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

### IN THE MATTER OF:



Reg. No.: 2014-7734

Issue No.: 2009

Case No.: Hearing Date:

October 12, 2012

County: Gratiot

ADMINISTRATIVE LAW JUDGE: Vicki L. Armstrong

# **HEARING DECISION**

Following Claimant's request 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 CFR 205.10. After due notice, an in- person hearing was commenced on February 4, 2014, at the Gratiot County DHS office. Claimant, represented by personally appeared and testified. Participants on behalf of the Department of Human Services (Department) included Lead Worker

# **ISSUE**

Whether the Department properly denied Claimant's Medical Assistanc e (MA) and Retro-MA application?

## 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 October 24, 2012, Claimant filed an application for MA/Retro-MA benefits alleging disability.
- On July 29, 2013, t he Medic al Re view T eam (MRT) denied Claimant's application for MA/Retro -MA indicating Claimant was capable of other work. (Depart Ex. A, pp 12-13).
- 3. On August 2, 2013, the department ca seworker sent Claimant notice that his application for MA/Retro-MA had been denied.
- 4. On October 23, 2013, Claimant filed a request for a hearing to contest the department's negative action.
- 5. On Januar y 3, 2013, the State Hearing Review T eam (SHRT) found Claimant was not disabled and retained the capacity to perform light work. (Depart Ex. B, pp 1-2).

- 6. Claimant had applied for Social Security disability benefits at the time of the hearing.
- 7. Claimant is a 50 year old man whose birthday is Claimant is 6'4" tall and weighs 256 lbs.



- 8. Claimant does not have an alc ohol or drug history. Claimant smokes a pack of cigarettes a day.
- 9. Claimant has a driver's license and is able to drive.
- 10. Claimant has a ninth grade education through special education. He is unable to read, write or do basic math.
- 11. Claimant is not currently working. Claimant last worked in 2012.
- 12. Claimant alleges disability on t he basis of ST elevation m yocardial infarction, status post percutaneous cor onary intervention to the RCA with a bare metal stent x2, status pos temergent coronary artery bypass grafting x3, left ventricle angiography shows inferior posterior hypokines is with an ejection fraction of 45%, uncontrolled diabetes, hypertension, hyperlipidemia, obstructive sleep apnea, restless leg syndrome, coronary artery disease status post coronary artery bypass grafting in 2012, and depression.
- 13. Claimant's impairments have lasted, or are expected to last, continuous ly for a period of twelve months or longer.
- 14. Claimant's complaints and allegations concer ning his impairm ents and limitations, when considered in light of all objective medical evidence, as well as the record as a whole, reflect an individual who is so impaired as to be incapable of engaging in any substantial gainful a ctivity on a regular and continuing basis.

## **CONCLUSIONS OF LAW**

The Medical Assistance (MA) program is estab lished by Title XIX of the Social Sec urity Act and is implemented by Title 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 (RFT).

In order to receive MA benefits based upon disa bility or blindness, claimant must be disabled or blind as defined in T itle XVI of the Social Security Act (20 CFR 416.901). DHS, being authorized to make such disability determinations, utilizes the SSI definition of disability when making medical decisions on MA applications. MA-P (disability), also is known as Medicaid, which is a program designated to help public assistance

claimants pay their medical expenses. Mi chigan administers the federal Medicaid program. In assessing eligibility, Michigan utilizes the federal regulations.

Relevant federal guidelines provide in pertinent part:

"Disability" is:

... the inability to do any subs tantial gainful activ ity by reason of any medically dete rminable physical or mental impairment which c an be expect ed to result in death or which has lasted or can be expect ted to last for a continuous period of not less than 12 months. 20 CFR 416.905.

The federal regulations require that several considerations be analyzed in shequential order:

... We follow a set order to determine whether you are disabled. We review any current work activity, the severity of your impairment(s), your residual functional capacity, your past work, and your age, education 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 CF R 416.920.

The regulations require that if disability can be ruled out at any step, analysis of the next step is not required. These steps are:

- 1. If you are working and the work you are doing is substantial gainful activity, we will find that you are not dis abled regardless of your medical condition or your age, education, and work experienc e. 20 CFR 416.920(b). If no, the analysis continues to Step 2.
- 2. Does the client have a severe impairment that has lasted or is expected to last 12 months or more or result in deat h? If no, the client is ineligible for MA. If yes, the analysis continues to Step 3. 20 CFR 416.909(c).
- 3. Does the impairment appear on a special Listing of Impairments or are the clie nt's symptoms, signs, and laboratory findings at least equivalent in severity to the set of medical findings a specified for the listed impairment that meets the duration requirement? If no, the analysis continues to Step 4. If yes, MA is approved. 20 CFR 416.920(d).
- 4. Can the client do the former work that he/she performed within the last 15 years? If yes, the client is ineligible for MA.

If no, the analys is continues to Step 5. Sections 200.00-204.00(f)?

5. Does the client hav e the Residual Func tional Capacity (RFC) to perform other work according to the guidelines set forth at 20 CFR 404, Subpart P, Appendix 2, Sections 200.00-204.00? This step consider s the residual functional capacity, age, education, and past work experience to see if the client can do other work. If yes, the analysis ends and the client is ineligible for MA. If no, MA is a pproved. 20 CFR 416.920(g).

At application Claimant has the burden of proof pursuant to:

... You must provide medical evidence showing that you have an im pairment(s) and how seve re it is during the time you say that you are disabled. 20 CFR 416.912(c).

Federal regulations are very specific regarding the type of medical evidence required by claimant to establish statutory disability. The regulations essentially require laboratory or clinical medical reports that corroborate claimant's claims or claimant's physicians' statements regarding disability. These regulations state in part:

Medical reports should include --

- (1) Medical history.
- (2) Clinical findings (such as the results of physical or mental status examinations);
- (3) Laboratory findings (such as ultrasounds, X-rays);
- (4) Diagnosis (statement of di sease or injury based on its signs and symptoms). 20 CFR 416.913(b).

Statements about your pain or other symptoms will not al one establish that you are disabled; there must be medical signs and laboratory findings which show that you have a medical impairment. 20 CFR 416.929(a). The medical evidence must be complete and detailed enough to allow us to make a determination about whether you are disabled or blind. 20 CFR 416.913(d).

Information from other sources may also help us to understand how your impairment(s) affects your ability to work. 20 CFR 416.913( e). You can only be found dis abled if you are unable to do any substantial 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. See 20 CF R 416.905. Your impairment must result from anatomical, physiologic al, or

psychological abnormalities which are demons trable by medically acc eptable clinical and laboratory diagnostic techniques. 20 CFR 416.927(a)(1).

Applying the sequential analys is herein, Claimant is not ine ligible at the first step as Claimant is not currently working. 20 CFR 416.920(b). The analysis continues.

The second step of the analysis looks at a two-fold assessment of duration and severity. 20 CFR 416.920(c). This second step is a *de min imus* standard. Ruling a ny ambiguities in Claimant's favor, this Administrative Law Judge (ALJ) finds that Claimant meets both. The analysis continues.

The third step of the analysis looks at whether an individual meets or equals one of the Listings of Impairments. 20 CFR 416.920(d). Claimant does not. The analys is continues.

The fourth step of the analysis looks at the ability of the applicant to return to past relevant work. This step examines the physical and mental demands of the work done by Claimant in the past. 20 CFR 416.920(f). In this case, Claimant has a history of less than gainful employment. As such, there is no past work for Claimant to perform, nor are there past work skills to transfer to other work occupations. Accordingly, Step 5 of the sequential analysis is required.

The fifth and final step of the analysis applie s the biographical data of the applic ant to the Medical Vocational Grids to determine the residual functional capacity of the applicant to do other work. 20 CFR 416.920(g). See *Felton v DSS* 161 Mich. App 690, 696 (1987). Once Claimant reaches Step 5 in the sequential review process, Claimant has already established a *prima facie* case of disability. *Richardson v Secretary of Health and Hum an Services*, 735 F2d 962 (6 th Cir, 1984). At that point, the burden of proof is on the state to prove by substant ial evidence that Claim ant has the residual functional capacity for substantial gainful activity.

The medical information indicates that Claimant suffers from ST elevation myocardial infarction, status post percutaneous coronary intervention to the RCA with a bare metal stent x2, status post emergent coronary are tery bypass grafting x3, left ventricle angiography shows inferior posterior hypokinesis with an ejection fraction of 45%, uncontrolled diabetes, hypertension, hyperlipidemia, obstructive sleep apnea, restless leg syndrome, coronary artery disease stat us post coronary artery bypass grafting in 2012, and depression.

Claimant testified cre dibly t hat he has limited tolerance fo r physical activ ities and is unable to walk or stand for lengthy periods of time. He feels worse since the stents. He has had memory problems since his first heart attack in 2012. He was started on insulin in September, 2013, but cannot a fford the medication or test strips. He has frequent urination and bowel incontinence e since September, 2013. He s uffers from insomnia. He has infected sores on both feet. He has fatigue, shortness of breath and appear s resigned to his fate.

After careful review o f Claimant's medical records and the Administrative Law Judge's personal interaction with Claimant at the hearing, this Administrative Law Judge find s that Claim ant's exertional and non-exertional impairment s render Claimant unable to engage in a full range of even sedentary work activities on a regular and continuing basis. 20 CFR 404, Subpart P. Appendix 11, Section 201.00(h). See Social Securit y Ruling 83-10; Wilson v Heckler, 743 F2d 216 (1986). Bas ed on Claimant's vocational profile (approaching advance age, Claimant is 50, has a ninth grade education through special education, is illiterate and has an unskilled work history), this Administrative Law Judge finds Claimant 's MA/Retro-MA benefit s are approved using Vocat ional Rule 202.09 as a guide. Consequently, the department's denial of his October 24, 2012, MA/Retro-MA application cannot be upheld.

# **DECISION AND ORDER**

The Administrative Law Judge, based upon the above findings of fact and conclusion sof law, decides the department erred in determining Claimant is not currently disabled for MA/Retro-MA and SDA eligibility purposes.

Accordingly, the department's decision is **REVERSED**, and it is ORDERED that:

- 1. The department shall process Claimant's October 24, 2012, MA/Retro-MA application, and shall award him all the benefits he may be entitled to receive, as long as he meets the remaining financ ial and non-financial eligibility factors.
- 2. The department shall rev iew Claimant's medica I cond ition for improvement in February, 2015, unless his Social Security Administration disability status is approved by that time.
- 3. The department shall obtain updated medical evidence from Claimant's treating physicians, physical therapists, pain clinic notes, etc. regarding his continued treatment, progress and prognosis at review.

It is SO ORDERED.

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

Date Signed: February 7, 2014

Date Mailed: February 7, 2014

**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 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 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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CC: