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:

2013-837 2009; 4031

January 15, 2013 St. Joseph

ADMINISTRATIVE LAW JUDGE: Vicki L. Armstrong

HEARING DECISION

This matter is before the undersigned Ad ministrative Law Judge upon Claimant's request for a hearing made pursuant to Mi chigan Compiled Laws 400.9 and 400.37, which govern the administrativ e hearing and appeal process. After due not ice, an inperson hearing was commenced on Januar y 15, 2013, at the DHS Office in St. Joseph County. Claimant personally appeared and testified. Part icipants on behalf of the Department of Human Services (Department) included Assistant Payment Worker and Family Independence Manager

ISSUE

Whether the Department of Human Serv ices (the department) properly denied Claimant's application for Medical Ass istance (MA-P), Retro-MA 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 July 10, 2012, Claimant applied for MA-P, Retro-MA and SDA benefits.
- (2) On August 30, 2012, the Medical Re view Team (MRT) denied Claimant's MA/Retro-MA and SDA application indi cating Claimant was capable of performing other work, pursuant to 20 CFR 416.920(f). (Dep art Ex. A, pp 1-2).
- (3) On September 5, 2012, the department caseworker sent Claim ant notice that his application was denied.
- (4) On September 17, 2012, Claim ant filed a request for a hearing to contest the department's negative action.

- (5) On November 20, 2012, the Stat e Hearing Review Team (SHRT) upheld the denial of MA-P and Retro-MA benefit s indicating Claimant retains the capacity to perform light exertional ta sks. SDA was denied due to lack of duration. (Department Exhibit B, pp 1-2).
- (6) Claimant has a history of degenerative disc disease, lumbar radiculopathy, multi-level spondylosis, depression, hypertension, hyperlipidemia, headaches, neuropathy, and anxiety.
- (7) Claimant is a 50 year old man whose birthday is Claimant is 5'11" tall and weighs 240 lbs. Claimant completed high school and last worked in June, 2012.
- (8) Claimant was appealing the denial of Social Security disability at the time of the hearing.

CONCLUSIONS OF LAW

The Medical Assistance (MA) program is established by Subchapter XIX of Chapter 7 of The Public Health & Welfare Act, 42 USC 1397, and is administered by the Department, (DHS or department), pursuant to MCL 400.10 *et seq.* and MCL 400.105. Department policies are found in the Bridges Adminis trative Manual (BAM), the Bridges Elig ibility Manual (BEM), and the Reference Tables Manual (RFT).

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 (DHS or department) admin isters the SDA program pursuant to MCL 400.10, *et seq.*, and Mich Admin Code, Rules 400.3151-400.3180. Department policies are found in the Bridges Administrative Manual (BAM), th *e* Bridges Eligibilit y Manual (BEM) and the Reference Tables Manual (RFT).

Current legislative amendments to the Act delineate eligibility criteria as implemented by department policy set forth in program manual s. 2004 PA 344, Se c. 604, es tablishes the State Disability Assistance program. It reads in part:

Sec. 604 (1). The department sha II operate a state di sability assistance program. Except as provided in subsection (3), persons eligible for this program shall includ e needy citizens of the United States or aliens exempt from the Supplemental Security Income citizenship re quirement who are at least 18 years of age or emanc ipated minors meeting one or more of the following requirements:

(b) A per son with a physical or mental impairment whic h meets federal SSI disab ility standards, exce pt that the minimum duration of the dis ability shall be 90 days. Substance abuse alone is not defined as a basis for eligibility.

Specifically, this Act provides minimal cash assistance to individuals with some type of severe, temporary disability which prevents him or her from engaging in substantial gainful work activity for at least ninety (90) days.

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 esta blish it through the use of competent medical evidence from qualified medical sources such as his or her medical history, clinica l/laboratory findings, diagnosis/prescri bed treatment, prognosis for recovery and/or medical assessment of ability to do work-related ac tivities o r ability to reason and make appropriate mental adjustments, if a mental disability is alleged. 20 CRF 413.913. An individual's subjective pain com plaints ar e not, in and of themselves, sufficient to establish disab ility. 20 CF R 416.908; 2 0 CFR 4 16.929(a). Similarly, conclusor v 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, t he 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 ext ent of his or her function on al limitation(s) in light of the objective medical evidence presented. 20 CFR 416.929(c)(2).

In order to determine whether or not an individual is disabled, federal regulations require a five-step sequential evaluation process be utilized. 20 CFR 416.920(a)(1). The fivestep analysis requires the trier of fact to cons ider an individual's current work activit y; the severity of the impairment(s) both in duration and whether it meets or equals a listed impairment in Appendix 1; residual functional capacity to det ermine whether an individual can perform past relev ant work; and residual functional capacity along with vocational factors (e.g., age, education, and work experienc e) to determine if an individual can adjust to other work. 20 CFR 416.920(a)(4); 20 CFR 416.945.

If an individual is found disabled, or not disabled, at any step, a determination or decision is made with no need to evaluate subsequent steps. 20 CFR 416.920(a)(4). If a determination cannot be made that an individual is disabled, or not disabled, at a particular step, the next step is required. 20 CFR 416.920 (a)(4). If an impairment does not meet or equal a listed impairment, an indi vidual's residual functional capacity is assessed before moving from Step 3 to St ep 4. 20 CFR 416.920(a)(4); 20 CFR 416.945. Residual f unctional capacity is the most an indiv idual can do d espite the limitations based on all relevant evidence. 20 CF R 945(a)(1). An individual's residual functional capacity assessment is eval uated at both Steps 4 and 5. 20 CFR 416.920(a)(4). In determining disability, an i ndividual's functional capacity to perform basic work activities is evaluated and if found that the individ ual h as the ability to

perform basic work activities without significant limitation, disability will not be found. 20 CFR 416.994(b)(1)(iv). In general, the indi vidual has the responsibility to prove disability. 20 CFR 4 16.912(a). An impairment or combination of impairments is not severe if it does not signific antly limit an individual's physical or mental ability to do basic work activities. 20 CFR 416.921(a). The in dividual has the responsibility to provide evidence of prior work experience; efforts to work; and any other factor showing how the impairment affects the ability to work. 20 CFR 416.912(c)(3)(5)(6).

As outlined above, the first step looks at the i ndividual's current work activity. In the record presented, Claimant is not involved in substantial gainful activity and testified that he has not worked since June, 2012. Therefor e, he is not disqualified from receiving disability benefits under Step 1.

The severity of the individ ual's alleged impairment(s) is considered under Step 2. The individual bears the burden to present sufficient objective medical evidence to substantiate the alleged disa bling impairments. In order to be considered disabled for MA purpos es, the impairment must be seve re. 20 CFR 916. 920(a)(4)(ii); 20 CFR 916.920(b). An impairment, or combination of impairments, is severe if it significantly limits an in dividual's physical or mental ability to do basic work activities regardless of age, education and work experience. 20 CFR 916.920(a)(4)(ii); 20 CFR 916.920(c). Basic work activities means the abilities and aptitudes necessary to do most jobs. 20 CFR 916.921(b). Examples 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. *Id.*

The second step allows for dismissal of a di sability claim obviously lacking in medical merit. *Higgs v Bowe n*, 880 F2d 860, 862 (CA 6, 1988). The severity requirement may still be employed as an admin istrative convenience to screen out claims that are totally groundless solely from a medical standpoint. *Id.* at 863 *citing Farris v Sec of Health and Human Services*, 773 F2d 85, 90 n.1 (CA 6, 1985). An impairment qualif ies as non-severe only if, regardless of a claimant's age, education, or work experience, the impairment would not affect the claimant's ability to work. *Salmi v Sec of Health and Human Services*, 774 F2d 685, 692 (CA 6, 1985).

In the present case, Claimant alleges dis ability due to degenerative dis c disease, lumbar radiculopathy, multi-level spondylosis, depression, hypertension, hyperlipidemia, headaches, neuropathy, and anxiety.

On May 14, 2012, Claimant reported to the

to establish care. He was not on any medications and reported he had a cardiac catheterization in Ma y, 2011, and was currently having right sided chest pain. He also reported severe heartburn. He had a nor maligait. Patellar deep tendon reflexes were bilaterally the same. He was diagnos ed with hypertension, hyperlipidemia, benign prostatic hypertrophy, depression, and tobacco abuse.

On July 2, 2012, Claimant vi sited the **complaining** of numbress in his left lateral thigh. He had edema of the left ankle and stated he sprained his ankle last week.

On July 25, 2012, Claimant underwent a p sychiatric evaluation on behalf of the department. Claimant reported a sad m ood for the past year associated wit h anhedonia, middle insomnia, loss of concentration, and loss of initiative. His symptoms were associated with being laid of work and moving to Michigan to be near his children. He had recently been prescribed Bupropion which he had stopped due to lethargy. He denied any manic or psychotic symptoms. Claimant was cooperat ive. His mood was anxious. His affect was broad and appropriate to content of speech. His speech was logical and relevant. There was no pr essure of speech or flight of ideas. His concentration was fair. Diagnosis: Axis I: Depression; Ax is III: H vpertension, Hyperlipidemia; Axis IV: Low income; Axis V: GAF=50.

On July 25, 2012, Claimant went to the VAMC complaining of numbness in his left leg. The numbness starts in the proximal thigh and can go the length of his left leg. He a lso has mild low back pain. The pain is worse if he stands for any length of time. He had full range of motion of his lumbar spine and decreased sens ation in the left proximal thigh. X-rays were ordered, and Friend of the Court paperwork for disability was completed. Claimant was diagnosed with peripheral neuropathy and was referred to physical rehabilitation. Physical therapy was anticipated to last 6 months. The examining physician opined that Claimant could work at any job where he sits all day.

On July 26, 2012, x-rays of Claimant's lumbar spine showed straightening of the lumbar lordosis and mild degenerative changes.

On August 22, 2012, Claimant was seen at the complaining of back pain. Claimant was diagnosed with lumbar radiculopathy and degenerative dis c dise ase. Claimant was scheduled for an MRI and to return in two months.

On December 3, 2012, Claiman t's lumbar spine without contrast MRI revealed multilevel spondylosis with 5 mm anterolisthesis L5 on S1 and a left L5 para interarticularis defect. At L3-L4, there is mild foraminal and lateral recess narrowing. At L4-L5, there is mild to moderate facet arthropathy. Mild foraminal and lateral recess narrowing without nerve root flattening. As previously noted, Claimant bears the burden to pr esent sufficient objective medical evidence to substantiate the alleged disab ling impair ment(s). As summarized abov e, Claimant has present ed some limited medical evidence establishing that he does hav e some physical limitations on hi s ability to perform basic work activities. T he medical evidence has established that Claimant has an impairment, or combination thereof, that has more than a *de minimis* effect on the Claimant 's basic work activities. Further, the impairments have las ted continuous ly for twelve months; t herefore, Claim ant is not disqualified from receipt of MA-P benefits under Step 2.

In the third step of the seque ntial an alysis of a disability claim, the trier of fact must determine if the individual's impairment, or combination of impairments, is listed in Appendix 1 of Subpart P of 20 CF R, Part 404. Claim ant has alleged physical and mental disabling impairment s due to degenerative disc disease, lumbar radiculopathy, multi-level spondylosis, depression, hy pertension, hyperlipidemia, headaches, neuropathy, and anxiety.

Listing 1.00 (musculoskeletal sy stem), Listing 4.00 (cardiovascular system), and Listing 12.00 (mental disorders) were c onsidered in light of the objective evidence. Based on the foregoing, it is found t hat Claimant's impairment(s) does not meet the intent and severity requirement of a listed impairm ent; therefore, Claim ant cannot be found disabled, or not disabled, at Step 3. Acc under Step 4. 20 CFR 416.905(a).

The fourth step in analyzing a disability claim requires an assessment of the individual's residual f unctional capacity ("RFC") and pas t relevant em ployment. 20 CF R 416.920(a)(4)(iv). An individual is not disabled if he/she can perform past relevant work. *Id*.; 20 CFR 416.960(b)(3). Past relevant work is work that has been performed within the past 15 years that was a substantial gainful activity and that lasted long enough for the individual to lear n the position. 20 CFR 416.960(b)(1). Vocational fact ors of age, education, and work experience, and whet her the past relevant employment exists in significant numbers in the national economy are not considered. 20 CFR 416.960(b)(3). RFC is as sessed based on impairment(s) and any r elated symptoms, such as pain, which may cause physical and mental limitations that affect what can be done in a work setting. RFC is the most that can be done, despite the limitations.

To determine the physical demands (exertional requirements) of work in the national economy, jobs are c lassified as sedentary, light, medium, heavy, and very heavy. 2 0 CFR 416.967. Sedentary work involves lifting of no more than 10 pounds at a time and occasionally lifting or carrying articles like docket files, ledgers, and small tools. 20 CFR 416.967(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 r equired 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. 20 CFR 416.967(b). Even though weight lifted may be very little, a job is in this category when it requires a good deal of walking or standing, or when it invo lives sit ting 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 work, an indiv idual must have the ability to do substantially

all of these activities . *Id.* An individual capable of light work is also capable of sedentary work, unless there are additional 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 objects weighing up to 50 pounds. 20 CFR 416.967(d). An individual capable of heavy work is also capable 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 r equirements, e.g., si tting, standing, walking, lifting carrying, pushing, or pulling) are consider ed nonexertional. 20 CFR 416.969a(a). In considering whether an individual can perform past relevant work, a comparis on of the individual's residual functional capacity to the demands of past relevant work must be made. *Id.* If an individual can no longer do past relevant work, the same residua 1 functional capacity assessment along wit h an individual's age, education, and work experience is considered to determine whet her an individual can adjust to other work which exists in the national economy. Id. Examples of non-exer tional limitations or restrictions include difficulty functioni ng due to nervousness. an xiousness, or depression; difficulty maintaining attention or concent ration; difficulty understanding or remembering detailed instructions; difficulty in seeing or hearing; difficulty tolerating some physical feature(s) of certa in work settings (e.g., can't tolerate dust or fumes); or stural functions of some work such as difficulty performing the manipulative or po reaching, handling , stooping, climbin g, crawlin g, or crouchin q. 20 CF R 416.969a(c)(1)(i) - (vi). If the impairment(s) and related symptoms, such as pain, only affect the ability to perform the non-exertional aspec ts of work-related activities, the rules in Appendix 2 do not direc t factual conc lusions of disabled or not dis abled. 20 CFR 416.969a(c)(2). The dete rmination of whether disability exists is based upon the principles in the appropriate sections of the regulations, giving consideration to the rules for specific case situations in Appendix 2. Id.

Claimant's prior work history consists of work as a machine operator. In light of Claimant's testimony, and in consideration of the Occupational Code, Claimant's prior work is classified as semi-skilled, medium work.

Claimant testified that he is able to walk short distances and can lift/carry approximately 60 pounds and can stand or sit for only 10-200 minutes. If the impairment or combination of impairments does not limit an individual's physical or mental ability to do basic work activities, it is not a s evere impairment(s) and dis ability does not exist. 20 CFR 416.920. In considerat ion of Claimant's testimony, medical records, and current limitations, it is found t hat Claimant cannot return to past relevant work; thus Claimant would be found not disabled at Step 4. Accordingly, analysis at Step 5 is required.

In Step 5, an assessment of the individua l's residual functional capac ity and age, education, and work experience is consider ed to determine whet her an adjustment to other work can be made. 20 CFR 416.920(4)(v).

At the time of hearing, Cla imant was 50 y ears old and wa s, thus, considered to be approaching advanced age for MA-P purposes. Claimant has a high school education. Disability is found if an individual is unable to adjust to other work. *Id.* At this point in the analysis, the burden shifts from Claimant to the Department to present proof that the Claimant has the residual ca pacity to substantial gainful employment. 20 CF R 416.960(2); *Richardson v Sec of Health and Human Services*, 735 F2d 962, 964 (CA 6, 1984). While a voc ational expert is not r equired, a finding s upported by substantial evidence that the individual has the vocational qualifications to perform specific jobs is needed to meet the burden. *O'Banner v Sec of Health and Human Services*, 587 F2d 321, 323 (CA 6, 1978). Medical-Vocationa I guidelines found at 20 CFR Subpart P, Appendix II, may be used to satisfy the burden of proving that the individual can perform specific jobs in the national economy. *Heckler v Campbell*, 461 US 458, 467 (1983); *Kirk v Secretary*, 667 F2d 524, 529 (CA 6, 1981) *cert den* 461 US 957 (1983).

Where an indiv idual has an impairment or combination of impairments that results in both strength limitations and non-exertional limitations, the rules in Subpart P are considered in determining whet her a finding of disabled may be possible based on the strength limitations alone, and if not, the rule(s) reflecting the individual's maximum residual st rength capabilities, age, education, and work experience, provide the framework for consideration of how much diminished in terms of any type of jobs that consideration must be given to all releva definitions of each factor to provide adjudicative weight for each factor.

In this case, the evidence reveals that Cla imant suffers from degenerative disc disease, lumbar radiculopathy, multi-level spondylosis, depression, hypertension, hyperlipidemia, headaches, neuropathy, and anxiety. The objective medical evidence lists sedentary restrictions. In light of the foregoing, it is found that Claimant maintains the residual functional capacity for work activities on a regular and continuing basis which includes the ability to meet the physical and mental demand s required to perform at leas t sedentary work as defined in 20 CF R 416.967(a). After revinew of the entire record using the Medical-Vocational Guidelines [20 CF R 404, Subpart P, Appendix II] as a guide, specifically Rule 201.15, it is found that Claimant is not disabled for purposes of the MA-P program at Step 5.

The department's Bridges Eligibility Manual contains the following policy statements and instructions for caseworkers regarding the State Disability As sistance program: to receive State Disability Assist ance, a person must be dis abled, caring for a disable d person or age 65 or older. BEM, Item 261, p 1. Because Claimant does not meet the definition of disabled under the MA-P program and because the evidence of record does not establish that Claimant is unable to work for a period exc eeding 90 days, Claimant does not meet the disability criteria for State Disability Assistance benefits.

DECISION AND ORDER

The Administrative Law Judge, based on the above findings of fact and conclusions of law, finds the Claim ant not disabled for purposes of the MA-P, Retro-MA and SDA benefit programs. Accordingly, it is ORDERED:

The Department's determination is **AFFIRMED**.

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Vicki L. Armstrong Administrative Law Judge for Maura D. Corrigan, Director Department of Human Services

Date Signed: April 2, 2013

Date Mailed: April 3, 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 <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 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

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