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

# IN THE MATTER OF:



Reg. No.: Issue No.: Case No.: Hearing Date: County:

2013668638 2009, 4001

January 29, 2014 Bay County DHS

# ADMINISTRATIVE LAW JUDGE: Suzanne D. Sonneborn

## **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 te lephone hearing was held on January 29, 2014. Claimant personally appeared and provid ed testimony. Claimant was represented by with the department was represented by the second and assistance payments supervisor with the department's Bay County office.

During the hearing, this Administrative Law Judge granted Claim ant's authorized representative's request to leave the record open in order that Claimant may submit additional medical records by January 31, 2013. Howev er, on Fe bruary 4, 2014, Claimant's authorized r epresentative advised that additi onal medical records from Claimant's treating psychiatrist were not av ailable and that she was not opposed t o closing the record and issuing a decision based on the evidence in the file.

## <u>ISSUE</u>

Whether the Department pr operly determined that Claim ant was not disabled f or purposes of the Medical Assis tance (MA-P) and State Disability Assistance (SDA) programs?

# FINDINGS OF FACT

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

1. On May 31, 2013, Claimant submitted an application for public ass istance seeking MA-P benefits, retroactive MA-P benefits, and SDA benefits.

- 2. On August 28, 2013, the Medical Re view Team (MRT) found Claimant not disabled. (Exhibit A, pp. 1-2)
- 3. On August 30, 2013, the Department notified Claimant of the MRT determination.
- 4. On September 10, 2013, the Department received Claimant's timely written request for hearing.
- 5. On November 17, 2013, the State Hearing Review Team (SHRT) found Claimant not disabled. (Exhibit B, pp. 1-2)
- 6. Claimant alleged physica I dis abling impairments due spinal damage, nerve damage, severe knee issues, seizures, and black outs.
- 7. Claimant alleged mental disabling impairments due to a ttention deficit disor der, bipolar, severe social anxiety and depression.
- 8. At the time of hearing, Claimant was 37 years old with a February 3, 1976 birth date; was 5'8" in height; and weighed 205 pounds.
- 9. Claimant completed the 11<sup>th</sup> grade and has an employment history in building restoration, maintenance, and cleaning service.

## CONCLUSIONS OF LAW

The Medic al Assistance (MA) program is est ablished by the Title XIX of the Socia I Security Act, 42 USC 1396-1396w-5, and is implemented by 42 CFR 400.200 to 1008.59. The Department of Human Services (formerly known as the Family Independence Agency) administers the MA program pursuant to MCL 400.10 and MCL 400.105. Department polic ies are found in the Bri dges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM), and the Bridges Reference Tables (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 claimi ng a physical or mental disability has the burden to esta blish it through the use of competent medical evidenc e 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-relate activities o r ability to reason a nd make appropriate mental adjustments, if a mental disability is alleged. 20 CFR 416 .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, conclusory 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, t he 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 applicants takes to relieve pain; (3) any treatment other than pain medication that the applicant has received to relieve pain; and (4) the e ffect of the applic ant'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 fivestep 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 c an perform past relev ant work; and residual functiona I capacity along with vocational factors (i .e. 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 evaluate subsequent steps. 20 CFR 416.920(a)(4). If a determination cannot be made that an individual is disabled, or not disabled, at а particular step, the next step is required. 20 CFR 416.920(a)(4) If an impairment does vidual's residual functional capacity is not meet or equal a listed impairment, an indi assessed before moving from step three to step four. 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 rele vant evidence. 20 CFR 416.945(a)(1). An individual's residual functional capacity ass essment is ev aluated at both steps four and five. 20 CFR 41 6.920(a)(4). In determinin g disa bility, an in dividual's functional c apacity to perform basic work activities is evaluated and if found that the individual has the ability to perform basic work activities without significant limitation, di sability will not be found. 20 CFR 416.994(b)(1)(iv). In general, the indiv idual has t he responsibility to prove disability. 20 CFR 4 16.912(a). An impair ment or combination of impairments is n ot severe if it does not signific antly limit an i ndividual's physical or m ental 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).

In general, the individual has the responsibility to prove disability. 20 CFR 41 6.912(a). An impair ment or combination of impairments is not severe if it does not signific antly limit an in dividual's physica I or mental ability to do basic wor k activities . 20 CFR 416.921(a). An individual is not disabled r egardless of the medi cal condition, age, education, and work experience, if the i ndividual is working and the work is a substantial, gainful activity. 20 CFR 416.920(a)(4)(i). Substantial gainful activity means work that involves doing significant and productive physical or mental duties and is done (or intended) for pay or profit. 20 CFR 416.910(a)(b). Substantial gainful activity is work activity that is both substantial and gainful. 20 CFR 416.972. Work may be substantial even if it is done on a part-time basis or if an indiv idual does les s, with less responsibility, and gets paid less than prior em ployment. 20 CFR 416.972(a). Gainful work activity is work activity that is done for pay or profit. 20 CFR 416.972(b).

As outlined above, the first step looks at the i ndividual's current work activity. In the record presented, Claimant is not working therefore is not involved in substantial gainful activity. Accordingly, Claimant is not ineligible for disability benefits under Step 1.

The severity of Claimant's alleged impairment(s) is considered under Step 2. Claimant 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 severe. 20 CFR 916. 920(a)(4)(ii); 20 CFR 916.920(b). An impairment, or combination of impairments, is severe if it signific antly limits a n individual's physical or mental ability to do basic work activities regardless of ag e, education and work experience. 20 CFR 916.920(a)(4)(ii); 20 CFR 916.920(c). Basic work activities means the abilitie s and aptit udes necessary to do most jobs. 20 CFR 916.921(b). Examples include:

- 1. Physical f unctions s uch as walking, standing, s itting, lifting, pushing, pulling, reaching, carrying, or handling;
- 2. Capacities for seeing, hearing, and speaking;
- 3. Understanding, carrying out, and remembering simple instructions;
- 4. Use of judgment;
- 5. Responding appropriately to s upervision, co-workers and usua I work situations; and
- 6. Dealing with changes in a routine work setting.
- ld.

The second step allows for dismissal of a di sability 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 o ut claims that are totally groundless solely from a medical standpoint. *Id.* at 863 *citing Farris v Sec of Health and Human Se rvices*, 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 wo rk 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 pres ent case, Claimant alleges disability due t o spinal damage, nerve damage, severe knee issues, seizures, and black outs, as well as attention defic it disorder, bipolar, severe social anxiety and depression.

On August 30, 2012, an MRI of the lumbar spine showed no significant impingement.

On November 14, 2012, an MIR of the cervical spine showed mild torticollis to the right, mild cervical spondylotic changes to C3-C4 resulting in mild to moderate right foraminal stenosis, cervical spondylotic c hanges at C4-C 5, C5-C6, resulting in severe right foraminal stenosis, and cervical spondylotic changes at C6-C7, resulting in severe left foraminal stenosis.

On January 16, 2013, Claimant was seen at Center for chronic neck pain. At that time, Claimant reported he was working as a handyman and has regular employment. A physical examination showed severe limitation in the range of motion of the cervical s pine, cervic al radiculopathy, and cervical facet arthropathy mostly on the right side. The treatment plan included an increased dosage of Neruontin, prescribed Elavil, a left knee injection times three, and prescribed Vicodin, with recommended physical therapy.

On January 17, 2013, an MRI of the left femur showed a normal exam.

On February 26, 2013, Claimant was seen at M.P.A. Group NPF for issues related to mood instability and substance dependence. At that time, he reported that he remained unemployed and that he had litt le hope of employment due to his felony record. He further reported discharge from a pain c linic for abusing m edications and admitted that he filed two prescriptions by two different physicians for Gabapentin. He further reported continued heavy use of alcohol. Claimant was diagnosed with bipolar disorder and polysubstance dependence with a GAF of 50 and was re commended for individual therapy 2-4 times per month and scheduled for psychiatric evaluation.

On April 24, 2013, Claimant was discharged from treatment with M.P. A. Group NFP because he failed to respond to outreach by the therapist in a timely fashion.

On May 8, 2013, Claimant was seen at onset seizure activity occurring on May 7, 2013. At that time, he reported a March 4, 2013 motor vehicle accident, where he may have briefly lost consciousness. A consult with Claimant's primary care physician re vealed that Claimant had been discharged from their clinic due to multiple missed appointment s. It was noted that possible contributors to Claimant's seizure activity were sleep deprivation and Ultram. It was recommended that Claimant di scontinue the Ultram and an MRI of the brain and cervical spine were ordered.

On May 8, 2013, an EEG was mildly abnorma I in wakefulness, but no epileptiform discharges or electrographic seizures were recorded.

On May 23, 2013, Claimant was seen at regarding neck pain, left leg pain, and recent new onset seizure. It was reported that he had been admitted on May 7, 2013 a fter having multiple seizures within 24 hours and it was felt the seizures were drug related. An MRI of the lumbosacral spine a nd lumbosacral plexus showed asymmetry at the emergency of the sacral plexus area and a CT scan of the pelvis as well as an EM G and ner ve conduction studies of the left lower extremity were recommended, but Cla imant failed to show up for either appointment. A history of noncomplianc e with medical care by Claimant was noted. The impressions were as follows: neck pa in secondary to degener ative disc disease of the cervical spine, atrophy of the quadriceps muscle on the left with hip and k nee pain, new onset seizure most likely drug induced, and noncompliance with medical care.

On June 3, 2013, Claimant was assessed by due to complaints of high anxiety, social anxi ety, difficulty focusing, depressed mood, and difficulty completing tasks or work. He reported that he was independent with respect to the activities of daily living but experienced pain in his knee, back, neck and sometimes hands. He reported having injured himsel f a year ago doing "drunkin' gymnastics" causing injury to his neck and spine, which causes pain and numbness in his hands and arms. He reported substance abuse depe ndence with alcohol, and a long history of substance abuse and use. His mental st atus was observed as logical thought and logical but rapid speech. His mood was anxious but cooperative with appropriate affect. Claimant was diagnosed with major depressive dis order, recurrent, impulse-control disorder, not otherwise specified, and alc ohol dependence, early full remission. His current Global Assessment Functioning was 60.

On June 6, 2013, a CT pelvis with IV and p.o. contrast showed no abnormality.

On December 17, 2013, Claimant was seen by Dr. where with the second with the second second with the second second

diagnosed with bipolar disorder and history of polys ubstance abuse and continued on Neurontin and prescribed Vivance, which is used for different types of ADD.

On January 27, 2014, Dr. **Constant of Constant and Second Completed a mental residual function capacity** report, apparently bas ed on his last examination of Claimant on December 17, 2013. In the report, Dr. **Constant and remember detailed instructions**, carry out detailed instructions, maintain attention and concentration for extended periods, and perform activities within a schedule, maintain regular attendance, and be punctual within customary tolerances. Dr. **Constant and that Claimant's prognosis was fair, and that he was complian t with treatment**.

Claimant testified to the fo llowing symptoms and ab ilities: daily neck pain rendering it difficult to use his arms due to numbness and r equiring Claimant to lay down for a few hours each day; difficulty with authority and getting along with ot her people; unable to put too much weight on his left leg, causing him to almost fall down ev ery day. In his June 15, 2013 Activ ities of Daily Living questionnaire, Claimant reported that he prepares his own meals and works as a team with his girlfriend in meal preparation. He reported that he does laundry and vacuuming and some grocery shopping. He reported that he exercises three times a week, for one hour at a time, and he socializes daily with his mother and with other family and friends once or twice a week. He further reported that he attends AA meetings twice a week.

As previously noted, Claimant bears the burden to pr esent sufficient objec tive medical evidence to substantiate the alleged disab ling impair ment(s). As summarized abov e, Claimant has present ed some m edical evidence establishing that he does have s ome physical a nd mental limitations on his a bility to perform basic work activities. The medical evidence has established that Cla imant has an impair ment, or combination thereof, that has more than a *de minimis* effect on the Claimant's basic work activities. Further, the impairments have la sted, or are expected to la st, continuously for a period of twelve months or longer; t herefore, Claimant is not disqua lified 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 Claimant's impairment, or combination of impairments, is listed in Appendix 1 of Subpart P of 20 CFR, Part 404.

In this case, the objective medical record sestablish treatment/d iagnoses of bipolar disorder, polysubstance dependence (early full remission), neck pain, left leg pain, and seizures. However, the objective medical findings do not support Claimant's testimony regarding the extent or severity of his mental and phy sical impairments or the marked limitations suggested by Claimant's physician, Dr. To be sure, the medical records indic ate that Claimant was employed as a handyman as recently as

January 2013 and that he believ ed his efforts to find employment were hindered by his felony record. Likewise, t he medical records indicate that Dr. saw Claiman t only once – on December 17, 2013 – at which time, he noted that the Neurontin had been very effective in reducing Claimant 's back pain and sm oothing out his mood swings. Moreover, in the completed by Dr. on January 27, 2014, apparently without a simultaneous evaluation of Claimant, noted that Claimant was compliant with treatment, contrary to Claimant's Dr. medical history, which is replete with reference to Claimant's noncompliance with treatment. Based on the foregoing, it is found that the Claimant's impairment does not meet the intent and severity requirement of a listed impairment; therefore, Claimant cannot be found disabled at Step 3. Acc ordingly, Claim ant'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 em ployment. 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 lear n the position. 20 CF R 416.960(b)(1). Vocational fact ors of age, education, and work experience, and whet her 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 r elated 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, heavy, 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 j ob 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 r equired 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 lves 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 indiv idual 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 additionally limiting factors such as loss of fin е 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 object s weighing up to 50 pounds. 20 CFR 416.967(d). A n individual capable of heavy work is also c apable 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 capable 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 requirements, i.e. sitting, standing, walk ing, lifting, strength demands (exertional carrying, pushing, or pulling) are consider ed non-exertional. 20 CFR 416.969a(a). In considering whether an individual can perform past relevant work, there must be a comparison of the individual 's residual functional capacity with the demands of past *Id.* If an individual can no longer do past relevant work relevant work. the same residual functional capacity assessment along with an individual's age, education, and work experience is considered to determine w hether an individual can adjust to other work which exists in the national economy. Id. Examples of non-ex ertional limitations or restrictions include difficulty func tion 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 certain work setti ngs (i.e. 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, crawlin g, or crouchin q. 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.

In the pres ent case, Claimant has a less t han gainful empl oyment history consisting primarily of manual labor jobs. In light of Claimant's test imony, and in con sideration of the Occupational Code, Claimant's prior work is classified as unskilled, medium work. In consider ation of the Claim ant's testimony, medical records, and current limitations, Claimant cannot be found ab le to return to past relevant work. 20 CFR 416.920(e). Accordingly, Step 5 of the sequential analysis is required.

In Step 5, an assessment of the individua l's residual functional capac ity and age, education, and wor k experience would be considered to determine whether an adjustment to other work could be made. 20 CFR 416.920(4)(v). At the time of hearing, Claimant was 37 years old thus considered a younger individual for MA-P purposes. Claimant is a high school graduate. Disability is found if an individual is unable to adjust to other work. *Id.* At this point in the analysis, the burden shifts from the Claimant to

the Department to present pr oof that the Claimant has t he residual capacity to substantial gainful employ ment. 20 CFR 416.960(2); Richardson v Sec of H ealth and Human Services, 735 F2d 962, 964 (CA 6, 1984). While a vocational expert is no t required, a finding supported by substantial evidence that the individual has th е vocational qualifications to perform specif ic jobs is needed to meet the burden. O'Banner v Sec of Health and Human Services , 587 F2d 321, 323 (CA 6, 1978). Medical-Vocational 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).

In this case, based on the objective findings, it is found that the Claimant maintains the residual functional capacity for work activities on a regular and continuing basis to meet the physical and mental demands required to perform at least unskilled sedentary work as defined in 20 CFR 416.967( a). After review of the entire record finding n o contradiction with any non-exer tional impairment, and in c onsideration of Cla imant's age, education, work experience, RFC, and using the Medical-Vocational Guidelines [20 CFR 404, Subpart P, Appendix II] as a guide, specifically Rules 202.20 through 202.22, Claimant would be found not disabled at Step 5.

In this cas e, Claimant is found **not disabled** for purposes of the MA-P program; therefore, he is found **not disabled** for purposes of SDA benefit program.

# **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 and SDA benefit programs.

Accordingly, It is ORDERED:

The Department's determination is AFFIRMED.

Administrative Law Judge For Maura Corrigan, Director Department of Human Services

Date Signed: February 20, 2014

Date Mailed: February 20, 2014

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 date of the Decision and Order of Rec onsideration or Rehearing Decision.

Michigan Administrative Hearing System (MAHS) may order a rehearing or reconsideration on either its own motion or at the request of a p arty within 30 days of the mailing date of this De cision 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 decision 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

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