

FILED IN THE
U.S. DISTRICT COURT
EASTERN DISTRICT OF WASHINGTON

Sep 19, 2016

SEAN F. MCAVOY, CLERK

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2
3 UNITED STATES DISTRICT COURT
4 EASTERN DISTRICT OF WASHINGTON
5

6 JEFFREY BRIDGES,

7 Plaintiff,

8 v.
9

10 CAROLYN W. COLVIN,
11 Commissioner of Social Security,

12 Defendant.
13

No. 1:15-CV-03160-JTR

ORDER GRANTING PLAINTIFF'S
MOTION FOR SUMMARY
JUDGMENT

14 **BEFORE THE COURT** are cross-Motions for Summary Judgment. ECF
15 No. 16, 17. Attorney D. James Tree represents Jeff Bridges (Plaintiff); Special
16 Assistant United States Attorney L. Jamala Edwards represents the Commissioner
17 of Social Security (Defendant). The parties have consented to proceed before a
18 magistrate judge. ECF No. 22. After reviewing the administrative record and
19 briefs filed by the parties, the Court **GRANTS, in part**, Plaintiff's Motion for
20 Summary Judgment; **DENIES** Defendants' Motion for Summary Judgment; and
21 **REMANDS** the matter to the Commissioner for additional proceedings pursuant to
22 42 U.S.C. § 405(g).

23 **JURISDICTION**

24 Plaintiff filed applications for Supplemental Security Income (SSI) and
25 Disability Insurance Benefits (DIB) on February 27, 2013, alleging disability since
26 May 10, 2012, due to type 1 diabetes, seizure disorder, kidney issues, depression,
27 anxiety, and high blood pressure. Tr. 209-221, 233, 236. The applications were
28 denied initially and upon reconsideration. Tr. 123-135, 137-154. Administrative

ORDER GRANTING PLAINTIFF'S MOTION . . . - 1

1 Law Judge (ALJ) Stephanie Martz held a hearing on July 23, 2014, and heard
2 testimony from Plaintiff and vocational expert Trevor Duncan. Tr. 31-67. The
3 ALJ issued an unfavorable decision on August 5, 2014. Tr. 15-25. The Appeals
4 Council denied review on July 8, 2015. Tr. 1-6. The ALJ's August 5, 2014,
5 decision became the final decision of the Commissioner, which is appealable to the
6 district court pursuant to 42 U.S.C. § 405(g). Plaintiff filed this action for judicial
7 review on September 8, 2015. ECF No. 1, 3.

8 **STATEMENT OF FACTS**

9 The facts of the case are set forth in the administrative hearing transcript, the
10 ALJ's decision, and the briefs of the parties. They are only briefly summarized
11 here.

12 Plaintiff was 39 years old at the alleged date of onset. Tr. 209. Plaintiff
13 completed his GED in 2004. Tr. 237. His work history includes the jobs of
14 banquet server, convenience store clerk, dishwasher, seafood worker at a deli, host,
15 and server. Tr. 38-39, 237. Plaintiff reported he stopped working as of May 10,
16 2012, because of his condition. Tr. 237.

17 **STANDARD OF REVIEW**

18 The ALJ is responsible for determining credibility, resolving conflicts in
19 medical testimony, and resolving ambiguities. *Andrews v. Shalala*, 53 F.3d 1035,
20 1039 (9th Cir. 1995). The Court reviews the ALJ's determinations of law de novo,
21 deferring to a reasonable interpretation of the statutes. *McNatt v. Apfel*, 201 F.3d
22 1084, 1087 (9th Cir. 2000). The decision of the ALJ may be reversed only if it is
23 not supported by substantial evidence or if it is based on legal error. *Tackett v.*
24 *Apfel*, 180 F.3d 1094, 1097 (9th Cir. 1999). Substantial evidence is defined as
25 being more than a mere scintilla, but less than a preponderance. *Id.* at 1098. Put
26 another way, substantial evidence is such relevant evidence as a reasonable mind
27 might accept as adequate to support a conclusion. *Richardson v. Perales*, 402
28 U.S. 389, 401 (1971). If the evidence is susceptible to more than one rational

1 interpretation, the court may not substitute its judgment for that of the ALJ.
2 Tackett, 180 F.3d at 1097. Nevertheless, a decision supported by substantial
3 evidence will be set aside if the proper legal standards were not applied in
4 weighing the evidence and making the decision. *Brawner v. Secretary of Health*
5 *and Human Services*, 839 F.2d 432, 433 (9th Cir. 1988). If substantial evidence
6 supports the administrative findings, or if conflicting evidence supports a finding
7 of either disability or non-disability, the ALJ's determination is conclusive.
8 *Sprague v. Bowen*, 812 F.2d 1226, 1229-1230 (9th Cir. 1987).

9 SEQUENTIAL EVALUATION PROCESS

10 The Commissioner has established a five-step sequential evaluation process
11 for determining whether a person is disabled. 20 C.F.R. §§ 404.1520(a),
12 416.920(a); see *Bowen v. Yuckert*, 482 U.S. 137, 140-142 (1987). In steps one
13 through four, the burden of proof rests upon the claimant to establish a prima facie
14 case of entitlement to disability benefits. *Tackett*, 180 F.3d at 1098-1099. This
15 burden is met once the claimant establishes that physical or mental impairments
16 prevent him from engaging in his previous occupations. 20 C.F.R. §§
17 404.1520(a)(4), 416.920(a)(4). If the claimant cannot do his past relevant work,
18 the ALJ proceeds to step five, and the burden shifts to the Commissioner to show
19 that (1) the claimant can make an adjustment to other work, and (2) specific jobs
20 exist in the national economy which the claimant can perform. *Batson v. Comm'r*
21 *of Soc. Sec. Admin.*, 359 F.3d 1190, 1193-1194 (2004). If the claimant cannot
22 make an adjustment to other work in the national economy, a finding of "disabled"
23 is made. 20 C.F.R. §§ 404.1520(a)(4)(v), 416.920(a)(4)(v).

24 ADMINISTRATIVE DECISION

25 On August 5, 2014, the ALJ issued a decision finding Plaintiff was not
26 disabled as defined in the Social Security Act.

27 At step one, the ALJ found Plaintiff had not engaged in substantial gainful
28 activity since May 10, 2012, the alleged onset date. Tr. 17.

1 At step two, the ALJ determined Plaintiff had the following severe
2 impairments: diabetes with nephritis and nephropathy, depression, anxiety
3 disorder, and personality disorder. Tr. 17.

4 At step three, the ALJ found Plaintiff did not have an impairment or
5 combination of impairments that met or medically equaled the severity of one of
6 the listed impairments. Tr. 18.

7 At step four, the ALJ assessed Plaintiff's residual function capacity as
8 follow:

9 [T]he claimant has the residual functional capacity to lift and carry 20
10 pounds occasionally and 10 pounds frequently. The claimant can sit
11 for about six hours and stand and/or walk about six hours in an eight-
12 hour day with regular breaks. He has unlimited ability to push/pull
13 within these exertional limits. The claimant has unlimited ability to
14 climb ramps and stairs but never climb ladders, ropes, or scaffolds. He
15 has unlimited ability to balance, stoop, kneel, crouch, and crawl. He
16 should avoid concentrated exposure to fumes, odors, dusts, gases, poor
17 ventilation, and hazards. He can understand, remember and carry out
18 simple, routine tasks with superficial contact with coworkers,
19 supervisors and the general public.

20 Tr. 20. The ALJ identified Plaintiff's past relevant work as banquet server, host,
21 and waiter and concluded that Plaintiff was not able to perform his past relevant
22 work. Tr. 24.

23 At step five, the ALJ determined that, considering Plaintiff's age, education,
24 work experience and residual functional capacity, and based on the testimony of
25 the vocational expert, there were other jobs that exist in significant numbers in the
26 national economy Plaintiff could perform, including the jobs of production
27 assembler, "cleaner, housekeeper," and hand packager. Tr. 25. The ALJ
28 concluded Plaintiff was not under a disability within the meaning of the Social
Security Act at any time from the alleged onset date, May 10, 2012, through the
ALJ's decision, August 5, 2014. Id.

1 inconsistent with the medical evidence stating that Plaintiff had not developed
2 retinopathy or neuropathy complications, that Plaintiff's only diabetic
3 hospitalization was when he was taking drugs, that his blood sugars ran high rather
4 than low, and that the longitudinal evidence showed Plaintiff's mood and affect
5 had generally been stable despite minimal mental health treatment. Tr. 21.
6 Plaintiff only challenges the ALJ's reliance on the lack of retinopathy or
7 neuropathy complications. ECF No. 16 at 14.

8 This reason for finding Plaintiff less than fully credible is not legally
9 sufficient. While it cannot serve as the sole reason for rejecting a claimant's
10 credibility, objective medical evidence is a "relevant factor in determining the
11 severity of the claimant's pain and its disabling effects." *Rollins v. Massanari*, 261
12 F.3d 853, 857 (9th Cir. 2001). Therefore, Plaintiff's failure to challenge all the
13 evidence supporting this reason is insufficient on its own to disturb the ALJ's
14 determination. Plaintiff did challenge the lack of retinopathy and neuropathy as
15 evidence of a lack of severity. ECF No. 16 at 14. As discussed below, retinopathy
16 and neuropathy are only two of several potential complications of diabetes. See 20
17 C.F.R. Part 404, Subpart P, App. 1 § 9.00. Plaintiff did not allege retinopathy or
18 neuropathy as impairments preventing work. Tr. 46, 236. The ALJ relied on only
19 two out of several possible complications of diabetes as an indicator of severity,
20 and substituted her medical judgement for a doctor's, which is impermissible. See
21 *Schmidt v. Sullivan*, 914 F.2d 117, 118 (7th Cir. 1990). Therefore, this falls short
22 of the specific, clear and convincing standard.

23 **2. Daily Activities**

24 The ALJ's second reason for finding Plaintiff less than fully credible, that
25 Plaintiff's activities cast doubt on his alleged limitations, is not a specific, clear,
26 and convincing reason to undermine Plaintiff's credibility.

27 A claimant's daily activities may support an adverse credibility finding if (1)
28 the claimant's activities contradict his other testimony, or (2) "the claimant is able

1 to spend a substantial part of his day engaged in pursuits involving performance of
2 physical functions that are transferable to a work setting.” *Orn v. Astrue*, 495 F.3d
3 625, 639 (9th Cir. 2007) (citing *Fair v. Bowen*, 885 F.2d 597, 603 (9th Cir. 1989)).
4 “The ALJ must make ‘specific findings relating to [the daily] activities’ and their
5 transferability to conclude that a claimant’s daily activities warrant an adverse
6 credibility determination.” *Id.* (quoting *Burch v. Barnhart*, 400 F.3d 676, 681 (9th
7 Cir. 2005)). A claimant need not be “utterly incapacitated” to be eligible for
8 benefits. *Fair*, 885 F.2d at 603.

9 Here, the ALJ found that Plaintiff’s activities of exercising regularly, going
10 fishing by himself, volunteering, and attending a weekly Wiccan group was
11 inconsistent with his reported limitations. Tr. 22. However, it is unclear how these
12 activities were inconsistent with the testimony the ALJ summarized earlier in the
13 opinion. Tr. 20. The ALJ did not address how these activities were inconsistent
14 with Plaintiff’s reported difficulties controlling his blood sugar levels, the number
15 of people these activities involved as inconsistent with Plaintiff’s discomfort
16 around people, or the rate at which Plaintiff was involved with these activities as
17 inconsistent with his reported fatigue. Therefore, this reason fails to meet the
18 specific, clear and convincing standard.

19 **3. Unemployment Benefits**

20 The ALJ’s third reason for rejecting Plaintiff’s credibility, that Plaintiff held
21 himself out as ready, willing, and able to work, by receiving unemployment
22 benefits, is not legally sufficient. The receipt of unemployment benefits can affect
23 a person’s claim for social security benefits, however, there must be evidence to
24 support that the claimant held himself out as ready, willing, and able to work full-
25 time. *Carmickle v. Comm’r, Soc. Sec. Admin.*, 533 F.3d 1155, 1161-1162 (9th Cir.
26 2008); see also Wash. Rev. Code § 50.20.119 (setting forth part-time work
27 exception for unemployment benefits). Here, there is no evidence whether
28 Plaintiff held himself out as available for part-time or fulltime work. See Tr. 53-

1 55. Therefore, this reason fails to meet the specific, clear and convincing standard.

2 Even though Plaintiff's briefing failed to address all the reasons the ALJ
3 provided for rejecting his symptom statements, the errors addressed above are
4 sufficient to justify that the case be remanded for the ALJ to make a new
5 determination in accord with S.S.R. 16-3p.

6 **B. Jeremiah Crank, M.D.**

7 Plaintiff challenges the weight given to Dr. Crank's opinion. ECF No. 16 at
8 7-12.

9 In weighing medical source opinions, the ALJ should distinguish between
10 three different types of physicians: (1) treating physicians, who actually treat the
11 claimant; (2) examining physicians, who examine but do not treat the claimant;
12 and, (3) nonexamining physicians who neither treat nor examine the claimant.
13 Lester, 81 F.3d at 830. The ALJ should give more weight to the opinion of a
14 treating physician than to the opinion of an examining physician. Orn, 495 F.3d at,
15 631. Likewise, the ALJ should give more weight to the opinion of an examining
16 physician than to the opinion of a nonexamining physician. Id.

17 When a treating physician's opinion is not contradicted by another
18 physician, the ALJ may reject the opinion only for "clear and convincing" reasons.
19 Baxter v. Sullivan, 923 F.2d 1391, 1396 (9th Cir. 1991). When a treating
20 physician's opinion is contradicted by another physician, the ALJ is only required
21 to provide "specific and legitimate reasons" for rejecting the opinion. Murray v.
22 Heckler, 722 F.2d 499, 502 (9th Cir. 1983). Likewise, when an examining
23 physician's opinion is not contradicted by another physician, the ALJ may reject
24 the opinion only for "clear and convincing" reasons, and when an examining
25 physician's opinion is contradicted by another physician, the ALJ is only required
26 to provide "specific and legitimate reasons" for rejecting the opinion. Lester, 81
27 F.2d at 830-831.

28 The specific and legitimate standard can be met by the ALJ setting out a

1 detailed and thorough summary of the facts and conflicting clinical evidence,
2 stating her interpretation thereof, and making findings. *Magallanes v. Bowen*, 881
3 F.2d 747, 751 (9th Cir. 1989). The ALJ is required to do more than offer her
4 conclusions, she “must set forth [her] interpretations and explain why they, rather
5 than the doctors’, are correct.” *Embrey v. Bowen*, 849 F.2d 418, 421-422 (9th Cir.
6 1988).

7 Dr. Crank examined Plaintiff on February 12, 2013, and completed a
8 Physical Functional Evaluation form for the Washington State Department of
9 Social and Health Services. Tr. 412-420. Dr. Crank stated that Plaintiff’s chief
10 complaints and reported symptoms were diabetes with multiple hospitalizations
11 due to diabetic ketoacidosis (2-3 episodes of diabetic ketoacidosis per year for ten
12 years), arrhythmias in the hospital, intensive care unit stays, and that the hospitalist
13 recommended a nuclear stress test. Tr. 412. He diagnosed Plaintiff with labile,
14 uncontrolled diabetes with frequent hypoglycemic episodes and occasional
15 hypoglycemic induced seizures which can occur unpredictably. Tr. 413. Dr.
16 Crank opined that Plaintiff was severely limited due to the inability to predict
17 hypoglycemic episodes and seizures. Tr. 414. Severely limited is defined as
18 “[u]nable to meet the demands of sedentary work.” *Id.* Dr. Crank stated that he
19 estimated the severe limitation would persist with available treatment for twelve
20 months. *Id.*

21 The ALJ gave this opinion, “little weight” because it was not well supported,
22 finding that (1) Plaintiff had not developed peripheral neuropathy, (2) he was still
23 able to exercise regularly and go fishing, (3) Plaintiff would be able to care for his
24 condition during regular breaks, (4) Plaintiff’s statements to Dr. Crank regarding
25 the frequency of his hospitalizations was unsupported by the record, and (5) Dr.
26 Crank’s finding of frequent hypoglycemic episodes was also unsupported by the
27 record. Tr. 23. Plaintiff alleges that the clear and convincing standard applies as
28 Dr. Crank’s opinion is uncontradicted. ECF No. 16 at 10.

1 The ALJ’s first reason for rejecting Dr. Crank’s opinion, that Plaintiff had
2 not developed peripheral neuropathy, is not legally sufficient. Plaintiff did not
3 allege that neuropathy was an impairment that limited his ability to work at
4 application or at the hearing. Tr. 46, 236. In her decision, the ALJ implied that
5 Plaintiff’s diabetes could not be as severe as he alleged because there was no
6 evidence of neuropathy. Tr. 21, 23. However, neuropathy is not the only
7 complication stemming from diabetes. Listing 9.00 Endocrine Disorders addresses
8 diabetes and its complications including (1) diabetic ketoacidosis, which can result
9 in cardiac arrhythmias, cerebral edema, and seizures, (2) chronic hyperglycemia,
10 which can lead to peripheral neurovascular disease, diabetic retinopathy, coronary
11 artery disease, peripheral vascular disease, diabetic gastroparesis, diabetic
12 nephropathy, poorly healing bacterial and fungal skin infections, cognitive
13 impairments, depression, anxiety, and diabetic peripheral and sensory
14 neuropathies, and (3) hypoglycemia, which can result in seizures, loss of
15 consciousness, altered mental status, and cognitive deficits. See 20 C.F.R. Part
16 404, Subpart P, App. 1 § 9.00. By the ALJ relying on a single complication of
17 diabetes as an indicator of severity, she was substituting her medical judgement for
18 a doctor’s, which is impermissible. See Schmidt, 914 F.2d at 118. Therefore, this
19 reason falls short of either the clear and convincing or the specific and legitimate
20 standards.

21 The ALJ’s second reason for rejecting Dr. Crank’s opinion, that he was still
22 able to exercise regularly and go fishing, is also not legally sufficient. A
23 claimant’s testimony about his daily activities may be seen as inconsistent with the
24 presence of a disabling condition. See Curry v. Sullivan, 925 F.2d 1127, 1130 (9th
25 Cir. 1990). In May of 2013, Plaintiff reported to Kirk D. Strosahl, Ph.D., that he
26 was exercising regularly and going fishing by himself on regular occasions. Tr.
27 604. In July of 2013, Plaintiff reported to Michael Aquilino, MHC, that he spent
28 his time walking the dog and fishing. Tr. 595. In January of 2014, Plaintiff

1 reported to Vicente Lopez, M.Ed., that he was leaving his house to exercise. Tr.
2 671. At the hearing, Plaintiff reported that he tried to exercise by going for walks
3 and he liked to go fishing at local lakes. Tr. 49. The ALJ found that going for
4 walks and going fishing was inconsistent with Dr. Crank's opinion. Tr. 23.
5 However, she did not state how these activities were inconsistent with Dr. Crank's
6 finding that Plaintiff was unable to meet the demands of sedentary work due to an
7 inability to predict hypoglycemic episodes and seizures. See Tr. 414. The ALJ is
8 required to do more than offer her conclusions, she "must set forth [her]
9 interpretations and explain why they, rather than the doctors', are correct."
10 Embrey, 849 F.2d at 421-422. Therefore, this reason fails to meet the lessor
11 standard of specific and legitimate.

12 The ALJ's third reason for rejecting Dr. Crank's opinion, that Plaintiff
13 would be able to take care of his condition during regular breaks, is not legally
14 sufficient. Again, a claimant's testimony about his daily activities may be seen as
15 inconsistent with the presence of a disabling condition. See Curry, 925 F.2d at
16 1130. At the hearing, Plaintiff testified that his current testing regimen was as
17 follows:

18 I'll test in the morning about 8:00, 9:00. I'll take my insulin and my
19 pills and all that, and I will eat. And then, about 11:00, noon, like that,
20 I'll do the same thing, I'll test and do my pills and my insulin-dependent
21 and all that, eat. And then I'll -- dinner's like about 5:00, 6:00, and
22 that's when I'll do my pills and my insulin again. And then, before I
23 go to bed, like before, like, 10:00, 11:00, I'll test again. And then I'll,
24 like, at 2:00 I'll test again.

24 Tr. 59. However, Dr. Crank's opinion was not that Plaintiff's testing regimen and
25 fatigue precluded work, but that Plaintiff's unpredictable hypoglycemic episodes
26 and seizures precluded work. See Tr. 414. The ALJ actually found Plaintiff
27 compliant with his medications, but that these episodes would occur regardless of
28 treatment. Tr. 414, 418. Therefore, the ALJ failed to assert how Plaintiff's

1 testimony was inconsistent with Dr. Crank’s opinion, which means this reason falls
2 short of the specific and legitimate standard. See Embrey, 849 F.2d at 421-422.

3 The ALJ’s forth reason for rejecting Dr. Crank’s opinion was that Plaintiff’s
4 statements to Dr. Crank regarding the frequency of his hospitalizations is
5 unsupported by the record. The ALJ may reject a medical opinion that is
6 inadequately supported by clinical findings, Thomas v. Barnhart, 278 F.3d 947,
7 957 (9th Cir. 2002), and she may reject an opinion that it relies heavily on a
8 claimant’s unreliable self-report, Ghanim v. Colvin, 763 F.3d 1154, 1162 (9th Cir.
9 2014). Plaintiff reported to Dr. Crank that he had required multiple
10 hospitalizations due to diabetic ketoacidosis at the rate of two to three times per
11 year for the last ten years. Tr. 412. However, the record only contained a single
12 hospitalization for diabetic ketoacidosis on December 28, 2013. Tr. 322-329.
13 Plaintiff reported to social security that he was seen “several” times at the
14 emergency room at Yakima Regional Medical Center in 2011 and 2012 for
15 seizures and diabetes and that these records were not gathered. Tr. 241-242. The
16 Case Development Sheet in the file shows that agency employees requested
17 records from Yakima Regional on March 19, 2013. Tr. 464. The request was for
18 all records from May of 2012 to March 19, 2013. Id. The request was returned to
19 the state agency on March 21, 2013, stating there were no medical records for the
20 requested time period. Tr. 464, 466-470. Considering the case is being remanded
21 for additional proceedings to address Plaintiff’s symptom statements, should
22 Plaintiff’s historical rate of hospitalization be a reason to support any of the ALJ’s
23 determinations, the outstanding records must be gathered and made a part of the
24 file before the evidence, or lack thereof, can be relied upon.

25 The ALJ’s fifth reason for rejecting Dr. Crank’s opinion, that Dr. Crank’s
26 finding of frequent, work-preclusive hypoglycemic episodes is also unsupported by
27 the record, is legally sufficient. Inconsistency with the majority of objective
28 evidence is a specific and legitimate reason for rejecting physician’s opinions.

1 Batson, 359 F.3d at 1195; see also Lester, 81 F.3d at 831 (the ALJ may give
2 weight to consulting opinions “only insofar as they are supported by evidence in
3 the case record.”). Dr. Crank stated that Plaintiff was unable to meet the demands
4 of sedentary work due to the inability to predict hypoglycemic episodes and
5 seizures and that this would last twelve months with available medical treatment.
6 Tr. 414. The record does not show a single seizure resulting from hypoglycemia.
7 The Court recognizes that in January of 2013, Plaintiff reported to Jhoe Dumlao,
8 M.D., that he experienced dizziness from hypoglycemia five times a week, but
9 described the hypoglycemic episodes as mild. Tr. 433. By March of 2013,
10 Plaintiff reported only two hypoglycemic episodes a week to Dr. Dumlao, but
11 again described them as mild. Tr. 519. The evidence failed to show how these
12 mild episodes would preclude work. Dr. Crank’s opinion of unpredictable
13 hypoglycemic episodes and seizures preventing work is not supported by the
14 record. Therefore, this meets the clear and convincing standard.

15 Considering the case is being remanded for the ALJ to address Plaintiff’s
16 symptom statements, three of the ALJ’s reasons for rejecting Dr. Crank, and
17 evidence is missing supporting a fourth reason the ALJ provided for rejecting the
18 opinion, Dr. Crank’s opinion is to be readdressed on remand.

19 **C. S.S.R. 14-1p**

20 Plaintiff challenges the ALJ’s refusal to apply S.S.R. 14-1p to Plaintiff’s
21 fatigue. ECF No. 16 at 14-15; ECF No. 19 at 2-3. The ALJ stated “[t]he
22 claimant’s representative argued that the claimant’s fatigue should be evaluated
23 under SSR 14-1p. However, the claimant has never been diagnosed with chronic
24 fatigue syndrome by an acceptable medical source and therefore the provisions of
25 SSR 14-1p do not apply.” Tr. 21. While all the parties discuss the ALJ’s refusal to
26 apply S.S.R. 14-1p as part of the credibility determination, the Court views it as a
27 separate issue. While the ALJ addressed it in the context of his credibility
28 determination, it does not appear to be a reason the ALJ rejects Plaintiff’s

1 credibility.

2 Social Security issued S.S.R. 14-1p to provide guidance on how to develop
3 evidence to establish that a claimant has a medically determinable impairment of
4 chronic fatigue syndrome and how the agency will evaluate chronic fatigue
5 syndrome in disability claims. See S.S.R. 14-1p. This S.S.R. specifically applies
6 to the impairment of chronic fatigue syndrome. *Id.* While Plaintiff’s counsel was
7 free to request the ALJ consider Plaintiff’s fatigue in an analogous way to that set
8 forth in the ruling, the ALJ did not error by finding that the S.S.R. was not
9 applicable where the condition was not an issue in the case. That being said, the
10 ALJ must form the residual functional determination considering symptoms from
11 all of Plaintiff’s impairments. See S.S.R. 96-8p. Upon remand, if the ALJ finds
12 Plaintiff’s reported symptoms of fatigue as consistent with the overall record, those
13 symptoms would need to be associated into the residual functional determination.
14 See S.S.R. 16-3p.

15 **REMEDY**

16 The decision whether to remand for further proceedings or reverse and
17 award benefits is within the discretion of the district court. *McAllister v. Sullivan*,
18 888 F.2d 599, 603 (9th Cir. 1989). An immediate award of benefits is appropriate
19 where “no useful purpose would be served by further administrative proceedings,
20 or where the record has been thoroughly developed,” *Varney v. Secretary of Health*
21 *& Human Servs.*, 859 F.2d 1396, 1399 (9th Cir. 1988), or when the delay caused
22 by remand would be “unduly burdensome,” *Terry v. Sullivan*, 903 F.2d 1273, 1280
23 (9th Cir. 1990); see also *Garrison v. Colvin*, 759 F.3d 995, 1021 (9th Cir. 2014)
24 (noting that a district court may abuse its discretion not to remand for benefits
25 when all of these conditions are met). This policy is based on the “need to
26 expedite disability claims.” *Varney*, 859 F.2d at 1401. But where there are
27 outstanding issues that must be resolved before a determination can be made, and it
28 is not clear from the record that the ALJ would be required to find a claimant

1 disabled if all the evidence were properly evaluated, remand is appropriate. See
2 Benecke v. Barnhart, 379 F.3d 587, 595-96 (9th Cir. 2004); Harman v. Apfel, 211
3 F.3d 1172, 1179-80 (9th Cir. 2000).

4 In this case, it is not clear from the record that the ALJ would be required to
5 find Plaintiff disabled if all the evidence were properly evaluated. Further
6 proceedings are necessary for the ALJ to determine Plaintiff's credibility regarding
7 his symptom reporting, address Dr. Crank's opinion, and make a new residual
8 functional capacity determination considering all Plaintiff's impairments.
9 Additionally, the ALJ will take testimony from a medical expert and vocational
10 expert upon remand.

11 CONCLUSION

12 Accordingly, **IT IS ORDERED:**

- 13 1. Defendant's Motion for Summary Judgment, **ECF No. 17**, is
14 **DENIED**.
- 15 2. Plaintiff's Motion for Summary Judgment, **ECF No. 16**, **GRANTED**,
16 **in part**, and the matter is **REMANDED** to the Commissioner for additional
17 proceedings consistent with this Order.
- 18 3. Application for attorney fees may be filed by separate motion.
- 19 The District Court Executive is directed to file this Order and provide a copy
20 to counsel for Plaintiff and Defendant. **Judgment shall be entered for Plaintiff**
21 **and the file shall be CLOSED.**

22 DATED September 19, 2016.

A handwritten signature in black ink, appearing to be "M" or "Rodgers".

JOHN T. RODGERS
UNITED STATES MAGISTRATE JUDGE