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6 IN THE UNITED STATES DISTRICT COURT
7 FOR THE DISTRICT OF ARIZONA
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9 Erin L. Schlink,

10 Plaintiff,

11 vs.

12 Michael J. Astrue, Commissioner of the
13 Social Security Administration,

14 Defendant.
15

No. CV-11-02522-PHX-GMS

ORDER

16
17 Pending before the Court is the appeal of Plaintiff Erin L. Schlink, which
18 challenges the Social Security Administration's decision to deny benefits. (Doc. 18.)
19 For the reasons set forth below, the Court vacates that decision and remands for an award
20 of benefits.

21 **BACKGROUND**

22 On October 9, 2007, Schlink applied for disability insurance benefits, alleging a
23 disability onset date of July 30, 2007. (R. at 15.) Schlink's date last insured ("DLI") for
24 disability insurance benefits, and thus the date on or before which she must have been
25 disabled, was December 31, 2012. (*Id.* at 17.) Schlink's claim was denied both initially
26 and upon reconsideration. (*Id.* at 15.) Schlink then appealed to an Administrative Law
27 Judge ("ALJ"). (*Id.*) The ALJ conducted a hearing on the matter on April 6, 2010, in
28 Phoenix, Arizona. (*Id.*) At the hearing, Schlink amended her alleged onset date of

1 disability to July 1, 2008. (*Id.*)

2 In evaluating whether Schlink was disabled, the ALJ undertook the five-step
3 sequential evaluation for determining disability.¹ (*Id.* at 16–17.) At step one, the ALJ
4 determined that Schlink had not engaged in substantial gainful activity since the alleged
5 onset date. (*Id.* at 17.) At step two, the ALJ determined that Schlink suffered from the
6 severe impairments of fibromyalgia, lupus (stable), and history of lumbar surgery. (*Id.*)
7 At step three, the ALJ determined that none of these impairments, either alone or in
8 combination, met or equaled any of the Social Security Administration’s listed
9 impairments. (*Id.*)

10 At that point, the ALJ made a determination of Schlink’s residual functional
11 capacity (“RFC”),² concluding that Schlink could perform light work as defined in 20

13 ¹ The five-step sequential evaluation of disability is set out in 20 C.F.R. § 04.1520
14 (governing disability insurance benefits) and 20 C.F.R. § 416.920 (governing
15 supplemental security income). Under the test:

16 A claimant must be found disabled if she proves: (1) that she
17 is not presently engaged in a substantial gainful activity[,] (2)
18 that her disability is severe, and (3) that her impairment meets
19 or equals one of the specific impairments described in the
20 regulations. If the impairment does not meet or equal one of
21 the specific impairments described in the regulations, the
22 claimant can still establish a prima facie case of disability by
23 proving at step four that in addition to the first two
24 requirements, she is not able to perform any work that she has
25 done in the past. Once the claimant establishes a prima facie
26 case, the burden of proof shifts to the agency at step five to
27 demonstrate that the claimant can perform a significant
28 number of other jobs in the national economy. This step-five
determination is made on the basis of four factors: the
claimant’s residual functional capacity, age, work experience
and education.

26 *Hoopai v. Astrue*, 499 F.3d 1071, 1074–75 (9th Cir. 2007) (internal citations and
27 quotations omitted).

28 ² RFC is the most a claimant can do despite the limitations caused by his

1 C.F.R. § 404.1567(b) except that she can sit for thirty to forty-five minutes at one time,
2 total about six out of eight hours; stand and walk for thirty to forty-five minutes at one
3 time, total six out of eight hours; stoop, kneel, crouch, crawl, and climb ramps and stairs
4 occasionally; balance frequently; but never climb ladders, ropes, or scaffolds; and should
5 avoid concentrated exposure to temperature extremes, vibration, airborne irritants, and
6 hazards. (*Id.* at 18.) The ALJ thus determined at step four that Schlink did not retain the
7 RFC to perform her past relevant work as a post office clerk. (*Id.* at 20.) The ALJ
8 therefore reached step five and determined that Schlink could perform a significant
9 number of other jobs in the national economy that met her RFC limitations. (*Id.* at 20–
10 21.) Given this analysis, the ALJ concluded that Schlink was not disabled. (*Id.*)

11 The Appeals Council declined to review the decision. (*Id.* at 1.) The Council
12 accepted the ALJ’s statements of the law, the issues in the case, and the evidentiary facts,
13 as well as the ALJ’s findings and ultimate conclusions regarding whether Schlink was
14 disabled. (*Id.* at 2.) The Council agreed that Schlink was not disabled. (*Id.* at 1.)

15 Schlink filed the complaint underlying this action on December 20, 2011, seeking
16 this Court’s review of the ALJ’s denial of benefits.³ (Doc. 1.) The matter is now fully
17 briefed before this Court. (Docs. 18, 21, 27.)

18 DISCUSSION

19 I. Standard of Review

20 A reviewing federal court will only address the issues raised by the claimant in the
21 appeal from the ALJ’s decision. *See Lewis v. Apfel*, 236 F.3d 503, 517 n.13 (9th Cir.
22 2001). A federal court may set aside a denial of disability benefits only if that denial is
23 either unsupported by substantial evidence or based on legal error. *Thomas v. Barnhart*,

24
25 impairments. *See S.S.R.* 96-8p (July 2, 1996).

26 ³ Plaintiff was authorized to file this action by 42 U.S.C. § 405(g) (“Any
27 individual, after any final decision of the Commissioner of Social Security made after a
28 hearing to which he was a party . . . may obtain a review of such decision by a civil
action . . .”).

1 278 F.3d 947, 954 (9th Cir. 2002). Substantial evidence is “more than a scintilla but less
2 than a preponderance.” *Id.* (quotation omitted). “Substantial evidence is relevant evidence
3 which, considering the record as a whole, a reasonable person might accept as adequate
4 to support a conclusion.” *Id.* (quotation omitted).

5 However, the ALJ is responsible for resolving conflicts in testimony, determining
6 credibility, and resolving ambiguities. *See Andrews v. Shalala*, 53 F.3d 1035, 1039 (9th
7 Cir. 1995). “When the evidence before the ALJ is subject to more than one rational
8 interpretation, we must defer to the ALJ’s conclusion.” *Batson v. Comm’r of Soc. Sec.*
9 *Admin.*, 359 F.3d 1190, 1198 (9th Cir. 2004). This is so because “[t]he [ALJ] and not the
10 reviewing court must resolve conflicts in evidence, and if the evidence can support either
11 outcome, the court may not substitute its judgment for that of the ALJ.” *Matney v.*
12 *Sullivan*, 981 F.2d 1016, 1019 (9th Cir. 1992) (citations omitted).

13 Harmless errors in the ALJ’s decision do not warrant reversal. *Stout v. Comm’r,*
14 *Soc. Sec. Admin.*, 454 F.3d 1050, 1055–56 (9th Cir. 2006). Errors are harmless if they are
15 “inconsequential to the ultimate nondisability determination.” *Molina v. Astrue*, 674 F.3d
16 1104, 1115 (9th Cir. 2012) (quoting *Carmickle v. Comm’r, Soc. Sec. Admin.*, 533 F.3d
17 1155, 1162 (9th Cir. 2008)). Thus, for example, an error is harmless if the record shows
18 that “the ALJ would have reached the same result absent the error” or “it was clear [the
19 errors] did not alter the ALJ’s decision.” *Id.* “[T]he burden of showing that an error is
20 harmful normally falls upon the party attacking the agency’s determination.” *Shinseki v.*
21 *Sanders*, 556 U.S. 396, 409 (2009).

22 **II. Analysis**

23 Schlink argues that the ALJ erred by: (1) failing to consider the effects of all the
24 impairments in combination in assessing Schlink’s RFC, (2) failing to articulate sufficient
25 reasons for rejecting Schlink’s subjective complaints, and (3) failing to articulate
26 sufficient reasons for rejecting Schlink’s treating physician’s opinion. The Court will
27 address each argument in turn.
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A. Failure to Consider Effects of All Impairments in Combination

In making the RFC determination, the ALJ is required to consider both severe and non-severe impairments. 20 C.F.R. § 404.1545(a)(2). Schlink asserts that the ALJ failed to consider many of her severe impairments, including osteoporosis, bilateral foot fractures, right rotator cuff tendonitis, bursitis, clavicle fracture, and degenerative joint disease of the right knee. (Doc. 18 at 11.) Indeed, the record shows that Schlink suffers from osteopenia or osteoporosis (R. at 404, 470), bilateral foot fractures (*id.* at 367), right rotator cuff tendonitis as a result of a clavicle fracture (*id.* at 375–77), and degenerative joint disease in her knees (*id.* at 404). None of these impairments were discussed by the ALJ in making her determination of Schlink’s RFC. (*See id.* at 18–20.) Nor did the ALJ explain why she did not consider these impairments. Thus, there is no substantial evidence in the record supporting the ALJ’s failure to take these limitations into account, whether they are severe or non-severe, in considering Schlink’s RFC. This is a ground on which to vacate the ALJ’s decision.

The Commissioner does not dispute that the ALJ failed to consider these impairments, but argues that the ALJ’s error was harmless because Schlink “has not demonstrated that she was ultimately harmed by the ALJ’s finding of which impairments were ‘severe.’” (Doc. 21 at 10.) However, Schlink’s argument is not that the ALJ erred in finding the above impairments not severe at Step 2, but rather that the ALJ failed to consider the impairments at all, including in determining Schlink’s RFC. (Doc. 18 at 11.)

The Commissioner additionally asserts the error is harmless because Schlink failed to show that the above impairments “posed additional functional limitations that would preclude the performance of a range of light work.” (Doc. 21 at 10.) However, at the hearing, Schlink testified that her impairments caused severe limitations in her ability to reach and stand or walk for extended periods of time. (R. at 36–37.) Evidence in the record shows that Schlink’s rotator cuff tendonitis caused shoulder pain, weakening and

1 fatigue of the shoulder, and discomfort with overhead activity. (*Id.* at 375.) The
2 vocational expert (“VE”) subsequently testified that the jobs available for someone with
3 Schlink’s age, education, and work history, and some of Schlink’s limitations as set out
4 in a hypothetical by the ALJ, would be cashier, assembly worker, or quality control
5 positions. (*Id.* at 44–45.) Upon questioning by Schlink’s attorney, the VE testified that all
6 of these positions require frequent reaching. (*Id.* at 46.) Thus, if the ALJ had properly
7 considered Schlink’s rotator cuff injury, she may have found that there were no jobs
8 available for Schlink given her shoulder limitations. As such, the ALJ’s error in failing to
9 consider all of Schlink’s impairments in evaluating her RFC is not “inconsequential to
10 the ultimate nondisability determination.” *Molina*, 674 F.3d at 1115. The Court rejects
11 the Commissioner’s characterization of this error as harmless.

12 **B. Failure to Articulate Sufficient Reasons for Rejecting Schlink’s**
13 **Subjective Complaints**

14 The ALJ must engage in a two-step analysis in determining whether a claimant’s
15 testimony regarding her subjective pain or symptoms is credible. *Lingenfelter v. Astrue*,
16 504 F.3d 1028, 1035–36 (9th Cir. 2007). The ALJ must first “determine whether the
17 claimant has presented objective medical evidence of an underlying impairment which
18 could reasonably be expected to produce the pain or other symptoms alleged.” *Id.* at
19 1036. If she has, and the ALJ has found no evidence of malingering, then the ALJ may
20 reject the claimant’s testimony “only by offering specific, clear and convincing reasons
21 for doing so.” *Id.*

22 The Commissioner disagrees that the appropriate standard for the ALJ in rejecting
23 claimant testimony is one that requires clear and convincing reasons. (Doc. 21 at 11.) She
24 relies on *Bunnell v. Sullivan*, 947 F.2d 341 (9th Cir. 1991) (en banc), where the Ninth
25 Circuit set out to “determine the appropriate standard for evaluating subjective
26 complaints of pain in Social Security disability cases.” (*Id.* (citing *Bunnell*, 947 F.2d at
27 342).) The *Bunnell* Court opined that once there has been objective medical evidence of
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1 an underlying impairment, the ALJ must make specific findings, supported by the record,
2 for why he rejected the claimant’s testimony on the severity of the pain. 947 F.2d at 345–
3 46. This is to ensure that the ALJ “did not ‘arbitrarily discredit a claimant’s testimony
4 regarding pain.’” *Id.* (quoting *Elam v. R.R. Retirement Bd.*, 921 F.2d 1210, 1215 (9th Cir.
5 1991)). Thus, the Commissioner claims that the standard governing credibility is a
6 specific finding standard, which it claims is more in line with the overall “substantial
7 evidence” standard that governs these cases.

8 Many panels of the Ninth Circuit have subsequently held, however, that if there is
9 objective medical evidence of an underlying impairment, “and there is no evidence of
10 malingering, then the ALJ must give ‘specific, clear and convincing reasons’ in order to
11 reject the claimant’s testimony about the severity of the symptoms.” *Molina*, 674 F.3d at
12 1112 (quoting *Vasquez v. Astrue*, 572 F.3d 586, 591 (9th Cir. 2009)); *see also, e.g.*,
13 *Lingenfelter*, 504 F.3d at 1036. The Commissioner claims that these cases have overruled
14 the standard articulated in *Bunnell* in violation of the Ninth Circuit rule that only en banc
15 panels can overrule existing precedent. (Doc. 21 at 11 (citing *Saelee v. Chater*, 94 F.3d
16 520, 523 (9th Cir. 1996).) That is not the case. *Bunnell* articulated a general standard for
17 dealing with claimant testimony. The many subsequent cases have addressed a subset of
18 cases where there is no evidence of claimant malingering. They have articulated a “clear
19 and convincing” standard for those situations. Thus, the Court will apply that standard to
20 the ALJ’s determination.

21 Here, at the first step, the ALJ found that Schlink’s medically determinable
22 impairments could reasonably be expected to cause the alleged symptoms. (R. at 18.)
23 However, at the second step, the ALJ found that Schlink’s statements regarding the
24 intensity, persistence, and limiting effects of her symptoms were not credible. (*Id.*) The
25 ALJ did not state that she found any evidence of malingering; thus, her reasons for
26 rejecting Schlink’s symptom testimony must be clear and convincing. *Lingenfelter*, 504
27 F.3d at 1036. The ALJ set forth two reasons for finding Schlink’s testimony not credible:
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1 (1) her daily activities are not limited to the extent one would expect given Schlink’s
2 complaints of disabling symptoms and limitations, and (2) Schlink’s “longitudinal
3 medical history” is not consistent with her testimony. (*Id.* at 18–19.)

4 The ALJ found that Schlink’s daily activities were inconsistent with her subjective
5 complaints of pain. These activities include caring for her baby and pet dogs, attending
6 church weekly, going grocery shopping twice a week, doing laundry, sweeping,
7 vacuuming, preparing meals, managing household finances, and going to movies and
8 restaurants. (*Id.* at 19.) The ALJ stated that these activities were “suggestive of at least
9 light exertional capacity.” (*Id.*) The ALJ also relied on the opinion of a state examining
10 physician who found that Schlink’s activities were “generally unimpaired.” (*Id.*)

11 “[D]aily activities may be grounds for an adverse credibility finding ‘if a claimant
12 is able to spend a substantial part of his day engaged in pursuits involving the
13 performance of physical functions that are transferable to a work setting.’” *Orn v. Astrue*,
14 495 F.3d 625, 639 (9th Cir. 2007). However, the claimant “should not be penalized for
15 attempting to lead normal lives in the face of their limitations.” *Reddick v. Chater*, 157
16 F.3d 715, 722 (9th Cir. 1998).

17 Schlink testified at the hearing that while she was “able to help out around the
18 house,” she did “very little” and that her husband did “most of the cleaning.” (R. at 39.)
19 She also testified that when she made meals, she only made microwaveable meals or
20 sandwiches. (*Id.*) In addition, she testified that her husband did most of the grocery
21 shopping. (*Id.* at 40.) Her care for her son consisted of turning the TV on for him, talking
22 to him, watching educational programs with him, and fixing him a sandwich or
23 microwaveable meal. (*Id.* at 41.) She testified that in order to hold him, she had to sit
24 down and have him crawl into her lap. (*Id.* at 42.) The ALJ found that this testimony was
25 unreliable because it conflicted with her report to a state agency physician in July 2008.
26 However, that physician reported that while Schlink was able to perform routine
27 household tasks, she sometimes needed “help with basic self-care when she has excessive
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1 pain.” (*Id.* at 291.) The physician did not state that Schlink was completely unlimited in
2 her ability to perform these tasks, and indeed her opinion is consistent with Schlink’s
3 testimony that she receives help from her husband. Furthermore, while the ALJ stated
4 that she relied on the state agency physician’s opinion that Schlink’s activities were
5 “generally unimpaired,” that physician was evaluating Schlink solely for mental or
6 psychological problems, and made no attempt to discern Schlink’s physical limitations.
7 (*Id.* at 292.)

8 The ALJ did not explain how Schlink’s daily activities translated into an ability to
9 perform regularly in the workplace, instead stating generally that the activities “are
10 suggestive of at least light exertional capacity.” *See Orn*, 495 F.3d at 639. This is not a
11 “specific, clear and convincing reason[.]” for finding Schlink’s testimony not credible.
12 *Lingenfelter*, 504 F.3d at 1036. Moreover, the alleged inconsistency on which the ALJ
13 relies does not exist—as discussed above, Schlink’s daily activities as reported to the
14 state agency physician are not, in fact, incompatible with her testimony at the hearing. As
15 such, the ALJ’s first reason for rejecting Schlink’s subjective complaint testimony is not
16 supported by clear and convincing reasons.

17 The ALJ also found that Schlink’s testimony was not credible because it was
18 inconsistent with her “longitudinal medical history.” (R. at 19.) She cites to medical
19 opinions describing Schlink’s lupus and fibromyalgia as “stable,” “mild,” or “moderate.”
20 (R. at 19.) The Commissioner argues that inconsistency with the medical record is a
21 sufficient basis for rejecting a claimant’s subjective testimony. (Doc. 21 at 12 (citing
22 *Carmickle*, 533 F.3d at 1161).) However, the evidence cited by the ALJ does not
23 contradict Schlink’s testimony regarding her pain and impairments. The fact that doctors
24 consider Schlink’s condition to be “stable” does not mean that she suffers no limitations
25 on her ability to work. For example, on three occasions, Schlink’s treating physician Dr.
26 Jajoo described her lupus as “mild” and her fibromyalgia as “moderate” but noted that
27 she still suffered pain, fatigue, and morning stiffness. (R. at 405, 413, 419.) During
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1 another visit, Dr. Jajoo described Schlink’s lupus and fibromyalgia similarly but also
2 noted fatigue; neck, joint, and muscle pain; weakness and tingling in her musculature;
3 and depression. (*Id.* at 402–03.) Thus, these reasons given by the ALJ for rejecting
4 Schlink’s testimony are insufficient.

5 The ALJ also stated that Schlink “admitted . . . that physical therapy and the use of
6 a TNS unit have helped at times.” (*Id.* at 19.) She also pointed to evidence that
7 “medications have been effective in controlling [Schlink’s] symptoms.” (*Id.*) While it is
8 true that the effect of medication on a claimant is relevant, only “impairments that can be
9 controlled effectively with medication are not disabling for the purpose of determining
10 eligibility.” *Warre v. Comm’r of Soc. Sec. Admin.*, 439 F.3d 1001, 1006 (9th Cir. 2006).
11 Here, Schlink testified at the hearing that her TNS unit “doesn’t always help but at times
12 it does.” (R. at 40.) The only other evidence offered by the ALJ is a statement by Dr.
13 Jajoo that Schlink’s “[a]ntiphospholipid antibody syndrome is under good control with
14 current medications.” (*Id.* at 418.) This statement does not address the other impairments
15 from which Schlink is suffering, and indeed in the same paragraph Dr. Jajoo notes that
16 Schlink’s fibromyalgia continues to cause symptoms. (*Id.*) Thus, this evidence does not
17 support the ALJ’s rejection of Schlink’s credibility, either.

18 None of the evidence cited by the ALJ constitutes “specific, clear and convincing
19 reasons” for rejecting Schlink’s subjective symptom testimony as not credible. The ALJ’s
20 rejection of Schlink’s testimony was legal error and thus is grounds for reversing the
21 decision.

22 **C. Improperly Rejecting Treating Physician’s Opinion**

23 “The medical opinion of a claimant’s treating physician is entitled to special
24 weight.” *Walter v. Astrue*, No. CV-09-1016-PHX-GMS, 2010 WL 1511666 at *7 (D.
25 Ariz. Apr. 15, 2010) (citing *Rodriguez v. Bowen*, 876 F.2d 759, 761 (9th Cir. 1989))
26 (internal quotations omitted). This is because the treating physician “is employed to cure
27 and has a greater opportunity to know and observe the patient as an individual.” *Andrews*
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1 v. *Shalala*, 53 F.3d 1035, 1040–41 (9th Cir. 1995). If the treating physician’s opinion is
2 supported by the record and not inconsistent with other evidence, it is accorded
3 controlling weight. *Orn v. Astrue*, 495 F.3d 625, 631 (9th Cir. 2007). Even if the opinion
4 is not given controlling weight, it is still entitled to deference. *Id.* at 632 (citing SSR 96-
5 2p at 4, 61 Fed. Reg. at 34,491). “In many cases, a treating source’s medical opinion will
6 be entitled to the greatest weight and should be adopted, even if it does not meet the test
7 for controlling weight.” *Id.* Social Security regulations set out factors for determining the
8 amount of weight to give to a treating physician’s opinion. 20 CFR § 404.1527(c)(i)–(ii).
9 These factors include the length of the treatment and frequency of examination, medical
10 evidence provided to support the opinion, consistency with the record as a whole, and
11 specialization. *Id.*

12 Schlink’s treating physician, Dr. Bottner, twice opined that Schlink was unable to
13 work eight hours per day, five days a week. (R. at 400–01, 432–33.) However, the ALJ
14 “accord[ed] little weight to these assessments as they are inconsistent with the progress
15 notes of the treating specialist.” (*Id.* at 20.) The ALJ also cited inconsistency with the
16 DDS doctor’s opinion and the record of the claimant’s daily activities as reasons for
17 rejecting Dr. Bottner’s opinion. (*Id.*)

18 Schlink argues that, in fact, the progress notes of the treating specialist, Dr. Jajoo,
19 do not contradict Dr. Bottner’s opinion. The ALJ found it significant that Dr. Jajoo
20 “never placed restrictions on [Schlink].” (*Id.*) However, as Schlink points out, this
21 characterization is incorrect. In December 2006, Dr. Jajoo noted that Schlink was “having
22 trouble with work because of her fatigue and flare ups and fibromyalgia flare ups” and
23 that she sometimes had to miss up to a week of work at a time. (*Id.* at 223.) Thus, Dr.
24 Jajoo gave her an FMLA note that would allow her to stay home up to seven days a
25 month. (*Id.*) In June 2007, Dr. Jajoo recommended that Schlink only work four days a
26 week and have three consecutive days off. (*Id.* at 217.) Finally, in November 2007, Dr.
27 Jajoo recommended that Schlink stop working entirely. (*Id.* at 209.) In March 2008, Dr.
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1 Jajoo noted that Schlink was feeling “much better now that she is not working.” (*Id.* at
2 422.) Rather than contradicting Dr. Bottner’s opinion, Dr. Jajoo’s notes lend substantial
3 support to Dr. Bottner’s conclusion that Schlink is unable to work. As such, the ALJ’s
4 finding that Dr. Bottner’s opinion was contradicted by the progress notes of Dr. Jajoo is
5 not supported by substantial evidence.

6 The ALJ also stated that Dr. Bottner’s opinion was contradicted by the opinion of
7 the state DDS physician, who opined that Schlink retained the capacity to perform light
8 exertional work. (*Id.* at 297–304.) Even if the state DDS physician’s opinion constituted
9 substantial evidence contradicting Dr. Bottner’s opinion, however, Dr. Bottner’s opinion
10 as a treating physician is still entitled to deference. *Orn*, 495 F.3d 625, 633. “Even if the
11 treating doctor’s opinion is contradicted by another doctor, the ALJ may not reject this
12 opinion without providing ‘specific and legitimate’ reasons supported by substantial
13 evidence in the record.” *Id.* As set out above, § 404.1527 lists the factors to consider in
14 determining the weight to give a treating physician’s opinion. Here, the factors favor
15 giving more weight to Dr. Bottner’s opinion.

16 Dr. Bottner has been Schlink’s treating physician for twenty years. (R. at 33.) His
17 opinion that Schlink could not work, given in March 2010, is the most recent in the
18 record. (*Id.* at 433.) By contrast, the state physician saw Schlink in June 2008. (*Id.* at
19 304.) Furthermore, as discussed above, Dr. Bottner’s opinion is supported by the opinion
20 of Schlink’s treating specialist, Dr. Jajoo. Conversely, the state DDS physician appears to
21 have seen Schlink only once. He did not set forth independent clinical findings to support
22 his conclusion that Schlink was capable of light exertional work; rather, he simply filled
23 out a checklist of Schlink’s capabilities. (*Id.* at 297–304.) Indeed, the only factors he
24 relied on in forming his opinion appear to be Schlink’s age, height, weight, blood
25 pressure, and pulse. (*Id.* at 298.) Finally, the ALJ failed to give “specific and legitimate
26 reasons” for finding the state DDS physician’s opinion more credible than the opinion of
27 Schlink’s treating physician and specialist. She stated merely that Dr. Bottner’s opinion
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1 was “at odds” with the state DDS physician’s opinion. (*Id.* at 20.) As such, the ALJ erred
2 in giving the state DDS physician’s opinion greater weight than the opinion of Schlink’s
3 treating physician of twenty years.

4 Finally, the ALJ relied on the inconsistency between Dr. Bottner’s opinion and
5 Schlink’s daily activities as a reason for giving less weight to Dr. Bottner’s opinion. (*Id.*
6 at 20.) However, as discussed in Part II.B above, Schlink’s testimony and the record of
7 her daily activities do not show that she was unimpaired. Rather, the testimony and
8 evidence show that while she could perform daily household activities, she was limited in
9 what she could do and often required help from her family members. Furthermore, there
10 is no evidence that the daily activities of which she was capable of performing were skills
11 that were transferable to the workplace. As such, the ALJ’s finding that Dr. Bottner’s
12 opinion is contradicted by Schlink’s daily activities is not supported by substantial
13 evidence.

14 In sum, none of the reasons cited by the ALJ for giving little weight to Dr.
15 Bottner’s opinion are supported by substantial evidence. Thus, the ALJ’s decision is
16 vacated for improperly rejecting the opinion of Schlink’s treating physician.

17 **III. Remedy**

18 Having decided to vacate the ALJ’s decision, the Court has the discretion to
19 remand the case either for further proceedings or for an award of benefits. *See Reddick*,
20 157 F.3d at 728. The rule in this Circuit is that the Court should:

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22 credit[] evidence and remand[] for an award of benefits where
23 (1) the ALJ has failed to provide legally sufficient reasons for
24 rejecting [certain] evidence, (2) there are no outstanding
25 issues that must be resolved before a determination of
26 disability can be made, and (3) it is clear from the record that
27 the ALJ would be required to find the claimant disabled were
28 such evidence credited.

Smolen, 80 F.3d at 1292.

Here, the ALJ has failed to provide legally sufficient reasons for ignoring

1 Schlink’s impairments of osteoporosis, foot fractures, right rotator cuff tendonitis, and
2 degenerative joint disease. In addition, she failed to provide legally sufficient reasons for
3 rejecting Schlink’s subjective symptom testimony and for giving little weight to the
4 opinion of Schlink’s treating physician, Dr. Bottner.

5 If the above evidence were credited, the ALJ would be required to find Schlink
6 disabled. The vocational expert testified at the hearing that if Schlink’s subjective
7 symptom testimony were credited, she would not be able to perform any of her past
8 work. (R. at 46.) In addition, there would be no other jobs in the national economy she
9 could perform. (*Id.*) Similarly, Dr. Bottner twice opined that Schlink was unable to work
10 a regular eight-hour, five-day work week. (*Id.* at 400–01, 432–33.)

11 Thus, it is “clear from the record that the ALJ would be required to find the
12 claimant disabled were such evidence credited,” and there remain [no] “outstanding
13 issues that must be resolved before a determination of disability can be made.” *Smolen*,
14 80 F.3d at 1292. Under these circumstances, the Court will remand for a computation of
15 benefits.

16 CONCLUSION

17 The ALJ erred in ignoring several of Schlink’s impairments and in rejecting
18 Schlink’s symptom testimony and the opinion of her treating physician. The ALJ’s
19 decision that Schlink is not disabled is not supported by substantial evidence.

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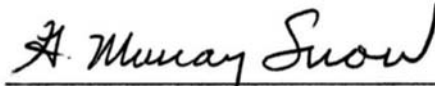
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1 **IT IS THEREFORE ORDERED** that the ALJ's decision is **VACATED** and this
2 case is **REMANDED** for an award of benefits. The Clerk of the Court is directed to
3 enter judgment accordingly.

4 Dated this 11th day of April, 2013.

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7 _____
8 G. Murray Snow
9 United States District Judge
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