in and of themselves, sufficient to establish disability. 20 CF R 416.908; 2 0 CFR 4 16.929(a). Similarly, conclusor y statements by a physician or mental health professional that an individual is disabled or

blind, absent supporting medical evidence, is insufficient to establish disability. 20 CFR 416.927.

When determining disability, the federal regulations require several factors to be considered including: (1) the location/duration/frequency/intensity of an applicant's pain; (2) the type/dosage/effectiveness/side effects of any medication the applicant takes to relieve pain; (3) any treatment other than pain medication that the applicant has received to relieve pain; and (4) the effect of the applicant's pain on his or her ability to do basic work activities. 20 CFR 416.929(c)(3). The applicant's pain must be assessed to determine the extent of his or her functional limitation(s) in light of the objective medical evidence presented. 20 CFR 416.929(c)(2).

Once an individual has been found disabled for purposes of MA benefit s, continued entitlement is periodically reviewed in order to make a current determination or decision as to whether disability remains in acco rdance with the medical improvement review standard. 20 CFR 416.993(a); 20 CFR 416.994. In evaluating a claim for ongoing MA benefits, federal regulations require a sequential eva luation pro cess be utiliz ed. 20 CFR 416.994(b)(5). The review may cease and benefits continued if sufficient evidence supports a finding that an indiv idual is still unable to engage in substantial gainful activity. Id. Prior to decid ing an individual's disability has end ed, the de partment will develop, along with the Claimant's cooperation, a complete medic al history covering a t ng the date the individual signed a request seeking least the 12 months precedi continuing disabilit v benefits. 20 CFR 416.993(b). The depar tment may order a consultative examination to determine whether or not the disability continues. 20 CFR 416.993(c).

The first step in the analysis in determining w hether an individual's disability has ended requires the trier of fact to consider the severity of the impairment(s) and whether it meets or equals a list ed impairment in App endix 1 of subpart P of part 404 of Chapter 20. 20 CF R 416.994(b)(5)(i). If a Listing is met, an individual's disability is found to continue with no further analysis required.

If the impairment(s) does not meet or equal a Listing, then Step 2 requires a determination of whet her there has been m edical improvement as defined in 20 CF R 416.994(b)(1); 20 CFR 416.994(b) (5)(ii). Medical improvement is defined as any decrease in the medical severity of the impa irment(s) which was present at the time of the most favorable medical decision that the individual was disabled or continues to be disabled. 20 CFR 416.994(b)(1)(i). If no medical improvement found, and no exception applies (see listed exceptions below), then an individual's disability is found to continue. Conversely, if medical improvement is found, Step 3 calls for a determination of whether there has been an increase in the residual functional capacity ("RFC") based on the impairment(s) that were present at the time of the most favorable medical determination. 20 CFR 416.994(b)(5)(iii).

If medical improvement is not related to the ability to work, Step 4 evaluates whether any listed exception applies. 20 CFR 416.994(b)(5)(i v). If no exception is applicable, disability is found to continue. ld. If the medical improvement is related to an individual's ability to do work, then a det ermination of whether an individual's impairment(s) are severe is made. 20 CFR 416. 994(b)(5)(iii), (v). If severe, an assessment of an individual's residual functional capacity to perform past work is made. 20 CF R 416.994(b)(5)(vi). If an individual can perform past relevant work, disability does not continue. *Id.* Similarly, when evidence estab lishes that the impairment(s) do (does) not signific antly limit an individual's physical or mental abilities to do basic work activities, continuing disability will not be found. 20 CFR 416.994(b)(5)(v). Finally, if an individual is unable to perform past relevant work, vocational factors such as individual's age, educ ation, and past work ex perience are considered in determining whether despite the limitations an individual is able to perform other work. 20 CFR 416.994(b)(5)(vii). Disability ends if an individual is able to perform other work. *Id.* 

The first group of exc eptions (as mentioned above) to medical improvement (i.e., when disability c an be found to have ended e ven though medical improvement has not occurred) found in 20 CFR 416.994(b)(3) are as follows:

- (i) Substantial evidence shows that the individual is the beneficiary of advances in medial or vocational therapy or technology (related to the ability to work;
- (ii) Substantial evidence shows that the individual has undergone vocational therapy related to the ability to work;
- (iii) Substantial evidence shows t hat based on new or improved diagnostic or evaluative techniques the impairment(s) is not as disabling as previous ly determined at the time of the most recent favorable decision;
- (iv) Substantia I evidence demonstrates that any prior disability decision was in error.

The second group of exceptions [20 CFR 416.994(b)(4)] to medical improvement are as follows:

- (i) A prior determination was fraudulently obtained;
- (ii) The individual failed to cooperate;
- (iii) The individual cannot be located:
- (iv) The prescr ibed treat ment that was expected to restore the individual's ability to engage in substantial gainful activity was not followed.

If an exception from the second group listed above is applicable, a determination that the individual's disability has ended is made. 20 CF R 416.994(b)(5)(iv). The second

group of exceptions to medica I improvement may be considered at any point in the process. *Id.* 

As disc ussed above, the first step in t he sequential evaluation prhocess to determine whether the Claimant 's disability continues Tooks at the severity of the impairment(s) and whether it meets or equals a listed impairment in Appendix 1.

In the present case, the Cla imant alleges disability due to bac k pain with radiation, spasms, shoulder pain, bursitis, tendonitis, anxiety, and depression.

On an MRI of the lumbar spine revealed L4-5 and L5-S1 spondylosis with suspected impingement of the exiting right L5 nerve root. Disc material also abuts, and possibly impinges, the exiting left L5 nerve root.

On an MRI of the right shoulder revealed tendinosis of the supraspinatus tendon, anterior infraspinatus tendon, and bursitis. Joint osteoarthrosis with undersurface spurring was also documented.

On a Medical Examinatio n Report was completed on behalf of the Claimant. The current diagnoses were thor acic/lumbar strain and L5 nerve root impingement with bilateral neural foraminal narrowing. The physical examination revealed reduced range of motion, paraspina I muscle tenderness, positive straight leg raise (right greater than left), and stiffness.

Listing 1.00 defines musculoskeletal syst em impairments. Disor ders of the musculoskeletal system may re sult from her editary, congenital, or acquired pathologic processes. 1.00A. Impairments may resu It from infectious , inflammatory , or degenerative processes, traumatic or developmental events, or neoplastic, vascular, or toxic/metabolic dis eases. 1.00A. Regardle ss of the cause(s) of a musculoskeleta impairment, functional loss for purposes of these listings is defined as the inability to ambulate effectively on a sustained basis for any reason, including pain associated with the underlying musculoskeletal impairment, or the inability to perform fine and gross movements effectively on a sus tained basis for any reason, including pain associated with the underlying musculoskeletal impairment. 1.00B2a. The inability to perform fine and gross movements effectively means an extreme loss of function of both upper extremities. 1.00 B2c. In other words, an impairment(s) that interferes very seriously independently initiate, sustain, or complete activities with the individual's ability to 1.00B2c. To use the upper ext remities effectively, an individual must be capable of sustaining such functions as reaching, pus hing, pulling, grasping, and fingering to be able to c arry out activities of daily living. 1.00B2c. Examples in clude the inability to prepare a simple meal, feed oneself, take ca re of personal hygiene, sort/handle papers/files, or place items in a cabinet at or about the waist level. 1.00B2c. Pain or other symptoms are also considered. 1.00B2d.

## Categories of Musculoskeletal include:

- 1.02 Major dysfunction of a joint(s) due to any cause:
  Characterized by gross anat omical deformity (e.g. subluxation, contracture, bony or fibrous ankylosis, instability) and chronic joint pain and stiffne ss with s igns of limitation of motion or other abnormal motion of the affected joint(s), and findings on appropriat e medically acceptable imaging of joint space nar rowing, bony destruction, or ankylosis of the affected joint(s). With:
  - A. Involvement of one major peri pheral weight-bearing joint (i.e., hip, knee, or ank le), resulting in inab ility to ambulate effectively as defined in 1.00B2b; or
  - B. Involvement of one major peripheral joint in each upper extremity (i.e., shoulder, elbow, wr ist, hand), resulting in inability to perform fine and gross movements effectively a defined in 1.00B2c

\* \* \* 1.04

- Disorders of the spine (e.g., herniated nucleus pulposus, spinal arachnoiditis, spinal stenosis, osteoarthritis, degenerative disc disease, facet arthritis, vertebral fracture), resulting in compromise of a ner ve root (including the cauda equine) or spinal cord. With:
  - A. Evidence of nerve root compression charact erized by neuro-anatomic distribution of pain, limitation of motion of the spine, motor loss (atrophy with associated muscle weakness or muscle weakness) accompanied by sensory or reflex loss and, if there is involvement of the lower ba ck, positive straight-leg raising test (sitting and supine); or
  - B. Spinal arachnoiditis, confirmed by an oper ative note or pathology report of tissue biopsy, or by appropriate medically acceptable imaging, manifested by severe burning or painful dys esthesia, resulting in the need for changes in position or post ure more than onc e every 2 hours; or
  - C. Lumbar spinal stenosis res ulting in pseudoclaudication, established by findings on appropriate medically acceptable imaging, manifested by chronic nonradic ular pain and weak ness, and resulting in inability to ambulate effectively, as defined in 1.00B2b. (see above definition)

In this case, the medical ev idence confi rms diagnoses of lumbar spondylosis, right shoulder tendinosis and bursitis, joint osteoar throsis, thoracic/lumbar strain, and L5 nerve root impingem ent with bilateral neural foraminal narrowing. The Claimant has reduced range of motion, spasms, tenderness, and po sitive straight leg raise bilaterally. In light of the foregoing, it is found that the combination of the Claimant's impairment(s) meet, or are the medical equiv alent thereof, a listed impairm ent within 1.00 as detailed above. Accordingly, the Claimant remains disabled for purposes of the MA-P and SDA benefit programs.

The State Disability Assist ance program, which pr ovides financial assistance for disabled persons, was established by 2004 PA 344. The Depa rtment administers the SDA program pursuant to MCL 400.10 *et seq.* and Mich Admin Code, Rules 400.3151 – 400.3180. Department policie s are found in BAM, BEM, and RFT. A person is considered disabled for SDA purposes if the person has a ph ysical or menta I impairment 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 individua I as disab led 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.

## **DECISION AND ORDER**

The Administrative Law Judge, based on the above findings of fact and conclusions of law finds the Claimant disabled for purposes of the MA-P and SDA benefit programs.

Accordingly, it is ORDERED:

- 1. The Department's determination is REVERSED.
- 2. The Department shall initiate processing of the July 21, 2011 redetermination application, to include any applicable retroactive months, to determine if all other non-medical criter is are met and inform the Claimant of the determination in accordance with Department policy.
- 3. The Department shall supplement for lo st benefits (if any) that the Claimant was entitled to receiv e if otherwise el igible and qualified in accordance with Department policy.

4. The Department shall review the Claimant's continued eligibility in September 2013 in accordance with Department policy.

Colleen M. Mamuka

Colleen M. Mamelka

Administrative Law Judge

For Maura Corrigan, Director

Department of Human Services

Date Signed: August 14, 2012

Date Mailed: August 14, 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 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

CMM/cl

