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

IN THE MATTER OF: Reg. No: 201335362

Issue No: 2009

Case No:

Hearing Date: July 24, 2013

Mecosta 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 July 24, 2013. Claimant personally appeared 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 January 25, 2013, claimant fil ed an application for Medical Assistance and retroactive Medical Assistance benefits alleging disability.
- 2. On February 14, 2 013, the Medical Review Te am denied claimant's application stating that claimant could perform other work.
- 3. On February 28, 201 3, the department casework er sent claimant notice that her application was denied.
- 4. On March 12, 2013, cl aimant filed a request for a hearing to contest the department's negative action.
- 5. On May 21, 2013, the Stat e Hearing Rev iew Team again denied claimant's application stating in its analysis and recommendation:

The claimant underwent peroneal tendon repair in May, 2012. In January, 2013 she had normal reflexes and coordination. She had no edema. She was seen twice in the ER in Nov ember, 2012 with chest pain. Her workup was negative. A stress echocardiogram in January, 2013 was normal. The

claimant was admitted in J anuary, 2013 with altered mental status. She was unresponsive to verbal stimuli. She appeared unkempt and older that her stated age. She had one previous p sychiatric hospitalizat ion. Her affect was somewhat labile. Thought processes were generally intact to thought content. There was no eviden ce of periods of delus examination, but she did appear to have periods of delusions and maybe periods of dissociation, but this was not noted dur ing the ev aluation. Diagnosis included anxiety, rule out PTSD, depre ssion, NOS. She did not meet the full criteria for major depre ssive disorder with psychotic features. In January, 2013 showed her episode of loss of consciousness resolved. Her condition was improving wit h treat ment. An examination after her discharge in January, 2013 showed she was oriented x3. her m ood and affect were normal. Her behavior was nor mal. Asses sment was loss of consciousness, anxiety, and depression.

The claimant is not currently engaging in substantial gainful activity (SGA) based on the information that is available in file.

The

claimant's impairments do not meet/equal the in tent or severity of a Social Security listing.

The medic all evidence of record indicates that the claimant retains the capacity to perform a wide range of simple, unskilled, medium work.

A finding about the capacity for pr ior work has not been made. However, this information is not ma terial because all potentially applicable medical-vocational guidelines would direct a finding of not disabled given the claimant's ago, education, and residual functional capacity (RFC).

Therefore, based on the claimant's vocational profile (closely approaching advanced age at 50, 12 <sup>th</sup> grade education, and hist ory of unskilled/semiskilled work), MA-P is denied using Vo cational Rule 203.21 as a guide. Retroactive MA-P was considered in this case and is also denied.

- 6. Claimant is a 50-year-old woman whose birth date is Claimant is 5'2 ½" tall and weighs 133 pounds. Claimant is a high schoo I graduate and is able to r ead and write a little a nd is able to add an d subtract.
- 7. Claimant last worked seven years ago sorting parts at a craft factory. Claimant has also worked in a babysitting capacity.
- 11. Claimant alleges as disabling impairments: Depr ession, anxiety, right hip pain, bladder overworking, and restless leg syndrome.

### **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 Title 42 of the Code 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 disability does not exist. Age, education and work experience will not be considered. 20 CFR 416.920.

Statements about pain or other symptoms do not alone establish disability. There must be medical signs and laboratory findings which demonstrate a medical impairment.... 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 basic 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 evidence relevant to the claim, including medical opinions, is reviewed 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 source finding that an individual is "doisabled" or "unable to work" does not mean that disability exists for the purposes of the program. 20 CFR 416.927(e).

When determining disability, the federal regula tions require that s everal 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 continues 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 the guidelines set forth at 20 CFR 404, Subpart P, Appendix 2, Sections 200.00-204.00? If yes, the analysis ends and the client is ineligible for MA. If no, MA is approved. 20 CFR 416.920(f).

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 lives with her husband in a house and has no che ildren under 18 who live with her and no income. Claimant receives no benefits from the department of human services. Claimant does

have a driver's licens e but her husband takes her where—she needs to go. Claimant cleans her room, sweeps, vacuums, folds clot hes, and as a hobby she goes—to church on Sunday. Claimant testified that she can st and for 5-6 minutes at a time and she can sit all day long. She is able to walk two blocks but cannot squat down and recover. Claimant testified that she can shower and—dress herself and barely tie her shoes but not touch her toes. Cl aimant testified that she has no problems with her knees but she has slight scoliosis in her back. Claimant testified that her level of pain on a scale of 1-10 without medication is a 10+ and with medication 6-8 and that she is right handed and her hands and arms are fine. Her right hip hurt s but her legs and f eet are fine. Claimant testified the heav iest weight she can carry—is 3 pounds. In a typical day—the Claimant dresses and sits on her swing, she lays down—and sleeps, listens to the television, and then goes to bed.

The claimant underwent personal tendon repair on May 30, 2012. On August 9, 2012 the claimant was am bulating without aide. Her inc ision was healing well with no s ign of infection. Neurocirculatory examination was normal (p.200).

The claimant was seen in the emergency (ER) November 14, 2012 with chest pain. She was noted to have been in the ER November 13, 2012 with the same complaint and a thorough workup was completely negative. Chest x-ray, troponin, and EKG were unremarkable. Diagnosis was chest pain of uncertain etiology, possible due to costochondritis (p. 146-147).

A community mental health ass essment dated October 29, 2012 s howed the claimant had a history of abuse and her current hu intellectual functioning. Her thought processes were within normal limits. Thought content was relevant. There were no hal Diagnosis included post-traumatic stress disorder (PTSD) and major depressive disorder-recurrent-severe with psychosis (pages not numbered).

A Dobutamine stress echocardiogram dated January 4, 2013 show ed her ejection fracture was 60%. The ECG response to stress was normal and there was no ST segment or T-wave changes. It was a normal Dobutamine stress echocardiogram, (p.1569).

The claimant was admitted January 21, 2103 with altered mental status. On admiss ion, she was unkempt and appeared older than her stated ago. She was not r esponsive to verbal stimuli but was fully responsive to tactile stimuli (p.19). Mental status showed she had previously been hospitalized for a suic ide attempt (p. 11). At times she was able to smile, at other times she was somewhat mo re perplexed and at times sad. She was able to maintain good eye contact. Rate of speech was normal, appeased somewhat garbled at times, however, when repeated, she was able to ar ticulate well. Her affect was somewhat labile. Though processes were generally intact to thought content. There was no evidence of delusional t houghts, however she did appear to have periods of delusions and maybe periods of dissoc iation, but this was not noted during the evaluation (p. 10). Diagnoses in cluded anxiety, rule out PT SD, depression, NOS. She did not meet the full criteria for major depressive disorder with psychotic features (p. 9).

An office note dated January 25, 2013 show ed her episode of loss of consciousness resolved (p.237). On examination, she was oriented x3. She appeared to be well nourished. She had no edema. She had normal reflexes a nd coordination. Her mood and affect were normal. Her behav ior was normal. Assessment was loss of consciousness, anxiety, and depression (p. 271).

At Step 2, claimant has the burden of proof 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. in multiple areas of her body; however, there are no Claimant has reports of pain 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 which support claimant's contention of disability. The clinical impression is that claimant is stable. There is no medical finding that claim ant has any muscle at rophy or trauma, abnormality or injury that is consistent with a deteriorating condition. In short, claimant has restricted herself from tasks associ ated with occupational functioning based upo in 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 that the medical record is insufficient to establish that claimant has a severely restrictive physical impairment.

Claimant alleges the following disabling mental impairments: Depression and anxiety.

For mental disorders, severity is assessed in terms of the functional limitations imposed by the impairment. Functional limitations are assessed using the criteria in paragraph (B) of the listings for mental disorders (descriptions of restrictions of activities of daily living, social functioning; concentration, persistence, or pace; and ability to tolerate increased mental demands associated with competitive 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 no ment al 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 would prevent claimant from working at any job. Claimant was or iented to time, person and place during the hearing. Claimant was able to answer all of the questions 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 based upon her 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 evidence 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 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 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 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 which 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 she 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 would prevent claimant from working at any job. Claimant was able to answer all the guestions at the hearing and was responsive to the questions. Claimant was oriented to time, person and place during the hearing. Claimant's c omplaints of pain, while pr ofound and credible, are out of proportion to the objective medical evidence contained in the 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 perso n closely approaching advanced age, with a high sc hool education and an unskilled work higher story who is limited to light work is not considered disabled pursuant to Medical Vocational Rule 203.21.

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 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 claimant's application for Medical Assistance, retroactive Medical Assistance benefits. The claimant should be able to perform a wide range of light or sedentary work even with her impairments. The department has established its case by a preponderance of the evidence.

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

Landis

Y. Lain

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

Date Signed: August 1, 2013

Date Mailed: August 2, 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 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 ti mely 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

### LYL/hj

CC:

