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

IN THE MATTER OF:



Reg. No.: 2013-21125

Issue No.:

2009 Case No.:

Hearing Date: May 15, 2013 Berrien County:

ADMINISTRATIVE LAW JUDGE: Vicki L. Armstrong

HEARING DECISION

This matter is before the undersigned Ad ministrative Law Judge upon Claimant's chigan Compiled Laws 400.9 and 400.37, request for a hearing made pursuant to Mi which govern the administrativ e hearing and appeal process. After due not ice, an inperson hearing was commenced on May 15, 2013, at the Berri en County DHS offic e. Claimant, and his mother, personally appeared and testified. Participants on behalf of the Department of Human Services (D epartment) included Family Independence Manager and Eligibility Specialist

During the hearing, Claimant wa ived the time period for the i ssuance of this decision in order to allow for the submission of addi tional medical evidence. The new evidence was forwarded to the State Hearing Review Team ("SHRT") for consideration. On July 19, 2013, the SHRT found Claimant was not disabled. This matter is now before the undersigned for a final decision.

ISSUE

Whether the Department of Human Serv ices (the department) properly denied Claimant's application for Medical Assistance (MA-P) and Retroactive Medic al Assistance (Retro-MA) benefits?

FINDINGS OF FACT

The Administrative Law Judge, based upon the competent, material and substantial evidence on the whole record, finds as material fact:

- On September 27, 2012, Claim ant filed an application for MA and Retro-(1) MA benefits alleging disability.
- On December 14, 2012, the Medical Review Team (MRT) denied (2) Claimant's application for MA-P an d Re tro-MA indicating that Claimant

- was capable of other work based on his non-exertional impairment. (Depart Ex. A, pp 50-51).
- (3) On December 19, 2012, the department sent out not ice to Claimant that his application for Medicaid had been denied.
- (4) On January 2, 2013, Cla imant filed a request for a hearing to contest the department's negative action.
- (5) On February 14, 2013, the Stat e Hearing Review Team (SHRT) upheld the denial of MA-P and Retro-MA benefits indicating the medical evidence of record indicates Claimant retains the capacity to per form wide range of unskilled work. (Depart Ex. B).
- (6) Claimant has a histor y of posttraumatic stress disorder, traumatic brain injury, anxiety, depression, low back pain and ringing in the ears.
- (7) Claimant is a 22 year old man whose birthday is
 Claimant is 5'10" tall and weighs 150 lbs. Claimant completed high school and last worked in June, 2012, as a mechanic, when he was discharged from the military.
- (8) Claimant had applied for Social Security disability benefits 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).

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 establish it through the use of competent medical evidence from qualified medical sources such as his or her medical history, clinical/laboratory findings, diagnosis/prescri bed treatment, prognosis for recovery and/or medical assessment of ability to do work-related ac tivities or ability to reason and make appropriate mental adjustments, if a mental disability is alleged. 20 CRF 413.913. An individual's subjective pain complaints are not, in and of themselves, sufficient to establish disability. 20 CF R 416.908; 2 0 CFR 4 16.929(a). Similarly, conclusor y 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, the 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 extent of his or her functional 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 five-step 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 disable ed, 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 Step 3 to Step 4. 20 CF assessed before moving from R 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 residua l uated at both Steps 4 and 5. 20 CFR functional capacity assessment is eval 416.920(a)(4). In determining disability, an i ndividual's functional capac ity 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 i ndividual 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 disabling impairments. In order to be considered disabled for MA purposes, the impairment must be seevere. 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 individual'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:

- 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;
- 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 disability claim obviously lacking in medical merit. Higgs v Bowen, 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 qualifies 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 disability due to pos ttraumatic stress disorder, traumatic brain injury, anxiety, depression, low back pain and ringing in the ears.

On June 7, 2012, Claimant was transported to the emergency department by the police after being found on the parkway intoxic ated. Claimant was not alert but arousable and showed decreased responsiveness. Blood alcohol was 0.02. THC was positive. WBC showed he had leukocytosis, po ssibly secondary to as piration. Chest x-ray showed no acute cardiac or pulmonary abnormalit y. He was rehydrated and kept und er observation. Claimant was dis charged in stabl e condition with a diagnosis of alcoho I intoxication, resolved; leukocytosis possi bly secondary to aspiration, better on antibiotics and chronic posttraumatic stress disorder, stable.

On September 10, 2012, the Claimant was diagnosed with combat-related PTSD with related depression diagnosed by the VA psychiatrist. The VA neurologist also diagnosed Claimant with mild TBI.

On November 14, 2012, Clai mant underwent a psychiatric evaluation on behalf of the department by his treating psychiatrist. He was diagnosed with anxiety, depression and PTSD. The psychiatrist opined t hat Claimant's symptoms were precipitated by s ervice in Iraq. The symptoms have affected his abilit y to concentrate when doing daily tasks. He becomes lost in thought at times which he delays the completion of the tasks. The psychiatrist indicated this could be partially related to his TBI. Clai mant is currently in regular ps ychotherapy and ta king medic ations. Claimant appeared in no apparent distress. His speech was normal in rate, rhythm and volume. He was soft spoken an d relatively quiet during discussion. His mood was an xious with congruent affect. He evidenced normal cognition and adequate in sight and judgment with the ability to participate actively in outpatient treatment therapy. The ps ychiatrist opined that Claimant can function independ ently, however, his PTSD and TBI may contribute to times of distraction that may delay or pr event completion of tas ks. Exam ples hav e included things around the house such as delaying or failing to take out the trash or return a phone call. Diagnosis: Axis I: PTSD; depressive disorder; tobacco use disorder; headaches; history of TBI; Ax is IV: new Axis III: Low back pain, asthma; occasional girlfriend; unemployment; financial problems; Axis V: GAF=55.

On November 28, 2012, Claimant underwent a medical examination on behalf of the department. Claimant was diagnosed with PT D, depression, TBI, low back pain and insomnia. The examining physician opined Claimant's condition was stable.

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 presented some limited medical evidence establishing that he does have some mental limitations on his ability to per form basic work activities. The 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; therefore, Claimant 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 indiv idual's impairment, or combination of impairm ents, is listed in Appendix 1 of Subpart P of 20 CF R, Part 404. Claim ant has alleged physical an d mental dis abling impairments due to posttr aumatic stress disorder, traumatic brain injury, anxiety, depression, low back pain and ringing in the ears.

Listing 1.00 (musculoskeletal system) a nd Listing 12.00 (mental disor ders) wer e considered in light of the objective evidence. Based on the foregoing, it is found that Claimant's impairment(s) does not meet the intent and severity requirement of a listed

impairment; therefore, Claimant cannot be found disabled, or no t disabled, at Step 3. Accordingly, Claimant's eligibility is considered 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 employment. 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 learn the position. 20 CFR 416.960(b)(1). Vocational fact ors of age, education, and work experience, and whether 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 related 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, he avy, 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 job 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 required 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 Ives 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 individual 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 capab le 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 c apable 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. anxiousness, 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 difficulty performing the manipulative or po stural functions of some work such as reaching, handling , stooping, climbin g, crawling, or crouchin g. 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 wo rk as a mechanic. In light of Claimant's testimony, and in considerati on of the Occupationa I Code, Claimant's prior work is classified as skilled, medium work.

Claimant testified that he is able to walk a mile or two, stand for 30 minutes, sit for an hour or two, and can lift/carry approximately 35-40 pounds. The objective medical evidence notes no physical limitations. 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 severe impairment(s) and disability does not exist. 20 CFR 416.920. In consideration of Claimant's testimony, medical records, and current limitations, Claimant cannot be found able to return to past relevant work. Accordingly, Step 5 of the sequential analysis is required.

In Step 5, an assessment of the individua I's residual functional capace 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 h earing, Claimant was 22 years old and was, thus, considered to be a younger individual for MA-P purposes. Claimant has a high school de gree and was trained as a mechanic in the Disability is found if an individual is unable to adjust to other work. the analysis, the burden shifts from Claimant to the Department to present proof that 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 required, a finding supported 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 Healt h and Hu man 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). The age

for younger individuals (under 50) generally will not seriously affect the ability to adjust to other work. 20 CFR 416.963(c). Wher e an individual has an impairment or combination of impairments that results in both strength limitations and non-exertional limitations, the rules in Subpart P are cons idered in determining whether 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 strength capabilities, age, education, and work experience, provide the framework for consideration of how much an individual's work capability is further diminished in terms of any type of jobs that would contradict the non-limitations. Full consideration must be given to all relevant facts of a case in accordance with the definitions of each factor to provide adjudicative weight for each factor.

In this case, the evidence rev eals that Claimant suffers from posttraumatic stress disorder, traumatic brain injury, anxiety, depression, low back pain and ringing in the ears. The objective medical evidence notes no mental or physical limitations. In light of the foregoing, it is found that Claimant maintains the re sidual functional c apacity for work activities on a regular and continuing basis which includes the ability to meet the physical and mental dem ands required to perform at least light work as defined in 20 CFR 416.967(b). After review of the entir e record using the Medical-Vocational Guidelines [20 CFR 404, Subpart P, Appendix II] as a guide, specifically Rule 202.14, it is found that Claimant is not disabled for purposes of the MA-P program at Step 5.

DECISION AND ORDER

The Administrative Law Judge, based on the above findings of fact and conclusions of law, finds Claimant not disabled for purposes of the MA-P benefit programs.

Accordingly, it is ORDERED:

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

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

Date Signed: August 16, 2013

Date Mailed: August 19, 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 order a rehearing 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 <u>MAY</u> be granted if there is newly discovered evidence that could affect the outcome of the original hearing decision.
- A reconsideration <u>MAY</u> 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

VLA/las

