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

#### IN THE MATTER OF:



Reg. No.: 2013-50702 Issue No.: 2009; 4031

Case No.: Hearing Date:

County:

October 8, 2013 Shiawassee

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, an in -person hearing was held on October 8, 2013, at the Shiawassee C ounty Department of Human Servic es (Department) office. Claimant, represent ed by personally ap peared and testified. Part icipants on behalf of the Department 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 additional medical evidence. The new evidence was forwarded to the State Hearing Review Team ("SHRT") for consideration. On November 7, 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 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 20, 2012, Claimant filed an application for MA/Retro-MA and SDA benefits alleging disability.
- (2) On March 8, 2013, the Medical Review Team (MRT) denied Claimant's application for MA-P, indic ating that Claimant is physically c apable of performing other work, pursuant to 20 CFR 416.920(f). SDA was denied due to lack of duration. (Depart Ex. A, pp 1-2).

- (3) On March 13, 2013, t he department sent out notice to Claimant that her application for Medicaid had been denied.
- (4) On May 30, 2013, Claimant filed a request for a hearing to contest the department's negative action.
- (5) On August 2, 2013, the State H earing Review Team (SHRT) upheld the denial of MA-P benefits indicating Claimant retains the capacity to perform light work. SDA was denied due to lack of duration. (Depart Ex. B).
- (6) Claimant alleges disability on the basis of hypertension, diab etes, high cholesterol, arthritis and pain in his knees.
- (7) Claimant is a 50 year old m an whose birthday is Claimant is 5'9" tall and weighs 300 lbs. Claimant completed a h igh school equivalent education. He last worked in 1989.
- (8) Claimant had applied for Social Secu rity 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).

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), the Bridges Eligibility 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 ll 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 which meets federal SSI disability standards, except that the minimum duration of the disability 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 I/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 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 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 individual's residual functional capacity is assessed before moving from Step 3 to Step 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 evaluat ed at both Steps 4 and 5. 20 CFR 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 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 individual 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 1989. Therefore, 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 dis ability due to hypertension, diabetes, high cholesterol, arthritis and pain in his knees.

In July, 2012, Claimant was ad mitted to the hospital with c hest pain and beats of sinus rhythm with frequent ectopic ventricular beat s. Cardiology was consulted due t o Claimant's long history of tobacco abuse, as well as diabet es, hypertension and morbid obesity. A Lexiscan was performed which show ed no evidence of cardiac ischemia or infarction and he was clear ed by c ardiology. Claimant had a laparoscopic cholecystectomy and tolerated the procedure well. He was discharged two days later with a diagnosis of sym ptomatic cholecys titis, ventricular bigeminy, right-sided chest pain, nonc ardiac in origin, most likely relat ed to symptomatic cholecystitis, history of gallstone disease, hypertension, diabetes mellitus, morbid obesity, tobacco abuse and a history of alcohol abuse.

In September, 2012, Claimant w ent to the health c enter requesting refills on his Norco prescription for his knees. He reported chr onic pain with an intensity level of 1. Claimant was well nour ished and in no ac ute distress. He had an antalgic gait. His right knee had marked crepitus and mild effu sion. He had no depression, anxiety or agitation. He was very pleasant. He was a diagnosed with severe degenerative joint disease.

In January, 2013, Claimant underwent a m edical evaluation on behalf of the department. Claimant's chief complaints were bilateral knee pain, benign essential hypertension, diabetes, edema, other cardiac dysrhythmias, lateral meniscus knee tear and chest pain. Claimant had surgery in 1992 fo r a tear in the lateral meniscus. He stated he has bilateral knee pain and that st anding and bending increase the pain. He woke up with chest pain on the day of the evaluation, and reported he has had it off an on for over a year and thinks it is gas. He currently smokes a pack a day. He has bilateral edema of the feet, but no calf pain. No joint pain, redness or swelling. No back pain. He is morbidly obese. He ambulates without a cane. He has a broad based ga it. His range of motion of all other joints is within normal limits. Diagnosis: Bilateral knee pain, benign essential hypertension, di abetes mellitus, edema, other cardiac dysrhythmias, status post tear lateral m eniscus knee diagnostic arthroscopy, chest pain/angina and morbid obesity.

During an office visit in March, 2013, Claimant reported he had helped his brother move the previous week and had gotten very sore and ran out of his Norco prescription early. The physician noted Claimant 's strength seem ed adequate and his hand was healing well from finger lacerations and repair. Claimant reported that he was not in pain and did not experience chronic pain. Claimant indicated he had hypertension, hyperlipidemia and arthritis. His medical history included that he was a borderline diabetic. Claimant was in no acute distress and his breathing was unlabored. He had decreased range of motion in his left hand, but it was improving. The lacerations on his first three fingers were well healed. His grip strength was decreased due to his

decreased range of moti on in his fingers. He exhibited no depr ession, anxiety or agitation.

As previously noted, Claimant bears the burden to pr esent sufficient objective medical evidence to substant iate the alleged dis abling impairment(s). In the pres ent case, Claimant testified that he had hypertension, diabetes, high cholesterol, arthritis and pain in his knees. Based on the lack of objec tive medical evidence that the alleged impairment(s) are severe enough to reach the criteria and definition of disability, Claimant is denied at Step 2 for lack of a severe impairment and no further analysis is required.

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 disabled, caring for a disable disable 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 critical eria for State Disability Assistance benefits either.

# **DECISION AND ORDER**

The Administrative Law Judge, based on the above findings of fact and conclusions of law, finds the Claimant not disabled for purposes of the MA/Ret ro-MA and SDA 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: December 2, 2013

Date Mailed: <u>December 2, 2013</u>

**NOTICE OF APPE AL**: The Claimant may appeal the De cision and Order to Circuit Court within 30 days of the receipt of the Decision and Order or, i f a timely Request for Rehearing or Reconsideration 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 discovered 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

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