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

#### IN THE MATTER OF:



Reg. No.: 14-012303 Issue No.: 4009

Case No.: Hearing Date:

November 6, 2014

County: SANILAC

ADMINISTRATIVE LAW JUDGE: Aaron McClintic

# **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, a telephone hearing was held on November 6, 2014, from Lansing, Michigan. Participants on behalf of Claimant included Claimant and witnesses and participants on behalf of the Department of Human Services (Department) included

# <u>ISSUE</u>

Whether the Department properly determined that Claimant was not disabled for purposes of the State Disability Assistance (SDA) benefit program?

#### FINDINGS OF FACT

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

- 1. Claimant applied for SDA on June 30, 2014.
- The Medical Review Team denied the application on August 28, 2013.
- 3. Claimant filed a request for hearing on September 25, 2014, regarding the SDA denial.
- 4. A telephone hearing was held on November 6, 2014.
- 5. Claimant is 5' 0" tall and weighs 240 pounds.
- 6. Claimant is years of age.

- 7. Claimant's impairments have been medically diagnosed as clinically isolation syndrome, depression, anxiety, ADHD, arthritis, fibromyalgia, asthma and sleep apnea.
- 8. Claimant has the following symptoms: pain, fatigue, shortness of breath, insomnia, memory and concentration problems, crying spells, suicide attempts and paranoia.
- 9. Claimant completed high school and some college.
- 10. Claimant is able to read, write, and perform basic math skills.
- 11. Claimant is not working. Claimant last worked in 2005 as a drywall sander.
- 12. Claimant lives with a friend.
- 13. Claimant testified that she cannot perform some household chores.
- 14. Claimant takes the following prescribed medications:
  - a. Wellbutrin
  - b. Concerta
  - c. Valium
  - d. Norco
  - e. Ultram
  - f. Naproxen
  - g. Ventolin
- 15. Claimant testified to the following physical limitations:

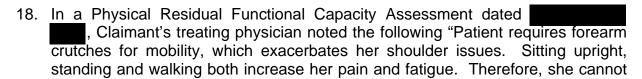
i. Sitting: 15 minutesii. Standing: 5 minutes

iii. Walking: 15-20 feetiv. Bend/stoop: some difficulty

iv. Bend/stoop: s v. Lifting: 5 lbs.

vi. Grip/grasp: no limitations

- 16. Claimant testified to experiencing pain at a high level of 10 on an everyday basis with some pain always present at a low level of 5.
- 17. In a Mental Residual Functional Capacity Assessment dated , Claimant was found to have a GAF score of 45 and prognosis of "poor".



perform her past construction jobs, nor sit for a job every 6-8 hours a day. Her limited memory makes it difficult for her to learn and continually remember things."

- 19. In Claimant was found to have a GAF score of 50.
- 20. In \_\_\_\_\_, Claimant's treating physician provided the following statement: "Patient under my care of CIS. She should not work, exercise do chores until sees me next."
- 21. Claimant's treating counselor, provided and assessment dated , which stated the following: "Maintaining any type of employment is not realistic now or in the future."

### **CONCLUSIONS OF LAW**

Department policies are contained in the Department of Human Services Bridges Administrative Manual (BAM), Department of Human Services Bridges Eligibility Manual (BEM), and Department of Human Services Reference Tables Manual (RFT).

The State Disability Assistance (SDA) program, which provides financial assistance for disabled persons, was established by 2004 PA 344. The Department administers the SDA program pursuant to 42 CFR 435, MCL 400.10 *et seq.* and Mich Admin Code, Rules 400.3151 – 400.3180. A person is considered disabled for SDA purposes if the person has a physical or mental impariment which meets federal Supplemental Security Income (SSI) disability standards for at least ninety days. Receipt of SSI benefits based on disability or blindness, or the receipt of MA benefits based on disability or blindness, automatically qualifies an individual as disabled for purposes of the SDA program.

Pursuant to Federal Rule 42 CFR 435.540, the Department uses the Federal Supplemental Security Income (SSI) policy in determining eligibility for disability under the MA-P program. Under SSI, disability is defined as:

...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.

Federal regulations require that the Department use the same operative definition for "disabled" as used for Supplemental Security Income (SSI) under Title XVI of the Social Security Act. 42 CFR 435.540(a).

#### "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.

In determining whether an individual is disabled, 20 CFR 416.920 requires the trier of fact to follow a sequential evaluation process by which current work activity, the severity of the impairment(s), residual functional capacity, and vocational factors (i.e., age, education, and work experience) are assessed in that order. When a determination that an individual is, or is not, disabled can be made at any step in the sequential evaluation, evaluation under a subsequent step is not necessary.

First, the trier of fact must determine if the individual is working and if the work is substantial gainful activity. 20 CFR 416.920(b). In this case, the Claimant is not working. Therefore, the Claimant is not disqualified at this step in the evaluation.

The second step to be determined in considering whether the Claimant is considered disabled is the severity of the impairment. In order to qualify the impairment must be considered severe, which is defined as an impairment which significantly limits an individual's physical or mental ability to perform basic work activities. Examples of these include:

- 1. Physical functions such as walking, standing, sitting, lifting, pushing, 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).

In this case, the Claimant's medical evidence of record supports a finding that Claimant has significant physical and mental limitations upon Claimant's ability to perform basic work activities such as walking, standing, sitting, lifting, pushing, pulling, reaching, carrying, or handling. Medical evidence has clearly established that the Claimant has an impairment (or combination of impairments) that has more than a minimal effect on the Claimant's work activities. See Social Security Rulings: 85-28, 88-13, and 82-63.

In this case, this Administrative Law Judge finds that Claimant may be considered presently disabled at the third step. Claimant meets listing 12.04 or its equivalent. The testimony of Claimant's treating therapist supports this position. This Administrative Law Judge will not continue through the remaining steps of the assessment. Claimant's testimony and the medical documentation support the finding that Claimant meets the requirements of the listing. Claimant has other significant health problems that were not

fully addressed in this decision because Claimant is found to meet a listing for a different impairment.

Therefore, Claimant is found to be disabled.

# **DECISION AND ORDER**

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides that Claimant is medically disabled as of June 2014.

Accordingly, the Department's decision is hereby **REVERSED** and the Department is ORDERED to:

- 1. Initiate a review of the application for SDA dated June 30, 2014, if not done previously, to determine Claimant's non-medical eligibility.
- 2. The Department shall inform Claimant of the determination in writing. A review of this case shall be set for December 2015.

Am Michael Aaron McClintic

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

Date Signed: 12/3/2014

Date Mailed: 12/3/2014

AM/jaf

**NOTICE OF APPEAL:** A party may appeal this Hearing Decision in the circuit court in the county in which he/she resides, or the circuit court in Ingham County, within 30 days of the receipt date.

A party may request a rehearing or reconsideration of this Hearing Decision from the Michigan Administrative Hearing System (MAHS) within 30 days of the mailing date of this Hearing Decision, or MAHS <u>MAY</u> order a rehearing or reconsideration on its own motion.

MAHS <u>MAY</u> grant a party's Request for Rehearing or Reconsideration 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;

- 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 party requesting a rehearing or reconsideration 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 this Hearing Decision is mailed.

A written request may be faxed or mailed to MAHS. If submitted by fax, 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 48909-8139

