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

IN THE MATTER OF:



Reg. No.: 2013-58798 Issue No.: 2009 Case No.: Hearing Date: County: St. Clair

November 12, 2013

ADMINISTRATIVE LAW JUDGE: Vicki L. Armstrong

HEARING DECISION

Following Claimant's r equest for a hearing, this matter is before the undersigned Administrative Law J udge pursuant to MCL 400.9 and 400.37; 42 CFR 431.200 t o 431.250; and 45 CF R 205.10. After due notice, a telephon e hearing was held on November 12, 2013, from Lansing, Mich igan. Claimant per sonally appeared and testified. Participant s on behalf of the Departm ent of Human Services (Department) included Family Independence Manager

ISSUE

Did the Department of Hum an Services (the department) properly determine that Claimant was no longer dis abled and deny her application for Medica I review Assistance (MA-P) based upon medical improvement?

FINDINGS OF FACT

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

- Medic al (1) Claimant was a Medical Assis tance benefit recipient and her Assistance case was scheduled for review in May, 2013.
- (2) On May 1, 2013, Claimant filed a Redetermination for MA benefits alleging continued disability.
- (3) On June 20, 2013, the Medical Review Team denied Claimant's application indicating that Claimant was denied for continuing eligibility. (Depart Ex. A, pp 2-3).
- (4) On July 2, 2013, the department caseworker sent Claimant notice that her MA case would be closed based upon medical improvement.

- (5) On July 19, 2013, Claimant filed a request for a hearing to contest the department's negative action.
- (6) On September 13, 2010, the St ate Hearing Review Tea m denie d Claimant's Redetermination based on the Medical Review Team finding improvement. (Dept Ex. B, pp 1-2).
- (7) Claimant was not receiving benefits at the time of this review.
- (8) Claimant alleges her disabling impairments are severe valvular pulmonary stenosis, atrial septal birth defect, hypertension, stat us post triple arthrosdesis and cellulitis.
- (9) Claimant is a 27-year-old woman whose birth date is Claimant is 5'6" tall and weighs 125 pounds. Cla imant has a tenth grade education. She is able to read and write and has basic math skills.
- (10) Claimant does not have a work history.

CONCLUSIONS OF LAW

The State Disability A ssistance (SDA) program which provides financial ass istance 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).

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 Reference Tables Manual (RFT).

Pursuant to the federal regulations at 20 CFR 416.9 94, once a client is determined eligible for disability benefits, the eligibality for such benefits must be reviewed periodically. Before determining that a client is no longer eligible for disability benefits, the agency must establish that there has been a medical improvement of the client's impairment that is related to the client's ability to work. 20 CFR 416.994(b)(5).

> To assure that disability reviews are carried out in a uniform manner, that a decision of continuing disability can be made in the mos t expeditious and admi nistratively efficient way, and that a ny decisions to stop disability benefits are made objectively, neutrally, and are fully documented, we will

follow sp ecific steps in revi ewing the question of whether your disab ility contin ues. Our review may cease an d benefits may be continued at any point if we determine there is sufficien t evidence to fi nd that you are still unable to engage in substantial gainful activity. 20 CFR 416.994(b)(5).

The first questions asks:

 Are you engaging in subst antial gainful activity? If you are (and any applic able t rial work period has been completed), we will find disability to have ended (see paragraph (b)(3)(v) of this section).

Claimant is not disqualified fr om this step because she has not engaged in substantial gainful activity at any time relevant to this matter. Furthermore, the evidence on the record fails to establish that Claimant has a severe impairment which meets or equals a listed impairment found at 20 CFR 404, Subpart P, Appendix 1. Therefore, the analysis continues. 20 CF 416.994(b)(5)(ii).

The next step asks the question if there has been medical improvement.

Medical improvement is any decrease in the medical severity of your impairment(s) which was present at the time of the most recent favorable medical decision that you wer e disabled or continued to be di sabled. A determination that there has been a decrease in m edical severity must be based on changes (improvement) in the symptoms, signs and/or laboratory findings associated with your impairment(s). 20 CFR 416.994(b)(1)(i).

If there is a decrease in medical severity as shown by the symptoms, signs and laborator y findings, we then must determine if it is related to your ability to do work. In paragraph (b)(1)(iv) of this section, we explain the relationship between medical severity and limitation on functional capacity to do basic work activities (or residual functional capacity) and how ch anges in medical severity can affect your residual functional capacity. In determining whether medical improvement that has occurred is related to your ability to do work, we will assess your residual functional capacity (in accordan ce with paragraph (b)(1)(iv) of this section) based on the current severity of the impairment(s) which was presen t at your last favorable medical decision. 20 CFR 416.994(b)(2)(ii).

The State Hearing Review T eam upheld the denial of MA benefit s on the basis that the Medical Review Team found Claimant's medical condition had improved.

In May, 2012, the presiding Administrati ve Law Judge reversed the department after reviewing Claimant's medical file and found that she was disabled.

Medical records from Claimant's cardiologist in May, 2013, indicate Claimant has been having sy mptoms of chest pain, palpitations and s hortness of breath with activity. These episodes last for a few minutes and occur at a frequency of once every 2-3 days. She does occasionally get dizzy during thes e episodes. She also occasionally gets short of breath. She also has had multiple reconstructive surgeries performed on both feet due to a bone anomaly. She als o has a history of cholescystectomy, right oophorectomy and Harrington rods being im planted for scolios is. A detailed cardiovascular examination re veals a 4/6 ejection systolic murmur over the left sternal border which is radiating towa rds the neck. There is evidence of right ventricula r hypertrophy on the electrocar diogram. The two dimension echocardiogram shows pulmonary stenosis, valvar and suvlvar, wit h a peak gradient of 45mmHg and patent foramen ovale. The cardiologist wants to perform a cardiac catheterization on Claimant to better delineate the obstruction across the right ventricular outflow tract.

Claimant credibly testified that her cardiologi st wants to perform surg ery as her heart is getting worse as she gets older. Her heart condition is causing extreme fatigue and shortness of breath. She also has extreme pain from the two rods in her back and extreme pain as a result of 6 foot surgeries if she stands for more than 30 minutes.

Pursuant to the federal regulations, at medical review, the agency has the burden of not only proving Claimant's medi cal condition has improved, but that the improvement relates to the client's ability to do basic work activities. The agency has the burden of establishing that Claimant is cur rently capable of doing bas ic work activities based on objective medical evidence from qualified medical sources. 20 CFR 416.994(b)(5).

In this case, the agency has not met its burden of proof. The agency has provided some evidence that indicate s Claimant's c ondition has improved, but no evidence on how that improvement relates to her ability to do basic work activities or that her cardiologist wants to do surgery. The agency provided no objective medical evidence from qualified medic al sources that show Claimant is currently capable of doing basic work activities. Accordingly, the agency's MA eligibility determination cannot be upheld at this time.

DECISION AND ORDER

The Administrative Law Judge, based upon t he above findings of fact and conclusion s of law, decides that the department erred in proposing to close Claimant's MA cas e based upon a finding of improvement at review.

Accordingly, the department's action is **REVERSED**, and this c ase is returned to the local office for benefit continuation as long as all oth er eligibility criteria are met, wit h Claimant's next mandatory medical review scheduled in November, 2014, (unless she is approved eligible for Social Security disability benefits by that time).

It is SO ORDERED.

Juchi Z.

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

Date Signed: November 12, 2013

Date Mailed: November 13, 2013

NOTICE OF AP PEAL: The claimant may appeal the Dec ision and Order to Circu it Court within 30 days of the receipt of the Decision and Order or, i f a timely Request for Rehearing or Reconsiderati on was made, within 30 days of the receipt date of the Decision and Order of Reconsideration or Rehearing Decision.

Michigan Administrative Hearing Syst em (MAHS) may order a rehearing or reconsideration on either its own motion or at the request of a par ty within 30 days of the mailing date of this Dec ision and Order . MAHS will not order 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 (60 days for FAP cases).

A Request for Rehearing or Reconsideration may be granted when one of the following exists:

- Newly disc overed evidence that existed at the time of the or iginal hearing that could affect the outcome of the original hearing decision;
- Misapplication of manual policy or law in the hearing decision which led to a wrong conclusion;
- Typographical, mathematical or other obvious error in the hearing decision that affects the rights of the client;
- Failure of the ALJ to address in the hearing decision relevant issues raised in the hearing request.

The Department, AHR or the clai mant must specify all reas ons for the request. MAHS will not review any response to a request for rehearing/reconsideration. A request must be *received* in MAHS within 30 days of the date the hearing decision is mailed.

The written request must be faxed to (517) 335-6088 and be labeled as follows:

Attention: MAHS Rehearing/Reconsideration Request

If submitted by mail, the written request must be addressed as follows:

Michigan Administrative Hearings Reconsideration/Rehearing Request P.O. Box 30639 Lansing, Michigan 48909-07322

cc:

VLA/las