#### STATE OF MICHIGAN

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

IN THE MATTER OF:

Reg. No: 2014-4655

Issue No: 2009

Case No:

Hearing Date:

February 25, 2014

County: Saginaw

ADMINISTRATIVE LAW JUDGE: William A. Sundquist

## **HEARING DECISION**

Following Claimant's request for a hearing, this matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and 400.37; 42 CFR 431.200 to 431.250; and 45 CFR 205.10. After due notice, an In Person hearing was held on February 25, 2014, from Saginaw County, Michigan. Participants on behalf of Claimant included of Participants on behalf of the Department of Human Services (Department) included

## <u>ISSUE</u>

Was disability, as defined below, medically established?

## FINDINGS OF FACT

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

- Claimant applied for MA-P (and three months retro) on April 4, 2013, was denied on July 8, 2013 per BEM 260 and requested a hearing on October 4, 2013.
- 2. Vocational factors: Age 49, 12th grade education, and unskilled/semiskilled work experience.
- Last employment ended in August 2009.
- Disabling symptoms: able to follow simple instructions, thoughts of suicide, and depression; chronic back pain radiating down right leg to foot; severe chronic knee pain and crackling/grinding sensation; intermittent light headedness.
- 5. Alleged disabling medical disorder(s): multiple mental/physical disorders (DHS exhibit A, page 177).

- 6. On April 15, 2014 SHRT approved Medicaid on September 2, 2013, and forward, and denied prior to September 2, 2013, (January 1, 2013 to September 2, 2013).
- 7. Medical evidence of record established a non-severe mental/physical impairment in combination for the retro period January 1, 2013 to September 2, 2013.

# **CONCLUSIONS OF LAW**

The Medical Assistance (MA) program is established by Title XIX of the Social Security Act and is implemented by Title 42 of the Code 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).

# "Disability" is:

...the inability 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.... 20 CFR 416.905.

...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 CFR 416.920.

When determining disability, the federal regulations are used as a guideline and require that several considerations be analyzed in sequential order. If disability can be ruled out at any step, analysis of the next step is <u>not</u> required. These steps are:

- 1. Does the client perform Substantial Gainful Activity (SGA)? If yes, the client is ineligible for MA. If no, the analysis continues to Step 2. 20 CFR 416.920(b).
- 2. Does the client have a severe impairment that has lasted or is expected to last 12 months or more or result in death? If no, the client is ineligible for MA. If yes, the analysis continues to Step 3. 20 CFR 416.920(c).

- 3. Does the impairment appear on a special listing of impairments or are the client's symptoms, signs, and laboratory findings at least equivalent in severity to the set of medical findings specified for the listed impairment? If no, the analysis continues to Step 4. If yes, MA is approved. 20 CFR 416.290(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 analysis continues to Step 5. 20 CFR 416.920(e).
- 5. Does the client have the Residual Functional 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? If yes, the analysis ends and the client is ineligible for MA. If no, MA is approved. 20 CFR 416.920(f).

The claimant had the burden of proof to establish disability in accordance with steps 1-4 above... 20CFR 416.912 (a). The burden of proof shifts to the DHS at Step 5... 20CFR 416.960 (c)(2).

[In reviewing your impairment]...We need reports about your impairments from acceptable medical sources.... 20 CFR 416.913(a).

Acceptable medical verification sources are licensed physicians, osteopaths, or certified psychologists ...20CFR 416.913(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).

It must allow us to determine --

- (1) The nature and limiting effects of your impairment(s) for any period in question;
- (2) The probable duration of your impairment; and
- (3) Your residual functional capacity to do work-related physical and mental activities. 20 CFR 416.913(d).

# Step 1

...If you are working and the work you are doing is substantial gainful activity, we will find that you are not disabled regardless of your medical condition or your age, education, and work experience. 20 CFR 416.920(b).

The evidence of record established that the claimant has not engaged in substantial gainful activity since August 2009. Therefore, the sequential evaluation is required to continue to the next step.

# Step 2

... [The record must show a severe impairment] which significantly limits your physical or mental ability to do basic work activities.... 20 CFR 416.920(c).

**Basic work activities.** When we talk about basic work activities, we mean the abilities and aptitudes necessary to do most jobs. Examples of these 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;
- 4. Use of judgment;
- 5. Responding appropriately to supervision, co-workers and usual work situations; and
- 6. Dealing with changes in a routine work setting. 20 CFR 416.921(b).

**Non-severe impairment(s)**. An impairment or combination of impairments is not severe if it does not significantly limit your physical or mental ability to do basic work activities. 20 CFR 416.921(a).

...If you do not have any impairment or combination of impairments which significantly limits your physical or mental ability to do basic work activities, we will find that you do not have a severe impairment and are, therefore, not disabled. We will not consider your age, education, and work experience. 20 CFR 416.920(c).

The medical reports of record are mostly examination, diagnostic, treatment and progress reports. They do not provide medical assessments of Claimant's basic work limitations for the required duration. Stated differently, the medical reports do not establish whether the Claimant is impaired minimally, mildly, moderately (non-severe impairment, as defined above) or severely, as defined above for a one year continuous duration.

Medical report of exam on April 8, 2013, states the claimant has mild paracentral disc herniation at level – L5-S1 which is slightly causing compression of the S1 and L5 nerve root on the right side; and that he has slight asymmetry of disc herniation at L4 - L5 on the left side causing minimal left nerve root; that he has normal limits without any evidence for disc herniation at L3 - L4 (claimant Exhibit 1, page 8).

Medical exam on April 18, 2013, states the claimant has no neck pain, no joint pain, and no back pain; that he has a normal range of motion of the neck; that his back appears normal; that his extremities appear normal; that his motor exam was normal; that his sensory exam was normal; that cranial nerves two through 12 are grossly intact; that he appears somewhat confused and appears to be intoxicated; (DHS exhibit A, pages 21 and 22).

Medical exam on July 2, 2013, states the claimant's judgment is appropriate, orientation is times three; that thinking is organized; that memory is appropriate; and that he had a GAF score of 30 (claimant Exhibit 1, page 3).

A GAF score of 30 is considered a severe mental impairment with occupational functioning. DSM-IV (4<sup>th</sup> edition-Revised).

The claimants disabling symptoms (Findings of Fact #4) are inconsistent with the objective medical evidence of record...Your symptoms, including pain, will be determined to diminish your capacity for basic work activities...to the extent that your alleged functional limitations and restrictions due to symptoms, such as pain, can reasonably be accepted as consistent with the objective medical evidence and other evidence. 20 CFR 416.929(c)(4).

...Statements about your pain or other symptoms will not alone establish that you are disabled; must be medical signs and laboratory findings which show that you have a medical impairment.... 20 CFR 416.929(a).

...A statement by a medical source that you are "disabled" or "unable to work" does not mean that we will determine that you are disabled. 20 CFR 416.927(e).

The medical evidence of record has not established the Claimant's abnormal mental/physical findings have persisted on a regular and continuing basis on repeated examinations for a reasonable presumption to be made that a severe mental/physical impairment has lasted or is expected to last for at least a one year continuous duration.

The medical reports show that Claimant's examinations were within normal limitations; that his impairments were minimal to moderate (not severe); and that his condition is stable (not deteriorating).

The Claimant has not sustained his burden of proof to establish a severe physical/mental impairment in combination, instead of a non-severe impairment, for the required retro period from January 1, 2013 to September 2, 2013.

Therefore, the sequential evaluation is required to stop at Step 2 for the retro period above.

Therefore, medical disability has not been established at Step 2 by the competent, material and substantial evidence on the whole record for the retro period above

# **DECISION AND ORDER**

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides disability was not medically established for the retro period January 1, 2013 through September 1, 2013 and approved by SHRT on September 2, 2013 and forward.

Accordingly, MA-P denial for the above retro period is **UPHELD** and approval by SHRT effective September 2, 2013 is so ORDERED.

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

William A Sundquest

Date Signed: 04/25/2014

Date Mailed: 04/25/2014

**NOTICE OF APPEAL:** The claimant may appeal the Decision and Order to Circuit Court within 30 days of the receipt of the Decision and Order or, if 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 System (MAHS) may order a rehearing 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 decision 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 original hearing that could affect the outcome of the original hearing decision;

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- 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 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/sw

cc: