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

IN THE MATTER OF:



Reg. No.: Issue No.: Case No.: Hearing Date: County DHS:

201255093 2009, 4031

ADMINISTRATIVE LAW JUDGE: Marya A. Nelson-Davis

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. After due notice, a hearing was held on the record was held open to allow Claimant an opportunity to submit new medical documentation.

ISSUE

Did the department properly determine that Claim ant did not meet the disability standard for Medical Assistance e based on disability (MA-P) and State Dis ability 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 Claimant applied for MA-P, and, he applied for SDA benefits on
- 2. On the Medical Review Team (MRT) denied Claimant's request for MA-P and SDA benefits.
- 3. On **Manual** the department notified Claimant that he was denied MA-P and SDA benefits.
- 4. On **Constant of MA-P** and SDA benefits.

- 5. The State Hearing Review Team (SHRT) upheld the den ial of MA-P and SDA benefits.
- 6. Claimant applied for disability benefits bas ed on having "psychiatric" and "physical" problems. (Department Exhibit A, p. 15)
- 7. According to a hospital report dated Claimant had an acute onset of pain going down his left I eg; Claimant's neurological examination was normal, and his straight leg raising was negative; Claimant had no particular palpation tenderness in his back; and the medical doct or did not think Claimant was having a serious pr oblem at that point and stated that Claimant would be started on an exercise program. (Department Exhib it A, pp. 74 & 80)
- 8. According to an MRI of Claimant's lumbar Spine dated to the second at L4-5, there was mild disk bulge with a small left lateral/foraminal protrusion contacting the exiting left L4 nerve root, causing mild left neural foraminal narrowing; there was mild bilateral neural foraminal narrowing at L5-S1 and L4-L5 lev els, and mild right neural foraminal narrowing at the L3-L4 level without central canal stenosis. (Department Exhibit A, p. 87)
- 9. Claimant completed an Activities of Daily Living form, indicating t hat he is able to: fix his own meals (dinner), independently, for more than just himself; he vacuums and does the dishes daily; he shops for food monthly and makes a list; he watches western movies a few hours a day; and he visits with family, sitting and talking, monthly, independently. (Department Exhibit A, p. 21-23)
- 10. According to a Psychiatric/Psychol ogical Medical Examination report : Claimant appeared to be in c ontact with reality, and dated he was c opperative; Claimant's thoughts were spontaneous and well organized, and there were no problems in pattern or content of speech; Claimant reported hearing voices at night, but denied visual hallucinations, but has perseverating thoughts: Claimant denied feeling like he had unusual powers and denied any suic idal ideation at the time of examination: Claimant appeared to be depr essed and sad; Claimant was oriented to person, ti me and place; Claimant did not appear to have any severe memory problems; Claimant did not appear to have any severe problems with his abstract thinking or judgment based on his answers to the examiner's questions; and the exami ner stated that the mental status examination revealed slight abnorma lities in mental capacity, and Claimant meets the diagnos tic criteria for a Major Depressive Disorder recurrent, severe, without psychotic feat ures. (Depart ment Exhibit A, pp. 3-7)
- 11. Claimant is a 49 year old male with a GED.

- 12. Claimant has unskilled work experience as a driver, who load ed and delivered f rozen goods, and he work ed in warehouse load ing and unloading merchandise; and his past relev ant work involved lifting 50 lbs frequently, and the highest weight was 75 lbs. (Department Exhibit A, p. 64)
- 13. Claimant was not engaged in substantial gainful activity at any time to this matter.

CONCLUSIONS OF LAW

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 Bridges Reference Manual (BRM).

The State Disability Assistance (SDA) progr am which provides financial assistance for disabled persons is established by 2 004 PA 344. The D epartment of Human Services (DHS or department) administers the SDA program pursuant to MCL 400.10, et seq., and MAC R 400.3151-400.3180. Department policies are found in the Bridges Administrative Manua I (BAM), the Bridges Elig ibility Manual (B EM) and the Bridges Reference Manual (BRM).

Current legislative amendments to the Act delineate eligibility criteria as implemented by agency policy set forth in program manuals.

2000 PA 294, Sec. 604, of the statute states:

Sec. 604 (1) The department sha II operate a state disability assistance program. Except as provided in subsection (3), persons eligible for this program shall includ e needy citizens of the United Stat es or aliens exem pted from the Supplemental Security Income citizenship r equirement who are at least 18 y ears of age or emancipated minors m eeting 1 or more of the following requirements:

(b) A person with a phy sical or mental impairment which meets federal SSI dis ability standards, except that the minimum duration of the disability shall be 90 days. Substance abuse alone is not defined as a basis for eligibility.

"Disability" is:

...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.

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 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 client's s ymptoms, 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).
- 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).

Since Claimant was not engaged in substantial gainf ul activity at any time relevant to this matter, the analysis continues.

...You can only be found disabled if you are unable to do any substantial gainful activity by reason of any medically determinable physical or ment al 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 t han 12 months. See 20 CFR 416.905. Your impairment must result from anatomical, physiologi cal, or psyc hological abnormalities which are demonstrable by medically acceptable clinical and laborat ory diagnostic techniques.... 20 CFR 416.927(a)(1).

...You must provide medical evidence showing that you have an impairment(s) and how severe it is during the time you say that you are disabled. 20 CFR 416.912(c).

... 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).

...The med ical evidence...mus t be complete and detailed enough to allow us to make a determination about whether you are disabled or blind. 20 CFR 416.913(d).

Medical findings consist of symptoms, signs, and laboratory findings:

- (a) Symptoms are your own description of your physical or mental impairment. Your statements alone are not enough to establish t hat there is a physic al or mental impairment.
- (b) Signs are anatomical, physi ological, or psy chological abnormalities which can be obs erved, apart from your statements (symptoms). Si gns must be shown by medically acceptable clinic al diagnostic t echniques. Psychiatric signs are medically demonstrable phenomena which indic ate s pecific ps ychological abnormalities e.g., abnormalit ies of behavior, mood, thought, memory, orientat ion, development, or perception. They must al so be shown by observable facts that can be medically described and evaluated.
- (c) Laboratory findings are anat omical, phy siological, or psychological phenomena which can be s hown by the

use of a medically accept able laboratory diagnostic techniques. Some of these diagnostic techniques include chemical tes ts, el ectrophysiological studies (electrocardiogram, elec troencephalogram, etc.), roentgenological studies (X -rays), and psychologic al tests. 20 CFR 416.928.

It must allow us to determine ---

- (1) The nature and limiting effects of your impairment(s) for any period in question;
- (2) The probable duration of your impairment; and
- (3) Your residual functional capac ity to do work-related physical and mental activities. 20 CFR 416.913(d).

...Evidence that you submit or that we obtain may contain medical opinions. Medical op inions are statements from physicians and psyc hologists or other acceptable medical sources that reflect judgments about the nature and severity of your impairment(s), includ ing your symptoms, diagnosis and prognosis, what you can still do despite impairment(s), and your physical or mental restrictions. 20 CFR 416.927(a)(2).

[As Judge]...We are responsible for making the determination or decision ab out whether you meet the statutory definition of disability. In so doing, we review all of the medic al findings and other evidence that support a medical source's statement that you are disabled.... 20 CFR 416.927(e).

...A statement by a medical source that you are "disabled" or "unable to work" does not mean t hat we will determine that you are disabled. 20 CFR 416.927(e).

In determining how a severe mental impairment affects the client's ability to work, four areas considered to be essential to work are looked at:

...Activities of daily living including adaptive activities such as cleaning, shopping, cooking, taking public transportation, paying bills, maintaining a residence, caring appropriately for one's grooming and hygiene, using t elephones and directories, using a post office, etc. 20 CFR, Part 404 , Subpart P, App. 1., 12.00(C)(1). **...Social f unctioning** refers to an individual's capac ity to interact independently, appropriate ly, effectively, and on a sustained basis with other indiv iduals. 20 CFR, Part 404, Subpart P, App. 1, 12.00(C)(2).

Social functioning includes the ability to get along wit h others, such as family member s, friends, neighbors, grocery clerks, landlords, or bus dr ivers. You may demonstrate for example, a history of impaired s ocial functioning by, altercations, evictions, firings, fear of strangers, avoidance of interpersonal relation ships, or social isolation. You may exhibit strength in soc ial functioning by such things as your ability to initiate social co ntacts with others, communicate clearly with others, or intera ct and actively participate in group activities. We also need to consider cooperative behaviors, consideration for ot hers, awareness of others' feelings, and social maturity. Social functioning in work situations may involve interactions with the public, responding appropriately to persons in authority (e.g., supervisors), or cooperative beha viors involving cowork ers. 20 CFR, Part 404, Subpart P, App. 1, 12.00(C)(2).

We do not define "marked" by a s pecific number of different behaviors in which social functioning is impaired, but by the nature and overall degree of interference with function. For example, if you are highly antagonistic, uncooperat ive or hostile but are tolerated by local storekeepers, we may nevertheless find that you have a marked limitation in social functioning because that behavior is not acceptable in other social cont exts. 20 CFR, Pa rt 404, Subpart P, App. 1, 12.00(C)(2).

...Concentration, per sistence or pace refers to the ability to sustain focused attention and concentration sufficiently long to permit the timely and appropriate completion of tasks commonly found in work settings. 20 CFR, Part 404, Subpart P, App. 1, 12.00(C)(3).

Limitations in concentration, persistence, or pace are best observed in work settings, but may also be reflected by limitations in other settings. In addition, major limitations in this area can often be assessed through clinical examination or psychological testing. W herever possible, howev er, a mental status examination or psychological test data should be supplemented by other available evidence. 20 CFR, Part 404, Subpart P, App. 1, 12.00(C)(3). Episodes of decompensati on are exac erbations or temporary increases in sympt oms or signs accompanied by a loss of adaptive functioning, as manifested by difficulties in performing activities of daily living, maintaining socia I relationships, or maintaining concentration, persistence, or pace. 20 CFR 404, Subpart P, App. 1, 12.00(C)(4).

Episodes of decompensation may be dem onstrated by an exacerbation in sym ptoms or signs that would or dinarily require increased treatment or a less stressful situation (or a combination of the two). Ep isodes of decompensation may be inferred from medical re cords showing significant alteration in medication; or documentation of the need for a more structured psychological support system (e.g., hospitalizations, placement in a halfway house, or a highly structured and directing hous ehold); or other relevant information in the record about the existence, severity, and duration of the episode. 20 CFR 404, Subpart P, App. 1, 12.00(C)(4).

The evaluation of disability on the basis of a mental disorder requires sufficient evidence to: (1) establish the presence of a medically determinable ment al impairment(s); (2) assess the degree of functional lim itation the impair ment(s) imposes; and (3) project the probable duration of the impairment(s). Medical ev idence must be suffi ciently complete and detailed as to symptoms, signs, and laboratory findings to permit an independent determination. In addition, we will consider information from other sources when we determine how the established impairment(s) affects your ability to function. We will c onsider all relevant evidence in your case record. 20 CFR 404, Subpart P, App. 1, 12.00(D).

When we rate the degree of li mitation in the first three functional areas (activities of da ily living; social functioning; and conce ntration, persistence, or pace), we will u se the following five-point scale: none, slight, moderate, marked, and extreme. When we rate t he degree of limitation in the fourth functional area (episodes of decompensation), we will use the following four-point scale : none, one or two, three, four or more. The last is incompatible with the ability to do any gainful activity. 20 CFR 416.920a(c).

After we rate the degree of functional limitation resulting from the impair ment(s), we will det ermine the severity of your mental impairment(s). 20 CFR 416.920a(d).

If we rate the degree of your limitation in the first three functional areas as "none" or "mild" and "none" in the fourth area, we will generally conclude that your impairment(s) is not severe, unless the evidence otherwise indicates that there is more than a minimal limitation in your ability to do any basic work activities. 20 CFR 416.920a(d)(1).

If your mental impairment(s) is sever e, we will then determine if it meets or is equiv alent in severity to a listed mental dis order. We do this by comparing the diagnostic medical findings about your im pairment(s) and the rating of the degree of functional limitat ion to the criteria of the appropriate listed mental disorder. 20 CFR 416.920a(d)(2).

If we find t hat you have a sev ere mental impairment(s) that neither meets nor is equivalent in severity to any listing, we will then assess your residual functional capacity. 20 CF R 416.920a(d)(3).

Claimant applied for disabilit y benefits bas ed on having "psychiatric" and "physical" problems. The finding of a se vere impair ment at Step 2 is a *de minimus* standard. Based on the objectiv e medical evidenc e on the record, Claimant established that he has a combination of chronic medical problems that meet the severity and duration standard for MA-P and SDA purposes. Therefore, the analysis continues.

Claimant failed to establish that he has a severe impairm ent that meets or equals a severe impairment listed at 20 CFR, Part 404, Subpart P, Appendix 1.

Claimant has at least an unskilled work history. However, Claimant's past relevant work involved heavy lifting. Claimant's combina tion of physical problems may prevent him from doing his past relevant work. Therefore, the analysis continues.

Light work. Light work involv es 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 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.... 20 CFR 416.967(b).

Claimant should be able to do at least light work. Claimant failed to establish that he is mentally incapable of doing basic work activities. There's no objective medic al

evidence that he has severe limitations in any of the four areas essent ial to work. Claimant's most recent psy chiatric/psychological examination revealed slight abnormalities in mental capacity. As for Claimant's ph vsical problems, on : Claimant had an acute onset of pain going down his left leg; Claimant's neurological examination was normal, and his straight leg raising was negativ e: Claimant had no particular palpation tenderness in his back; and the medical doctor did not think Claimant was having a serious prob lem at that point and stated that Claimant would be s tarted on an exerci se program. According to an MRI of Cla imant's lumbar Spine dated : at L4-5, there was mild disk bulge with a small left lateral/foraminal protrusion cont acting the exiting left L4 nerve root, causing mild left neural foraminal narrowing; and t here was **mild** bilateral neural f oraminal narrowing at L5-S1 and L4-L5 lev els, and **mild** right neural foraminal narrowing at the L3-L4 lev el without central canal stenosis.

Medical vocational guidelines have been de veloped and can be found in 20 CFR, Subpart P, Appendix 2, Sectio n 200.00. When the facts coin cide with a particula r guideline, the guideline directs a conclusion as to disability. 20 CFR 416.969.

Claimant is considered a younger individual with a GED and unskilled work experience. 20 CFR 416.963, 20 CFR 416.964, and 20 CFR 416.968. Us ing Medical Vocational Rule 202.20 as a guideline, Clamant would be considered not disabled. According to this Medical Vocational Rule, a younger individual with a high school education and unskilled work experience, limited to light work, is not disabled.

In conclusion, Cla imant does not meet the standard for disab ility as set forth in the Social Security regulations. Accordingly, the department's MA-P and SDA decision is upheld.

DECISION AND ORDER

The Administrative Law Judge, based upon t he above findings of fact and conclusion s of law, decides the Department properly determined that Claimant did not meet the MA-P and SDA disability standard.

Accordingly, the Department's MA-P and SDA decision is AFFIRMED.

<u>/s/</u>

Marya A. Nelson-Davis Administrative Law Judge Manager Michigan Administrative Hearing System for Maura Corrigan, Director Department of Human Services

Date Signed: 04/18/2013

Date Mailed: 04/18/2013

<u>NOTICE</u>: 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 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.

MAND/kl