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

IN THE MATTER OF:



Reg. No.: 2013-59164 Issue No.: 2009; 4009

Case No.: Hearing Date:

November 20, 2013

County: Livingston

ADMINISTRATIVE LAW JUDGE: Vicki L. Armstrong

HEARING DECISION

This matter is before the undersigned Ad ministrative Law Judge upon Claimant's request for a hearing made pursuant to Mi chigan Compiled Laws 400.9 and 400.37, which gov ern the administrative hearing a nd appeal process. After due notice, a telephone hearing was commenced on November 20, 2013, fr om Lansing, Michigan. Claimant personally appeared and testified. Participants on behalf of the Department of Human Services (Department) included General Program Manager

<u>ISSUE</u>

Whether the Department of Human Se rvices (the department) properly denied Claimant's application for Medical Assistance (MA-P), Retro-MA, and State Disability 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 April 3, 2013, Claimant filed an application for MA/Retro-MA and SDA benefits alleging disability.
- (2) On July 9, 2013, the Medical Review Te am (MRT) denied Claimant's application for MA-P/Retro-MA and SDA due to lack of duration. (Dept Ex. A, pp 8-9).
- (3) On July 15, 2013, the department s ent out notice to Claimant that his application for MA, Retro-MA and SDA had been denied.
- (4) On July 17, 2013, Claimant filed a request for a hearing to contest the department's negative action.

- (5) On September 16, 2013, the Stat e Hearing Review Team (SHRT) upheld the denial of MA-P benefits indicating Claimant retains the capacity to perform a wide range of light work. SDA was denied due to lack of severity. (Depart Ex. B, pp 1-2).
- (6) Claimant has a history of ar thritis, knee and bac k pain, headaches, hydrocephalus, brain cyst, anxiety and inflammatory arthritis.
- (7) Claimant is a 52 year old man whose birthday is 5'3" tall and weighs 118 lbs. Claimant completed high school. He has not worked since March, 2013.
- (8) Claimant was appealing the denial of Social Securi ty 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 l/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 St ep 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 eval—uated at both Steps 4 and 5. 20 CFR 416.920(a)(4). In determining disability, an individual's functional capacity to perform basic work activities is evaluated and if found that the individual has 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 individual 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 dobasic 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 March, 2013. 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:

- 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:
- 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 Bowe n*, 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 qualif ies 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 t o arthritis, knee and back pain, headaches, hydrocephalus, brain cyst, anxiety and inflammatory arthritis.

In January, 2013, x-rays of Clai mant's lumbosacral spine revealed mild disc narrowing with degenerative changes at L4-L5 and L5-S1. Face t degenerative change is seen at the same levels. No fracture or subluxat ion is ident ified. He was diagnosed with chronic thoracic strain.

In February, 2013, Claimant s lipped and fell on the ice. He has a shunt in the left neck area for hydrocephalus. His CT scan, shuntogram and T-spine x-rays were unremarkable. The CT scan shows a hypodense area that is a possible cyst. Claimant is aware and will follo w up with his primary care physician. He is neurologically intact. His discomfort is on the right muscular area of his upper back. He was treated with pain medication and released.

In August, 2013, Claimant underwent a medica I evaluation on behalf of the Cla imant's chief complaint s were ar thritis, a ventricular peritoneal (VP) shunt, headaches, memory loss and depression. Claimant did not appear acutely ill or in any acute distress. He was ambulatory with no assistive devices. The examination of the cervical, dorsal and lumbosacr al spines clinically did not reveal any striking abnormalities. There was no paraspinal muscle tenderness or spasm. Claimant was cooperative and oriented to time, pl ace and person. There was no memory loss. The gait was normal. He was able to walk on toes and heels. There was no tremor, nystagmus, or atax ia noted. The Romberg test was negative. The higher cerebral cortical functions, inc luding speech and under standing, were norm al. All the cranial nerves appeared to be intact. There was no localized muscle wasting, twitching, atrophy, paralysis, or involuntary movements. Pinprick, light touch, temperature, and vibration senses were intact. Deep tendon reflexes were normal. Knee jerks and ankle jerks were normal. Babinski test was neg ative. The examining physician diagnosed Claimant with degenerative disc disease of the lumbos acral spine, status post left side VP shunt for hydrocephalus and depression. The physician opined that the motion of Claimant's lumbosacral spine is limited but doubtful. The neurological examinations are normal with no nerve root compression.

Claimant also under went a ps ychological evaluation in August, 2013. Claimant's alleged disabilities were back -hip pain, headaches, memory loss and depression. Claimant has not been diagnosed with depression. He has not had any inpatient or outpatient treatment. Claimant responds well to instructions. He responds to positive criticism well. He requires no special assistance to complete the examination process.

Overall, he is cooperative, motivated and ver bally responsive. He attempts all tasks and works diligently. His eye c ontact is g ood. His t houghts are logical, organized, simple and concrete. Content of commu nication is age appropriate. His mood is frustrated. He reports, "I'm in pain," and then he burst out I aughing. Motor activity is within normal limits. There are no unusual or bizarre behaviors. He does not appear to engage in exaggerati on or minimization of symptomology. His affect is irritated, but pleasant. Thought content is appropriate with no apparent thought disorder. Claiman t does not present with depression, he presents with anger. The examining psychologist opined that overall, Claimant is angry, however, he creates humor and laughs. His memory is intact. He moves quickly without difficulty. No apparent pain behaviors. He is angry, however, does not endorse depression symptoms. There is no difficulty in his ability to comprehend and carry out simple di rections and perform repetitive, routine, simple tasks. There is no difficulty in his ability to compre hend complex tasks. Diagnosis: Axis I: Alc ohol dependence in r emission; Axis IV: Poor family r elationships, social support, judgment, insight and social ski lls. He is not working. He completed high school. His motivation is fair. He is an gry at social systems. His activities of daily living are good. They require ext ra time and rest due to pain and movement according to Claimant; Axis V: GAF=66.

As previously noted, Claimant bears the burden to pr esent sufficient objective medical evidence to substant late the alleged disabling impairment(s). In the present case, Claimant testified that he had arthritis, knee and back pain, headaches, hydrocephalus, brain cyst, anxiety and inflammatory arthritis. Claimant testified that the shunt was originally placed in 1971, then again in 1995, and since then he has had no problems with it. There are no records regarding his knee in the medical file. Moreover, Claimant was under no physical or mental restrictions according to the medical and psychological evaluations. Therefore, based on the lack of objective medical evide not not 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 analys is 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 dis abled, caring for a disable d 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 criteria for State Disability Assistance benefits.

DECISION AND ORDER

The Administrative Law Judge, based on the above findings of fact and conclusions of law, finds the Claim ant not disabled for purposes of the MA-P, Retro-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: <u>December 9, 2013</u>

Date Mailed: December 10, 2013

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 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 or der 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 reasons 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

VLA/las

CC:

