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

#### IN THE MATTER OF:



Reg. No.: 2013-20875 Issue No.: 2009; 4031 Case No.: April 3, 2013

Hearing Date: April 3, 2013
County: April 3, 2013
Mecosta DHS

ADMINISTRATIVE LAW JUDGE: Kevin Scully

## **HEARING DECISION**

This matter is before the undersigned Administ rative Law Judge by authority of MC L 400.9 and MCL 400.37 upon Claimant's request for a hearing. Claimant's request for a hearing was received on December 28, 2012. After due notice, a telephone hearing was held on April 3, 2013. During the hearing, Claiman t waived the time period for the issuance of this decision in order to allo w for the submission of additional medic al evidence. The Claimant personally appeared and provided testimony.

# **ISSUE**

Did the Department of Hum an Services (Department) properly determine that the Claimant did not meet the disability standard for Medical Assistance based on disability (MA-P) with retroactive coverage and State Disability 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:

- On November 1, 2012, the Cla imant submitted an application for Medical Assistance (MA) with re troactive coverage and State Disability Assistance (SDA) benefits alleging disability.
- 2. On December 12, 2012, the Medical Rev iew Team (MRT) determined that the Claimant did not meet the di sability standard for Medical Assistance (MA-P) with retroactive coverage and State Disability Assistance (SDA) because it determined that he is capable of performing other work despite his impairments.

- 3. On December 17, 2012, the De partment sent the Claimant notice that it had denied the application for assistance.
- 4. On December 28, 2012, the Department received the Claimant's hearing request, protesting the denial of disability benefits.
- 5. On March 4, 2012, the State He aring Review Team (SHRT) upheld the Medical Review T eam's (MRT) denial of Medical Assistanc e (MA-P) with retroactive coverage and Stat e Disability Assistanc e (SDA) benefits.
- 6. On June 4, 2013, after reviewing the additional medical records, the State Hearing Re view Team (SHRT ) again upheld the determination of the Medical Review Team (MRT) that the Claimant does not meet the disability standard.
- 7. The Claimant applied for federal Supplemental Security Income (SSI) benefits at the Social Security Administration (SSA).
- 8. The Social Security Administration (SSA) denied the Claimant's federal Supplemental Security Income (SSI) application and the Claimant reported that a SSI appeal is pending.
- 9. The Claimant is a 51-year-old man whos e birth date is
  Claimant is 5' 9" tall and weighs 230 pounds. The Claim ant is a high school graduate and attended colle ge cla sses. The Claimant is able to read and write and does have basic math skills.
- 10. The Claimant was not engaged in s ubstantial gainful activity at any time relevant to this matter.
- 11. The Claim ant has past releva nt work experience welder and a fabricator where he was requir ed to cut metal and plastic material, build and repair parts, lift up to 100 pounds, and stand for up to 10 hours.
- 12. The Claim ant alleges disability due to arthritis, joint disease, back pain, impaired vision, allergies, and anxiety.
- 13. The objective medical evidence indicates that the Claimant has been diagnosed with dysthymia an xiety disorder, arthritis, hypertension, and obesity.
- 14. The objective medical evidence i ndicates that the Claimant is alert and oriented with respect to person, place, and time.

- 15. The objective medical evidence i ndicates that the Claimant is able to articulate well, has normal mood, normal attention span, normal concentration, and an appropriate fund of knowledge.
- 16. The objective medic all evidence indicates that the Claimant is capable of lifting 40 pounds, but is not capable of lifting over his head.
- 17. The objective medical evidence indicates that the Claimant's gait is normal and he is capable of getting on an examination table.
- 18. The objective medical evidence i ndicates that the Claimant's vision has been measured at 20/20 in both eyes while wearing corrective lenses.
- 19. The objective medical evidence indicates that the Claimant has a reduced range of motion in both hi s shoulders, but his range of motion in all other areas is normal with normal strength and muscle tone.
- 20. The objective medical evidence indicates that the results of a straight leg test were negative.
- 21. The objective medical evidence indicates that the Claimant has mild osteoarthritic changes at the first carpometacarpal joint with mild narrowing at all joint spaces of his hands.
- 22. The objective medical evidence indicates that the Claimant has mild osteoarthritic changes in both hips and a small s mooth 7 m m synovial pit in his right femoral neck.
- 23. The objective medical evidence indicates that the Claimant has been diagnosed with benign hypertension.
- 24. The Claimant is capable of preparing meals, shopping for groceries, hunting, fis hing, and s tays as act ive as possible despite his impairments.
- 25. The Claimant is a licensed driver and is capable of driving.

# **CONCLUSIONS OF LAW**

The regulations governing the hearing and appeal process for applicants and recipients of public assistance in Michig an are found in the Mic higan Administrative Code, MAC R 400.901 - 400.951. An opportunity for a hearing shall be granted to an applicant who requests a hearing because his claim for assistance has been denied. MAC R 400.903. Clients have the right to contest a Department ent decision affecting eligibility or benefit levels whenever it is believed that the decision is incorrect. The Department will provide

an administrative hearing to rev iew 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 Title 42 of the C ode of Federal Regulations (CFR). The Department of Human Services (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).

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 (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 Manual (BAM), the Bridges Eligibility Manual (BEM) and the Program Reference Manual (PRM).

Pursuant to Federal Rule 42 CFR 435. 540, the Department uses the federal Supplemental Security Income (SSI) policy in determining el igibility for disability under the Medical Assistance and State Disability Assistance (SDA) programs. Under SSI, disability is defined as:

...inability to do any s ubstantial gainful activity by reason of any medic ally determinable phy sical 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 s everal considerations be analyzed in sequential order.

## STEP 1

Does the client perform Substant ial Gainf ul Activity (SGA)? If yes, the client is not disabled.

At step 1, a determination is made on whet her the Claimant is engaging in s ubstantial gainful activity (20 CF R 404.1520(b) and 416.920(b)). Substantial gainful activity (SGA) is defined as work activity that is both substantial and gainful. "Substantial work activity" is work activity that i nvolves doing signif icant physic all or mental activities (20 CFR 404.1572(a) and 416.972(a)). "Gai nful work activity" is work that is usually done for pary or profit, whether or not a profit is realized (20 CF R 404.1572(b) and 416.972(b)). Generally, if an individual has earnings from employ ment or self-employment above a specific level set out in the regulations, it is presumed that he has demons trated the ability to engage in SGA (20 CF R 404.1574, 404.1575, 416.974, and 416. 975). If an individual engages in SGA, he is not disabled regardless of how severe his physical or mental impairments are and regar dless of his age, education, and work experience. If the individual is not engaging in SGA, the analysis proceeds to the second step.

The Claimant is not engage d in substantial gainful ac tivity and is not disqualified from receiving disability at Step 1.

#### STEP 2

Does the client hav e a severe impairment t hat has lasted or is expec ted to last 12 months or more or result in death? If no, the client is not disabled.

At step two, a determination is made whether the Claimant has a medically determinable impairment that is "severe" or a comb ination of impairments that is "severe" (20 CF R 404. I520(c) and 4I6.920(c)). An impairment or combination of impairments is "severe" within the meaning of the regulations if it signific antly limits an individual's ability to perform basic work activities. An impairment or combination of impairments is "not severe" when medical and other evidence establish only a slight abnormality or a combination of slight abnormalities that would have nome ore than a minimal effect on an individual 's ability to work (20 CF R 404.1521 and 416. 921. If the Claimant does not have a severe medically determinable impairment or combination of impairments, he is not disabled. If the Claimant has a severe impairment or combination of impairments, the analysis proceeds to the third step.

The Claimant has the burden of proof of establishing that he has a severely restrictive physical or mental impairment that has lasted or is expected to last for the duration of at least 12 months, or result in death.

The Claim ant is a 51-year-old man that is 5' 9" tall and weighs 230 pounds. The Claimant alleges disability due to arthritis, joint disease, back pain, impair ed vision, allergies, and anxiety.

The objective medical evidence indicates the following:

The Claimant has been diagnosed with dysthymia anxiety disorder, arthritis, hypertension, and obesity.

The Claimant is alert and oriented with respect to person, place, and time. The Claimant is able to articulate well, has normal mood, normal attention span, normal concentration, and an appropriate fund of knowledge.

The Claimant is capable of lifting 40 pounds, but is not c apable of lifting over his head. The Claimant's gait is normal and he is capable of getting on an examination table. The Claimant has a reduced range of motion in his shoulders but his range of motion in all other areas is nor mal with normal strength and muscle tone. The results of a straight leg test were negative. The Claimant has mild os teoarthritic changes at the first carpometacarpal joint with mild narrowing at all join t spaces of his hands. The Claimant has mild osteoarthritic changes in both hips and a small smooth 7 mm synovial pit in his right femoral neck.

The Claimant's vision has been meas ured at 20/20 in both eyes while wearing corrective lenses.

The Claimant has been diagnosed with benign hypertension.

The Claim ant is capable of prepari ng m eals, shopping for groceries, hunting, fishing, and stays as active as possible despite his impairments.

This Administrative Law Judge finds that the Claimant has es tablished a sever e physical impairment that has more than a de mi nimus effect on the Claimant's ability to perform work activities. The Claimant's im pairments have lasted co ntinuously, or are expected to last for twelve months.

#### STEP 3

Does the impairment appear on a special listi ng of impairments or are the client's symptoms, signs, and laboratory findings at least equivalent in severity to the set of medical findings spec ified for the listed im pairment? If no, the analys is continues to Step 4.

At step three, a determination is made whether the Claimant 's impairment or combination of impairments is of a severity to meet or medically equal the criteria of an impairment listed in 20 CFR Part 404, S ubpart P, Appendix 1 (20 CFR 404.1520(d), 404.1525, 404.1526, 416.920(d), 416.925, and 416.926). If the Claimant's impairment or combination of impairments is of a severity to meet or medically equal the criteria of a listing and meets the duration requirem ent (20 CFR 404.1509 and 416.909), the Claimant is disabled. If it does not, the analysis proceeds to the next step.

The Claim ant's impairment failed to meet the listing for arthritis under section 14.09 Inflammatory Arthritis, because the objective medical evidence does not demonstrate an impairment involving a weight-bearing join than dresulting in an inability to ambulate effectively. The objective evidence does not support a finding that the Claimant lacks the ability to perform fine and gross movem ents with each up per extremity. The objective medical evidence indicates that the Claimant has a restricted range of motion of his shoulders but all other areas have a normal range of motion and nor mal muscle tone.

The Claimant's impairment failed to meet the listing for joint disease under section 1.02 Major dysfunction of a joint because the objective medical evidence does not demonstrate that the Claimant's impairment involves a weight bearing joint resulting in inability to ambulate effectively, or an impairment of an upper extremity resulting in inability to perform fine and gross movements effectively. The objective medical evidence indicates that the Claimant has a restricted range of motion of his shoulders but all other areas have a normal range of motion and normal muscle tone.

The Claimant's impairment failed to meet the listing for a back injury under section 1.04 Disorders of the spine, because the objective medical evidence does not demonstrate that the Claimant suffers from nerve root compression resulting in loss of motor strength

or reflexes, or resulting in a pos itive straight leg test. The objective medical evidence does not demonstrate that the Claimant has been diagnosed with spinal arachnoiditis. The objective medical evidence does not support a finding that the Claimant's impairment has resulted in an inability to ame bulate effectively. The Claimant has a normal gait and is capable of getting on an examination table.

The Claimant's impairment s failed to meet the listing for impaired vision under section 2.00 Special Senses and Speec h because the objective medical evidence does not demonstrate that the Cla imant impairments meet any of the categorie s of his listing. The objective medical evidence indicates that the Claimant's vision is nor mal while wearing corrective lenses.

The objective medical evidence does not s upport a finding that the Claimant's allergies meet an impairment listing in the federal regulations.

The Claim ant's impairment failed to meet the listing for anxiety under sec tion 12.06 Anxiety-related disor ders, because the objective medical evidence does not demonstrate that the Claimant suffers from marked re strictions of his activities of daily living or social functioning. The objective medical evidence does not demonstrate that the Claimant suffers from repeated episodes of compensation. The objective medical evidence does not demonstrate that the Claimant is completely unable to function outside his home.

The medical evidence of the Claim ant's condition does not give rise to a finding that he would meet a statutory listing in federal code of regula tions 20 CFR Part 404, Subpart P, Appendix 1.

## STEP 4

Can the client do the former work that he performed within the last 15 years? If yes, the client is not disabled.

Before considering step four of the sequent ial evaluation process, a deter mination is made of the Claim ant's residual functional capacity (20 CFR 404.1520(e) and 4l6.920(c)). An individual's residual functional capacity is his ability to do physical and mental work activities on a su stained basis despite limitations from his impairments. In making this finding, the undersigned must consider all of the Claim ant's impairments, including impairments that are not severe (20 CFR 404. I520(e), 404.1545, 416.920(e), and 416.945; SSR 96-8p).

Next, the a determination is ma de on whether the Claimant has the residual functional capacity to perform the requirements of his past relevant work (20 CFR 404.I520(f) and 416.920(f)). The term past relevant work means work performed (either as the Claimant actually performed it or as it is generally performed in the national economy) within the last 15 years or 15 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 SGA (20 CFR 404.1560(b), 404.1565, 416.960(b), and 416.965). If the Claimant has the residual functional capacity to do his past relevant work, the Claimant is not

disabled. If the Claim ant 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.

After careful consideration of the entire record, this Administrative Law Judge finds that the Claimant has the residual functional capacity to perform sedentary or light work as defined in 20 CFR 404.1567 and 416.967.

The Claimant has a histor y of past relevant work as a welder and fabricator where he was required to cut metal and plastic mat erial, build and repair parts, lift up to 100 pounds, and stand for up to 10 hours. The Claimant's prior work fits the description of heavy work.

There is no evidence upon which this Administrative Law Judge could base a finding that the Claimant is able to perform work in which he has engaged in, in the past.

#### STEP 5

At Step 5, the burden of proof shifts to the Department to establish that the Claimant has the Residual Functional Capacity (RFC) for Substantial Gainful Activity.

Does the client have the Res idual F unctional Capacity (RFC) to perform other work according to the guidelines set forth at 20 CFR 404, Subpart P, Append ix 2, Sections 200.00-204.00? If yes, client is not disabled.

At the las t step of the sequential ev aluation proc ess (20 CFR 404.15 20(g) and 416.920(g)), a determination is made whether the Claimant is able to do any other work considering his residual functional capacity, age, education, and work experience. If the Claimant is able to do other work, he is not disabled. If the Claimant is not able to do other work and meets the duration requirement, he is disabled.

The residual functional capacity is what an individual can do despite 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 heav y. These terms have the same meaning as they have in the Dict ionary of Occupational Titles, publis hed by the Department of Labor... 20 CFR 416.967.

Sedentary work. Sedentary work involves lifting no more than 10 pounds at a time and occasionally lifting or carrying articles like dock et files, ledgers, and small tools. Although a sedentary job is define d as one which involves sitting, a certain amount of walk ing and standing is often necessary in carrying out job duties. Jobs are sedentary if walk ing and standing are required occasionally and other sedentary criteria are met. 20 CFR 416.967(a).

<u>Light work</u>. 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 category when it requires a good deal of wa lking or standing, or w hen it involves sitting most of the time with some pushing and pulling of arm or leg controls.... 20 CFR 416.967(b).

<u>Medium work.</u> Medium work involves lifting no more than 50 pounds at a time with frequent lifting or carrying of objects weighing up to 25 pounds. If someone can do medium work, we determine that he or she can also do sedentary and light work. 20 CFR 416.967(c).

<u>Heavy work</u>. Heavy work involv es lifting n o more than 100 pounds at a time with frequent lifting or carrying of objects weighing up to 50 pounds. If someone can do heavy work, we dete rmine that he or she can also do medium, light, and sedentary work. 20 CFR 416.967(d).

The objective medical evidence indicates that the Claimant has the residual functional capacity to perform some other less strenu ous tasks than in his prior employment and that he is physically able to do less strenuous tasks if demanded of him. The Claimant's activities of daily living do not appear to be very limited and he should be able to perform work even with his impairments for a period of 12 months. The Claimant's testimony as to his limitations indicates that he should be able to perform light or sedentary work.

The Claimant was able to answer all the questions at the hearing and was responsive to the questions. The Claimant was oriented to time, person and place during the hearing.

The Claimant's complaints of pain, while pr ofound and credible, are out of proportion to the objective medical evidence contained in the file as it relates to the Claimant's ability to perform work.

Claimant is 51 years-old, a person closely approaching advanced age, 50-54, with a high school education and abov e, and a history of unskill ed work. Based on the objective medical ev idence of r ecord Claimant has t he residual functional capacity to perform sedentary work or light work, and Medical As sistance (MA) with retroactive coverage and State Disability Assistance (SDA) is denied using Voc ational Rul e 20 CFR 202.13 as a guide.

The Department's Program Elig ibility Manual contains the following policy statements and instructions for casework ers regarding the State Disability Assistance program: to receive State Disability Assist ance, a person must be disabled, caring for a disable diperson or age 65 or older. BEM 261. Because the Claimant does not meet the definition of disabled under the MA-P program and because the evidence of record does not establish that the Claimant is unable to work for a period exceeding 90 days, the Claimant does not meet the disability criteria for State Disability Assistance benefits either.

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 the Cla imant was not elligible to receive Medical Assistance with retroactive coverage and/or State Disability Assistance.

# **DECISION AND ORDER**

The Administrative Law Judge, based upon the above findings of fact and conclusion sof law, decides that the Department has appropriately established on the record that it was acting in compliance with Department policy when it denied the Claimant's application for Medical Assistance, retroactive Medical Assistance, and State Disability Assistance benefits. The Claim ant should be able to perform a wide range of light or sedentary work even with his impairments. The Department has established its case by a preponderance of the evidence.

Accordingly, the Department's decision is **AFFIRMED**.

/s/	
	Kevin Scully
	Administrative Law Judge
	for Maura D. Corrigan, Director
	Department of Human Services

Date Signed: June 26, 2013

Date Mailed: June 26, 2013

**NOTICE:** Administrative Hearings may or der a rehearing or reconsideration on either its own motion or at the request of a party within 30 days of the mailing date of this Decision and Order. Administrative Hear ings will not orde rarehearing or reconsideration on the Department's motion where the final decision cannot be implemented within 60 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 timely request for rehearing was made, within 30 days of the receipt date of the rehearing decision.



