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

IN THE MATTER OF:



ADMINISTRATIVE LAW JUDGE: William A. Sundquist

HEARING DECISION

Following Claimant's r equest for a hearing, this matter is before the undersigned Administrative Law J udge pursuant to MC L 400.9 and 400.37; 42 CFR 431.200 t o 431.250; and 45 CF R 20 5.10. After due notice, t elephone hearing was held o n November 5, 2013, from Lansing, Michigan. Participants on behalf of Claimant included Participants on behalf of the Department of Human Service s (Department) included

ISSUE

Was medical recovery established?

FINDINGS OF FACT

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

- 1. On October 13, 2011 Cla imant had his/her most re cent favorable medical decision.
- 2. On June 5, 2013 the DHS terminated the Claimant's MA-P/SDA based on medical r ecovery per BEM 260/ 261 with a heari ng request on June 17, 2013.
- 3. Vocational Factors: Age 42, 12 th grade education, and semi-skilled work experience.
- 4. Alleged continuing disabling medical disorders: (DHS Exhibit A, Pg 45).
- 5. Claimant had a physical medical recovery on or before June 5, 2013.

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 MAC R 400.3151-400.3180. Department polic ies are found in the Bridg es Administrative Manua I (BAM), the Bridges Elig ibility Manual (B EM) and the Bridges Reference Manual (BRM).

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 Bridges Reference Manual (BRM).

Facts above are undisputed.

"Disability" is:

...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.

...Ability to engage in substantial gainful activity. In most instances, we must show that y ou are able to engage in substantial gainful act ivity before your benefits are stopped. When doing this, we will c onsider a II your c urrent impairments not just that impairment(s) present at the time of the most recent favorabl e determination.... 20 CFR 416.994(b)(1)(v).

...To assur e that disability reviews are carried out in a uniform manner, that a decision of continuing disab ility can be made in the most expeditions and administratively efficient way, and that any decision to stop disability benefits are made objectively, neutrally and are fully documented, we will follow specific steps and use the federal guidelines in reviewing the question of whether your disability continues. Our review may cease and benefits may be continued at any point if we determine there is sufficient evidence to find that you are still unable to engage in substantial gainful activity. 20 CFR 416.994(b)(5).

The steps are:

Step 1. Do you have an impai rment or combination of impairments whic h meets or equals the severity of an impairment listed in Appendix 1 of Subpart P of Part 404 of this chapter? If you do, your disability wil I be found to continue. 20 CFR 416.994(b)(5)(i).

Step 2. If you do not, ha s there been a medical improvement as def ined in pa ragraph (b)(1)(i) of this section? If there has been me dical improvement as s hown by a decrease in medical s everity, see Step 3 in paragraph (b)(5)(iii) of this section. If there has been no decrease in medical severity, there has been no medical improvement. (see Step 4 in paragraph (b)(5)(iv) of this section.) 20 CFR 416.994(b)(5)(ii).

Step 3. If there has been m edical improvement, we must determine whether it is related to your ability to do w ork in accordance with paragraphs (b)(1)(I) through (b)(1)(iv) of this section; i.e., whether of not there has been an increase in the residual functional capac ity based on the impairment(s) that was present at the time of the most recent favorable medical determination. If medical improvement is not related to your ability to do w ork, see Step 5 in paragraph (b)(5)(v) of this section. 20 CFR 416.994(b)(5)(iii).

Step 4. If we found in Step 2 in paragraph (b)(5)(ii) of this section that there has been no medical improvement or if we found at Step 3 in paragraph (b)(5)(iii) of this section that the medical improvement is not rela ted to your ability to work, we consider whether any of the exceptions in paragraphs (b)(3) and (b)(40 of this section apply. If none of them apply, your disability will be found to continue. If any of the first group of exceptions to medica | improvement applies, see Step 5 in paragraph (b)(5)(v) of this section. If an exception from the second group of exceptions to medical improvement applies, your disability will b e found to have ended. The second group of exceptions to medical improvement may be considered at any point in this process. 20 CFR 416.994(b)(5)(iv).

Step 5. If medical improvement is shown to be related to your ability to do work or if any of the first group of exceptions to medical im provement applies, we will determine whether all your current impairments in combination are severe (see Sec. 416.921). This determination will consider al I your current impairments and the impact of the combination of these impairments on your ability to function. If t he residual functional c apacity assessment in Step 3 in paragra ph (b)(5)(iii) of this section shows significant limitation to your ability to do basic work activities, s ee Step 6 in paragraph (b)(5)(iv) of this section. When the evidenc e shows that all your current impairments in combination do not signific antly limit y our physic al or mental abilities to do basic work activities, these impairments will not be considered severe in nature. If so, you will no longer be considered disabled. 20 CFR 416.994(b)(5)(v).

Step 6. If your impairment(s) is severe, we will asses s your current ability to engage in s ubstantial gainful activity in accordance with 41 6.961. That is, we will ass ess your residual functional capacity based on all your current impairments and consider whether you can still do work that you have done in the past. If you can do such work, disability will b e found to have ended. 20 CFR 416.994(b)(5)(vi).

Step 7. If you are not able to do work you have done in the past, we will cons ider one fina I step. Given the residual functional capacity assessment and c onsidering y our age, education, and past work experience, c an you do other work? If you can, dis ability will be found t o have ended. If you cannot, disability will be found to continue. 20 CF R 416.994(b)(5)(vii).

...We follow a set order to determine whether y ou are disabled. We review any current work activity, the severity of your impairment(s), your resi dual functional capacity, your past work, and your age, educati on and work experience. If we can find that you are disabled or not disabled at any point in the review, we do not review your claim further.... 20 CFR 416.920.

Step 1

LISTING OF IMPAIRMENTS

Where claimant proves an impairm ent(s) satisfying duration criteria that is so severe as to either meet or equal a set of criteria in the Social Security Regulations, Listing o f Impairment, Appendix 1, a favorable disabi lity determination is required without considering age, education and work experience. (20 CFR 416.920(d)).

SHRT report dated August 9, 2013 states the cl aimant's impairments do not meet/equal a Social Security listing (DHS Exhibit A, Page 45).

The objective medical evidenc e of record does not es tablish a c ontinuing disability at Step 1. Therefore, the sequential evaluation is required to continue to the next step.

Step 2

... If you are entitled to disability benefit s as a disabled person age 18 or over (adult) there are a number of factors we consider in dec iding whethe r your dis ability continues. We must determine if t here has been any medical improvement in your impairment (s) and, if s o, whether this medical improvement is related to your ability to work. If your impairment(s) has not so medically improved, we must consider whether one or more of the exceptions to medical improvement applies. If medi cal improvement related to your abilit y to work has not occurred and no exc eption applies, your benefits will continue. Ev en where m edical improvement related to your ab ility to work has occurred or an exception applies, in most cases, we must also show that you are currently able to engage in s ubstantial gainful activity before we can find that you are no longer dis abled. 20 CFR 416.994(b).

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 were disabled or continued to be disabled. A determination that there has been a decrease in medical severity must be bas ed on changes (improvement) in the symptoms, signs and/or laborat ory findings associated with your impairment(s).... 20 CFR 416.994(b)(1)(i).

The objective medical evidenc e of record establishes Claimant's medical impairments have decreased in medical severity. Therefore, the sequential evaluation is required to continue to the next step.

Step 3

Medical improvement not relate d to ability to do w ork.

Medical improvement is not relat ed to your ability to work if there has been a decrease in the severity of the impairment(s) as defined in paragraph (b)(1)(i) of this section, present at the time of the most recent favorable medical decision, but no increas e in your functional capacity to do basic work activities as defined in par agraph (b)(1)(iv) of this section. If there has been any medical improv ement in your impairment(s), but it is not related to your ability to do work and none of the exceptions applies, your benefits will be continued.... 20 CFR 416.994(b)(1)(ii).

Medical improvement that is related t o ability to do **work.** Medical improvement is related to your ability to work if there has been a decrease in the severity, as defined in ction. of the impair paragraph (b)(1)(i) of this se ment(s) present at the time of the mo st recent favorable medica | decision **and** an incr ease in your functional capac ity to do basic work activities as discu ssed in paragraph (b)(1)(iv) of this section. A determinatio n that medical improv ement related to your ability to do work has occ urred does not, necessarily, mean that your disability will b e found to have ended unless it is also shown that you are currently able to engage in substantial gainful activity as discus sed in paragraph (b)(1)(v) of this section.... 20 CFR 416.994(b)(1)(iii).

In determining whether you are disabled under the law, we must measure, therefore, how and to what extent your impairment(s) has affected your ability to do work. We do this by looking at how your functional c apacity for doing basic work activities has been affected.... 20 CF R 416.994(b)(1)(iv).

Basic wor k activities means the ab ilities and a ptitudes necessary to do most jobs. Included are exertional abilities such as walking, standing, pus hing, pulling, reaching and carrying, and non-exertional abi lities and a ptitudes such as seeing, hearing, speaking, re membering, using judgment, dealing with changes and dealing with both supervisor s and fellow workers.... 20 CFR 416.994(b)(1)(iv).

Report of medical exam on March 28, 2013 states the claimant's condition is stable; that he can lift/carry frequently 10 pounds and occasionally 20 pounds; that he can stand for four hours and walk about six hours in an eight hour work day; that he can sit about six hours in an eight hour workday; and that he is not able to use his extremities for repetitive action (DHS Exhibit A, Page 11).

Also, the claimant admitted at the hearing that he had the functional capability of performing sedentary work activities.

Sedentary work involves lifting no more than 10 pounds at a time and occasionally lifting or carrying articles like docket files, ledgers, and small tools. Although a sedentary job is defined as one which involves sitt ing, 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.

The objective medical evidence of record does establish Claima nt's related ability to perform basic work acts.

Step 5

When new evidence showing a change in signs, symptoms and labor atory findings estab lishes that both medical improvement has occurred and your functional capac ity to perform basic work ac tivities, or residual functional capacity, has increased, we s ay that medical improvem ent wh ich is related to your ability to do wo rk has occurred. A residua I functional capacity assessment is also used to determine whether you can engage in subst antial gainful activity and, thus, whether you continue to be disabled.... 20 CFR 416.994(b)(1)(iv)(A).

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 the claimant does meet the definition of able to perform basic work ac tivities under the MA-P program and because the evidence of record does establis h that cl aimant is able to work, the claimant does not meet the disability criteria for State Disability Assistance benefits either.

The objective medic all evidence of record establishes that Claimant's curren t impairments in combination do not significantly limit physical abilities to do basic work acts. Therefore, the impairment s are not considered severe and that Claimant is no longer considered disabled.

DECISION AND ORDER

The Administrative Law Judge, based upon t he above findings of fact and conclusion s of law, decides medical recovery was established.

Accordingly, MA-P/SDA termination is **UPHELD** and so ORDERED.

/s/

William A. Sundquist Administrative Law Judge For Maura D. Corrigan, Director Department of Human Services

Date Signed: December 2, 2013

Date Mailed: December 2, 2013

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NOTICE OF APPEAL: The claimant may appeal the Decision and Order to Circuit Court within 30 days of the receipt of the Deci sion and Order or, if a ti mely Request for Rehearing or Reconsideration was made, within 30 days of the receipt d ate of the Decision and Order of Rec onsideration or Rehearing Decision.

Michigan Administrative Hearing System (MAHS) may order a rehe aring 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. MAHS will not order a rehearing or reconsideration on the Department's motion where the final deci sion 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 existe d at the time of the original 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 a ddress in the hearing d ecision relevant issues raised in the hearing request.

The Department, AHR or the claimant 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

WAS/hj

