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

#### IN THE MATTER OF:



Reg. No: Issue No: 2013-16362 2009

Hearing Date: April 2, 2013 Schoolcraft 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 April 2, 2013. Claimant personally appeared and testified. Claimant's roommate, and testified on claimant's behalf. The department was represented at the hearing by Eligibility Specialist, and and testified.

## <u>ISSUE</u>

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 September 5, 2012, claimant filed an application for Medica I Assistance and State Disability Assistance benefits alleging disability.
- 2. On October 30, 2012, the M edical Rev iew Team denied claimant's application stating that claimant could perform other work.
- 3. On November 2, 2012, the department caseworker sent claimant notice that her application was denied.
- 4. On December 10, 2012, claimant f iled a request for a hearing to contest the department's negative action.
- 5. On February 6, 2013, the State Hearing Review T eam again denied claimant's application stating in its ana lysis and recommendation: the medical evidence of record could reasonably support that the claimant would retain at least the ability to perform light exertional tasks. In spite of the allegations, there is no evidence to support the presence of a severe

psychiatric impairment. The claimant is not current ly engaging in substantial gainful activity based on the information that is available in file. The claimant's impairments/combi nation 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 at least the ability to perform light exertional tasks. In spite of the allegations, there is no evidence to support the presence of a severe psy chiatric impairment. The claimant's past work was as a: auto assembler, 806.684-010, 2M; grounds keeper. 406.687-010. 2M: and. recreational vehic le mechanic, 620.261-010, 7M. As such, the claimant would be unable to perform the duties associated with their past work. Likewise, the claimant's past work skills will not transfer to other occupations. Therefore, based on th e claimant's v ocational profile (49 years old, a high school education and a history of medium exertional, unskilled and skilled employment). MA -P is denied, 20CFR4 16.920 (e&f), using Voc ational Rule 202.21/20 as a guide. Retr oactive MA-P was considered in this det ermination and is also denied. SDA was not applied for by the claimant but would have been denied per BEM 261 because the nature and severity of the claimant's impairments would not preclude work activity at the above stated level for 90 days. Listings 1.02/04, 4.04, 5.05, 9.00.B2, 11.14 and 12.04/06 were considered in this determination.

- 6. The hearing was held on April 2, 2013. At the hearing, claimant waived the time periods and requested to submit additional medical information.
- 7. Additional medical information wa s submitted and sent to the State Hearing Review Team on April 2, 2013.
- 8. On June 13, 2013, the State H earing Review Team again denied claimant's application stating in its analysis and recommended decision: the claimant has evidence of a slightly bilateral lower extremity loss in the knee extension. There's also a slight sensation loss in the right foot. There are not neurological deficits. She had a normal mental status examination. As a result of the claimant combi nation of severe physical and mental condition, she is rest tricted to per forming light wor k. She retains the capacity to lift up to 20 lbs occasiona Ily, 10 lbs frequently and stand and walk for up to 6 of 8 hours. Claim ant is not engaging in substantial gainful activity at this time. Claimant's s evere impairments do not meet or equal any listing. Despite the impairments, she retains the capacity to perform light work. Therefore, based on the clai mant's vocational profile (claimant approaching advance age, 12<sup>th</sup> grade education, and light work history); MA-P is denied using Vocational Rule 202.14 as a guide. SDA is denied per PEM 261 becaus e the information in file is inade guate to ascertain whether the claimant is or would be disabled for 90 days. Retroactive MA-P benefits are denied at step 5 of the sequential evaluation; claimant retains the capacity to perform light work.

- 9. Claimant is a 50-year-old woman whose birth date is Claimant is 5'7" tall and weighs 193 pounds. Claimant is a high school graduate. Claimant is able to read and wr ite and does have basic math skills.
- 10. Claimant last worked in February, 2012 as a receiver. Claimant has also worked in RV produc tion for 30 years and was receiving Unemployment Compensation Benefits until June, 2012.
- 11. Claimant alleges as disabling im pairments: carpal tunnel s yndrome, tremors, neuropathy, hyperthyroidism, trigger finger, glaucoma, angina, hypertension, hepatitis C, degenerative disc dis ease, degenerative joint disease, macular degeneration, post-traumatic stress disorder, depression and anxiety, bulging disc, frozen shoulder, and tennis elbow.

# 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 elig ibility 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);
- (4) 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).

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).
- 5. 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 subs tantial gainful activity and has not worked since February, 2012. Claimant 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 she lives in a house with a friend and her friend supports her. Claimant is single with no children under 18 who live with her. Claimant has no income and does receive Food Assistance Program Benefits. Claimant does have a driver's license and does drive but has no vehicle so she gets rides. Claim ant testified that she does cook every day and cooks things like frozen foods, soup and stew and she does grocery shop 1-3 tim es per month with no hel p needed. Claim ant testified she d oes sweep, dust, dishes and laundry, watches te levision 3-4 hours per day and uses the computer 2 hours per day. Claim ant testified she is able to stand for 15 minutes at a time, sit for 15-20 minutes at a time, and can walk 1 block. Claimant testified that she is able to bend at waist and show er and dress herself, she can s quat but it is hard, she can tie her shoes while sitting and she cannot touch her toes. Claimant testified that her level of pain, on a scale of 1-10, without medication is a 12, and with medication is an 8. Claimant is right handed, has carpal t unnel syndr ome in her hands/arms and has sciatica/numbness in her right leg. Claimant te stified that the heav iest weight she can carry is 5 lbs, she doesn't smoke cigar ettes and she guit smoking marijuana 2 years before hearing and s he drinks very little. Claimant testified that on a typical day she makes coffee, does stretches, sits down and makes food and then eats.

On May 9, 2012 the Social Security Administration i ssued an unfavorable decision Administ rative Law Judge det ermined that claimant (p 3-23). The Social Security retains the residual functional capacity to per form a full range of light work. A July 25, 2011 medical examination report indicates that claimant was 66" tall, weighed 153.6 lb. BMI 24.79. Heart rate was 76, right blood pressure was 110/70 and left blood pressure 118/76. The assessment was chest pain and hypertension. Claimant's extraocular motions were intact. She had no icterus and facial symmetry was intact. The neck an d thyroid was supple; J VP flat; carotid upstrokes brisk with no carotid bruits. The cardiac was regular with normal S1 and S2; no murmurs or S3. Lungs were clear to auscultation; no wheezes or crackles, good air entry bi laterally. The abdomen was soft, non-tender, non-distended; bowel sounds present; no hepatos plenomegaly; no bruit. The extremities had no edema. No cyanos is or clubbing. Peripheral pulses were normal 2+ bilaterally/symmetric. The neurological ex am indicated no focal signs, gait normal.

Musculoskeletal grossly normal. The skin was normal with no rash. The psychiatric area had normal affect (p 58).

At Step 2, claimant has the burden of pr oof of establishing that she has a severe ly 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. Claimant has reports of pain in multiple areas of her 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 impression 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 herself from tasks associat ed with occupational functioning based upo n her 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: anxi ety, depression and post-traumatic stress disorder.

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 her burden of proof at Step 2. Claimant must be denied benefits at this step bas ed upon her failure t o 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 be en denied at Step 2, this Administrative Law Judge would have to deny her again at Step 4 based u pon her ability to perform her 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 she has engaged in, in the past. Therefore, if claimant had not already been denied at Step 2, s he would be denied again 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 her 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, lig ht, 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 she lacks the residual functional capacity to perform some other less strenuous tasks than in her prior employment or that she is physically unable to do light or sedentary tasks if demanded of her. Claimant's act ivities of daily liv ing do not appear to be very limit ed and sh e should be able to per form light or sedentary work even with her impairments. Claimant has failed to provide the necessary objective medical evidence to establish that she has a severe impairment or comb ination of impairments which prevent her from performing any level of work for a period of 12 mont hs. The claimant's testimony as to her limitations indicates that she should be able to perform light or sedentary work.

There is insufficient objective medical/ps ychiatric evidence contai ned 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 place

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 she has not established by objective medical evidence that she cannot perform light or sedentary work even with her impairments. Under the Medical-Vocational guidelines, a person closely approaching advanced age (age 50), with a high school education and an unskilled/se mi-skilled work history who is limited to light work is not considered disabled.

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 Medical 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 estab lished on the rec ord that it 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**.

<u>/s/</u>

Y. Lain Administrative Law Judge for Maura D. Corrigan, Director Department of Human Services

Date Signed: July 3, 2013

Date Mailed: July 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.

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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

LYL/las	

CC:		