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

IN THE MATTER OF:



Reg. No:2012-77226Issue No:2009Case No:Image: December 19, 2012Hearing Date:December 19, 2012Calhoun-21 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 notic e, a telephone hearing was held on December 19, 2012. Claimant personally appeared and testified.

ISSUE

Did the Department of Human Services (the department) properly deny claimant's application for Medical Assistance (MA-P)?

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 16, 2012, claimant filed an application for Medical Assistance and Retroactive Medical Assistance benefits alleging disability.
- 2. On Augus t 31, 2012, the Medi cal Rev iew Team denied c laimant's application stating that claimant could perform other work.
- 3. On September 6, 2012, the department caseworker sent claim ant notice that his application was denied.
- 4. On September 12, 2012, claim ant filed a request for a hearing to contest the department's negative action.
- 5. On October 23, 2012, the State Hearing Review T eam again denie d claimant's application stating in its analysis and recommendation: claimant underwent stenting an d angioplasty in May, 2012 to treat coronary artery disease (CAD). His cardiac status is stable. His physical exam is normal. The condition did not persist for 12 m onths. The claim ant is not currently engaging in substantial gainful activity based on the information that is available in file. The medical evid ence of record indicates that the

claimant's condition is improving within 12 months from the date of onset or from the date of surgery. Theref ore, MA-P is denied due to lack of duration under 20CF R416.909. Retroactive MA-P was considered in this case and is also denied.

- 6. The hearing was held on December 19, 2012. At the hearing, claimant waived the time periods and request ed to submit additional medical information.
- 7. Additional medical information wa s submitted and sent to the State Hearing Review Team on January 28, 2013.
- 8. On March 20, 2013, the State H earing Review Team again denied claimant's application st ating in its analys is and recommendation: the medical evidence s upports that t he claimant reasonably retains the capacity to perform light exertional tasks. In spite of the recent diagnosis of depress ion, the evidence does not support the pres ence of severe psychiatric limitations. The claim ant is not currently engaging in substantial gainful activity based on the information that is available in file . The claimant's impairments/comb ination of impairments does not meet/equal the intent or severity of a Social Security Administration listing. The medic al evidence of record indic ates that the claimant retains the capacity to perform light exertional tasks. The evidence does not support the presence of severe psychiatric lim itations. The claimant's past work was: stock, 299.367-014, 4H; blend utility, 520.687-054, 2M; and, courier, 230.663-010, 2L. Therefore, the claimant retains the capacity to perform their past r elevant work as a c ourier. MA-P is denied per 2 0CFR416.920 (e&f). Retroactive MA-P was consider ed in this case and is also denied. SDA was not applied f or by the claim ant but would have been denied per BEM 261 due to the capacity to perform pa st relevant work. Listings 1.04, 4.04, 11.14 and 12.04 were considered in this determination.
- 9. Claimant is a 52-year-o ld man whose birt h date is Claimant is 5'10" tall and weighs 216 pounds. Claimant attended two years of college. Claimant is able to read and write and does hav e basic math skills.
- 10. Claimant last work ed April 5, 2011 at doing overnight stock where he worked for approximately 10 years. Claimant has also worked in a factory, gas station and a re staurant. Claima nt was receiving Unemployment Compensation Benefits until May, 2012.
- 11. Claimant alleges as di sabling impairments: coronary artery disease, back pain, lung problems, hypertension, and shortness of breath, right shoulder problems, neck problems, and depression.

CONCLUSIONS OF LAW

The regulations governing the hearing and appeal process for applicants and recipients of public assistance in Michigan are found in the Michigan Administrative Code, MAC R 400.901-400.951. An oppor tunity for a hearing shall be granted to an applicant who requests a hearing because his or her claim for assistance has been denied. MAC R 400.903(1). Clients have the right to contest a department decision affecting eligibility or benefit levels whenever it is believed that the decision is incorrect. The department will provide an administrative hearing to review the decision and determine the appropriateness of that decision. BAM 600.

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 press ure, X-rays);
- Diagnosis (statement of disease or injury based on it s 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 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).

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; 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).

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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 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).
- 2. 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 client 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 cli ent's symptoms, 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 t he 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).

At Step 1, claimant is not engaged in substantial gainful activity and 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 he lives with his wife in a mobile home and that he has no children under 18. Claimant has no income and does receive Food Assistance Program benefits. Claimant does have a driver's license and drives 1-2 times per week and usually drives to the grocery store, pay bills and to the doctors office and he does drive 60 miles one way to his cardio logist. Claimant testified that he cooks ever y other day and cooks things like meat and potatoes. Claimant testified that he grocer y shops one time per month and he needs help pick ing things up. Claimant testified he does dishes and sweeps the floor and he does some gardeni ng and uses the riding lawn mower. Claimant testified that he used to work on small engines and do woodworking and fishing as a hobby but now he watches tele vision 1-2 hours per day. Claimant testified that he can stand for 15 minutes at a time, si t for 30 minutes at a time and can walk 1/8 of a mile. Claimant testified he is able to bend at the waist, shower an d dress hims elf and tie his shoes, but not squat or touch his t oes. Claimant tes tified that his lev el of pain, on a scale of 1-10, without medication is a 6-8, and with medi cation is a 4-5. Claimant testified that he is left handed, he has cramps in his h ands/arms and he has cramps in his legs/feet. Claimant testified that the heav iest weight he can carry is 5 lbs and that he does sm oke a pack of cigarettes per day, his doctor s have told him to guit and he is not in a smoking cessation program. Claimant testified that on a typical day he takes the dogs out, watches the news, does his housework, takes a nap for 2-3 hours, makes supper, watches movies and goes to bed.

A May, 2012 office visit, (p 39-40), indicate s that claimant has a history of CAD with stenting. The physical exam was normal. Cardiac status was stable. Claimant had a patent stent in the right coronary artery with mild nonobstructive disease in the remaining vessels. No significant disease identified in the circumflex artery, at best less than 10% t hroughout its course (p 38). On December 7, 2012, a final report ind icates that claimant was acute and oriented with no acute distress. He was well nourished and well developed. His pupils were equal, r ound and reactive to light with normal conjunctiva. Sclera was not icteric. The HENT was normoceph alic. Oral mucosa was moist. The neck was supple and non tender. No carotid bruit. No jugular venous distention. No lympha denopathy. No thyromegaly. In the re spiration area, respirations were non labored. No chest wall tendernes s. The lungs were clear to percussion and auscultation. The cardiovascular area had no rmal rate. Regular rhvthm, S 1, S2, No murmur. No gallop. Good pulses equal in all extrem ities. Normal peripheral perfusion. No edema. The gastrointestinal area was soft and non tender. Non distended. Normal bowel sounds in the abdomen. There wer e no masses and no organomegaly. There is no abdominal bruit. The musculoskeletal ar ea had normal gait. The integumentary was warm, dry and intact with no ra sh. In the neurologic all area, the claimant was alert, oriented with normal motor function and no foca I deficits. In the cognition and speec h area, speech was clear and coherent. Functi onal cognition intact. He was cooperative and had appropriate mood and affect. The di agnosis was chronic fatigue disorder, coronary artery disease, anxiety and depr ession a nd cardiac status was stable (supplemental p 7). An Augus t 3, 2012 i ndependent medical exam ination indicates normal gait, no assistive device recomme nded, 5/5 strength th roughout, symmetric reflexes, sensation was intact, no difficulty heel and toe wa lking and range of motion was noted.

At Step 2, claimant has the burden of pr oof of establishing that she has a severely 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. in multiple areas of his Claimant has reports of pain 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 whic h support claimant's contention of disability. The clinical impre ssion is that claimant is stable. There is no m edical finding that claim ant has any muscle at rophy or trauma, abnormality or injury that is c onsistent with a deteriorating c ondition. In short, claimant has restricted himself from tasks associated with occupational func tioning based upon his reports of pain (symptoms) rather than medical findings. Reported symptoms are an insufficient basis upon which a finding that claimant has me t the evidentiary burden of proof can be made. This Admini strative Law Judge finds th at the medical record is insufficient to establish that claimant 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 suffers severe mental limitations . There is a no mental 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 his burden of proof at Step 2. Claimant must be denied benefits at thi s step based upon his failure to meet the evidentiary burden.

If claimant had not been denied at Step 2, the analysis would proceed to Step 3 where the medical evidenc e of claimant's condition does not give rise to a finding that he 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 him again at Step 4 based upon hi s ability to perform his past relevant work. There is no ev idence upon which this Admin istrative Law Judge c ould base a finding that claimant is unable to perform work in which he has engaged in, in the past. Therefore, if claimant had not already been denied at Step 2, he would be denied a gain at Step 4.

The Administrative Law Judge will continue to proceed through the sequential evaluation process to determine whether or not claimant has the residual functional capacity to perform some other less strenuous tasks than in his 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 he lacks the residual functional capacity to perform some other less strenuous tasks than in his prior employment or that he is physically unable to do light or sedentary tasks if demanded of him. Claimant's activities of daily living do not appear to be very limited and he should be able to perform light or sedentary work even with his impairments. Claimant has failed to pr ovide the necessary objective m edical evidence to establish that he has a severe impairment or combination of im pairments which prevent him from performing any level of work for a period of 12 mont hs. The claimant's testimony as to his limitations indicates that he 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 t o 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 he has not established by objective medical evidence that he cannot perform light or sedentary work even with his impairments. Under the Medical-Vocational guidelines, a person closel y approaching advanced age (age 52), with a more than 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 t o smoke despite the fact that his doctor has told him to quit. Claimant is not in compliance with his 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 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 and retroactive M should be able to perform a wide range of impairments. The department has establis hed its c ase 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: April 4, 2013

Date Mailed: April 4, 2013

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.

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

- 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 erro r, 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 Reconsideration/Rehearing Request P. O. Box 30639 Lansing, Michigan 48909-07322

