are insufficient; rather, the ALJ must identify what testimony is not credible and what evidence undermines the claimant's complaints." *Lester v. Chater*, 81 F.3d 821, 834 (9th Cir. 1995).

Here, the ALJ provided four reasons in support of his credibility determination. The Court discusses, and rejects, each in turn.

First, the ALJ found that Plaintiff's "allegations of disabling pain are out of proportion with the record." (Administrative Record ("AR") at 16.) However, an ALJ "may not reject a claimant's subjective complaints based solely on a lack of objective medical evidence to fully corroborate the alleged severity of pain." *Bunnell v. Sullivan*, 947 F.2d 341, 345 (9th Cir. 1991); *Summers v. Bowen*, 813 F.2d 241, 242 (9th Cir. 1987) (per curiam). Thus, as to this ground, the ALJ's credibility determination is inadequate.

Second, the ALJ found that Plaintiff had been conservatively treated with Vicodin. (*See* AR at 20.) But "Vicodin qualifies as *strong* medication to alleviate pain." *Velasquez v. Astrue*, 2011 WL 1792590, at *5 (C.D. Cal. May 11, 2011) (emphasis added) (citing *Hung Thanh Le v. Astrue*, 2010 WL 1854081, at *6 (C.D. Cal. May 6, 2010). Moreover, Plaintiff had no health insurance with which to pay for further treatment. (AR at 66 ("I have had no health insurance so [physical therapy] was not possible.")) Courts have repeatedly held that an inability to obtain treatment due to financial constraints is not a proper reason to discount a claimant's credibility. *See, e.g., Regennitter v. Comm'r of Soc. Sec. Admin.*, 166 F.3d 1294, 1297 (9th Cir. 1999) (explaining that an ALJ may not reject "a claimant's complaints for lack of treatment when the record establishes that the claimant could not afford it"); *Smolen v. Chater*, 80 F.3d 1273, 1284 (9th Cir. 1996). Where, as here, the ALJ did not challenge Plaintiff's inability to afford greater treatment, it is improper to reject Plaintiff's credibility on this ground.

Third, the ALJ found that "[n]o treating, examining or non-examining doctor has opined that claimant is totally disabled." (AR at 20.) However, "a lack of

disability rating by a medical source is not a basis for discrediting a claimant." *Heiman v. Astrue*, 2011 WL 4829924, at *6 (C.D. Cal. Oct. 11, 2011) (citation omitted). Furthermore, this reason is belied by the record. Indeed, the ALJ specifically notes that "there are three San Bernadino County form letters in which [Plaintiff's treating physician] Dr. Lee stated that [Plaintiff] was permanently disabled." (AR at 21; *see id.* at 258, 273, 280.) Accordingly, this reason fails.

Fourth, the ALJ found that Plaintiff's daily activities "could not be objectively verified." (*Id.* at 63.) However, "[s]uch a standard imposes an extremely heavy, and unwarranted burden on Plaintiff." *Bernal v. Astrue*, 2011 WL 1790052, at *6 (C.D. Cal. May 9, 2011) (citation omitted). In particular, "[t]he ALJ cites no authority suggesting that a claimant is required to offer objective verification, to a reasonable degree of certainty, regarding his activities of daily living." *Haller v. Astrue*, 2008 WL 4291448, at *5 (E.D. Cal. Sept. 18, 2008); *see also Lester*, 81 F.3d at 834 ("General findings are insufficient; rather, the ALJ must identify what testimony is not credible and what evidence undermines the claimant's complaints."). Thus, as to this ground, the ALJ improperly rejected Plaintiff's credibility by imposing a heightened standard.

Accordingly, for the reasons stated above, the Court determines that the ALJ improperly rejected Plaintiff's credibility.

B. Remand is Warranted

With error established, this Court has discretion to remand or reverse and award benefits. *McAllister v. Sullivan*, 888 F.2d 599, 603 (9th Cir. 1989). Where no useful purpose would be served by further proceedings, or where the record has been fully developed, it is appropriate to exercise this discretion to direct an immediate award of benefits. *See Benecke v. Barnhart*, 379 F.3d 587, 595-96 (9th Cir. 2004). But where there are outstanding issues that must be resolved before a determination can be made, or it is not clear from the record that the ALJ would be required to find plaintiff disabled if all the evidence were properly evaluated, remand is appropriate.

See id. at 594. Here, there are outstanding issues which must be resolved before a final determination can be made. On remand, the ALJ shall reconsider Plaintiff's subjective complaints and the resulting functional limitations, and either credit Plaintiff's testimony or provide clear and convincing reasons supported by substantial evidence for rejecting them. Based on the foregoing, IT IS ORDERED THAT judgment shall be entered **REVERSING** the decision of the Commissioner denying benefits and **REMANDING** the matter for further administrative action consistent with this decision. 1/ Dated: March 18, 2014 Africa. Hon. Jay C. Gandhi United States Magistrate Judge

¹/₂ In light of the Court's remand instructions, it is unnecessary for the Court to address Plaintiff's remaining contention. (*See* Joint Stip. at 28-29.)