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UNITED STATES DISTRICT COURT
FOR THE EASTERN DISTRICT OF CALIFORNIA

SERISSE MICHELLE PERRY,
Plaintiff,

v.

NANCY A. BERRYHILL, Acting
Commissioner of Social Security,
Defendant.

No. 2:15-cv-2482-CKD

ORDER

Plaintiff seeks judicial review of a final decision of the Commissioner of Social Security (“Commissioner”) denying applications for Disability Income Benefits (“DIB”) and Supplemental Security Income (“SSI”) under Titles II and XVI of the Social Security Act (“Act”), respectively. For the reasons discussed below, the court will deny plaintiff’s motion for summary judgment and grant the Commissioner’s cross-motion for summary judgment.

I. BACKGROUND

Plaintiff, born December 31, 1977, applied on November 21, 2011 for DIB and SSI, alleging disability beginning July 1, 2008. Administrative Transcript (“AT”) 154-55, 259-79. Plaintiff alleged she was unable to work due to bipolar disorder, anxiety, depression, sciatica, paranoia, insomnia, and panic attacks. AT 357. In a decision dated March 11, 2014, the ALJ

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1 determined that plaintiff was not disabled.¹ AT 12-21. The ALJ made the following findings
2 (citations to 20 C.F.R. omitted):

- 3 1. The claimant meets the insured status requirements of the Social
4 Security Act through December 31, 2013.
- 5 2. There is no evidence of substantial gainful activity since July 1,
6 2008, the alleged onset date.
- 7 3. The claimant has the following severe impairments: degenerative
8 disc disease, left knee strain, obesity, and bipolar disorder.
- 9 4. The claimant does not have an impairment or combination of
10 impairments that meets or medically equals the severity of one of
11 the listed impairments in 20 CFR Part 404, Subpart P, Appendix 1.

12 ¹ Disability Insurance Benefits are paid to disabled persons who have contributed to the
13 Social Security program, 42 U.S.C. § 401 *et seq.* Supplemental Security Income is paid to
14 disabled persons with low income. 42 U.S.C. § 1382 *et seq.* Both provisions define disability, in
15 part, as an “inability to engage in any substantial gainful activity” due to “a medically
16 determinable physical or mental impairment. . . .” 42 U.S.C. §§ 423(d)(1)(a), 1382c(a)(3)(A). A
17 parallel five-step sequential evaluation governs eligibility for benefits under both programs. *See*
18 20 C.F.R. §§ 404.1520, 404.1571-76, 416.920, 416.971-76; *Bowen v. Yuckert*, 482 U.S. 137,
19 140-142 (1987). The following summarizes the sequential evaluation:

20 Step one: Is the claimant engaging in substantial gainful
21 activity? If so, the claimant is found not disabled. If not, proceed
22 to step two.

23 Step two: Does the claimant have a “severe” impairment?
24 If so, proceed to step three. If not, then a finding of not disabled is
25 appropriate.

26 Step three: Does the claimant’s impairment or combination
27 of impairments meet or equal an impairment listed in 20 C.F.R., Pt.
28 404, Subpt. P, App.1? If so, the claimant is automatically
determined disabled. If not, proceed to step four.

Step four: Is the claimant capable of performing his past
work? If so, the claimant is not disabled. If not, proceed to step
five.

Step five: Does the claimant have the residual functional
capacity to perform any other work? If so, the claimant is not
disabled. If not, the claimant is disabled.

Lester v. Chater, 81 F.3d 821, 828 n.5 (9th Cir. 1995).

The claimant bears the burden of proof in the first four steps of the sequential evaluation process. Bowen, 482 U.S. at 146 n.5. The Commissioner bears the burden if the sequential evaluation process proceeds to step five. Id.

1 5. After careful consideration of the entire record, I find that the
2 claimant has the residual functional capacity to perform light work
3 as defined on a function-by-function basis in 20 CFR 404.1567(b)
4 and 416.967(b). However, she needs allowance to alternate
5 between sitting and standing for 5 minutes every 30 minutes, and
6 cannot climb ladders, ropes or scaffolds; she can occasionally
7 perform all other postural functions. Finally, she is limited to
8 simple repetitive tasks with no public contact.

9 6. The claimant is unable to perform any past relevant work.

10 7. The claimant was born on December 31, 1977 and was 30 years
11 old, which is defined as a younger individual age 18-49, on the
12 alleged disability onset date.

13 8. The claimant has at least a high school education and is able to
14 communicate in English.

15 9. Transferability of job skills is not material to the determination
16 of disability because using the Medical-Vocational Rules as a
17 framework supports a finding that the claimant is "not disabled,"
18 whether or not the claimant has transferrable job skills.

19 10. Considering the claimant's age, education, work experience,
20 and residual functional capacity, there are jobs that exist in
21 significant numbers in the national economy that the claimant can
22 perform.

23 11. The claimant has not been under a disability, as defined in the
24 Social Security Act, from July 1, 2008, through the date of this
25 decision.

26 AT 14-21.

27 **II. ISSUES PRESENTED**

28 Plaintiff argues that the ALJ committed the following errors in finding plaintiff not
disabled: (1) improperly considered and weighed the opinions of Dr. Harris and Dr. Matan when
determining plaintiff's residual functional capacity ("RFC"); (2) improperly found plaintiff's
testimony regarding the extent of her limitations and pain less than fully credible; (3) improperly
discounted the third party statement of plaintiff's sister; (4) propounded hypothetical questions to
the vocational expert ("VE") that failed to describe all of plaintiff's limitations; and (5) failed to
base his overall decision that plaintiff was not disabled on substantial evidence.

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1 III. LEGAL STANDARDS

2 The court reviews the Commissioner's decision to determine whether (1) it is based on
3 proper legal standards pursuant to 42 U.S.C. § 405(g), and (2) substantial evidence in the record
4 as a whole supports it. Tackett v. Apfel, 180 F.3d 1094, 1097 (9th Cir. 1999). Substantial
5 evidence is more than a mere scintilla, but less than a preponderance. Connett v. Barnhart, 340
6 F.3d 871, 873 (9th Cir. 2003) (citation omitted). It means "such relevant evidence as a reasonable
7 mind might accept as adequate to support a conclusion." Orn v. Astrue, 495 F.3d 625, 630 (9th
8 Cir. 2007) (quoting Burch v. Barnhart, 400 F.3d 676, 679 (9th Cir. 2005)). "The ALJ is
9 responsible for determining credibility, resolving conflicts in medical testimony, and resolving
10 ambiguities." Edlund v. Massanari, 253 F.3d 1152, 1156 (9th Cir. 2001) (citations omitted).
11 "The court will uphold the ALJ's conclusion when the evidence is susceptible to more than one
12 rational interpretation." Tommasetti v. Astrue, 533 F.3d 1035, 1038 (9th Cir. 2008).

13 The record as a whole must be considered, Howard v. Heckler, 782 F.2d 1484, 1487 (9th
14 Cir. 1986), and both the evidence that supports and the evidence that detracts from the ALJ's
15 conclusion weighed. See Jones v. Heckler, 760 F.2d 993, 995 (9th Cir. 1985). The court may not
16 affirm the ALJ's decision simply by isolating a specific quantum of supporting evidence. Id.; see
17 also Hammock v. Bowen, 879 F.2d 498, 501 (9th Cir. 1989). If substantial evidence supports the
18 administrative findings, or if there is conflicting evidence supporting a finding of either disability
19 or nondisability, the finding of the ALJ is conclusive, see Sprague v. Bowen, 812 F.2d 1226,
20 1229-30 (9th Cir. 1987), and may be set aside only if an improper legal standard was applied in
21 weighing the evidence. See Burkhart v. Bowen, 856 F.2d 1335, 1338 (9th Cir. 1988).

22 IV. ANALYSIS

23 A. *The ALJ did not Erroneously Weigh the Opinions of Dr. Harris and Dr. Matan*

24 First, plaintiff argues that the ALJ erred in his consideration and weighing of the medical
25 opinions provided by Dr. Harris, plaintiff's treating psychiatrist who opined on the extent of
26 plaintiff's mental limitations, and Dr. Matan, plaintiff's treating orthopedic physician who opined
27 on the extent of plaintiff's physical limitations.

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1 To evaluate whether an ALJ properly rejected a medical opinion, in addition to
2 considering its source, the court considers whether (1) contradictory opinions are in the record,
3 and (2) clinical findings support the opinions. An ALJ may reject an uncontradicted opinion of a
4 treating or examining medical professional only for “clear and convincing” reasons. Lester, 81
5 F.3d at 831. In contrast, a contradicted opinion of a treating or examining professional may be
6 rejected for “specific and legitimate” reasons that are supported by substantial evidence. Id. at
7 830. While a treating professional’s opinion generally is accorded superior weight, if it is
8 contradicted by a supported examining professional’s opinion (e.g., supported by different
9 independent clinical findings), the ALJ may resolve the conflict. Andrews v. Shalala, 53 F.3d
10 1035, 1041 (9th Cir. 1995) (citing Magallanes v. Bowen, 881 F.2d 747, 751 (9th Cir. 1989)). In
11 any event, the ALJ need not give weight to conclusory opinions supported by minimal clinical
12 findings. Meanel v. Apfel, 172 F.3d 1111, 1113 (9th Cir. 1999) (treating physician’s conclusory,
13 minimally supported opinion rejected); see also Magallanes, 881 F.2d at 751. The opinion of a
14 non-examining professional, without other evidence, is insufficient to reject the opinion of a
15 treating or examining professional. Lester, 81 F.3d at 831.

16 1. Dr. Harris

17 Dr. Harris, plaintiff’s treating psychiatrist, provided a medical source statement regarding
18 the extent of plaintiff’s limitations stemming from her mental impairments on October 24, 2013.
19 AT 878-82. In that statement, Dr. Harris diagnosed plaintiff with bipolar disorder and determined
20 that she had a Global Assessment of Functioning (“GAF”) score between 55-60, indicating
21 moderate-to-marked mental impairment. AT 878. Based on his assessment, Dr. Harris opined
22 that plaintiff has “moderate” limitations, meaning plaintiff would be off task 20 percent of the
23 time, with regard to the following areas of mental functioning: the ability to remember locations
24 and work-like procedures; the ability to understand, remember, and carry out very short and
25 simple instructions; the ability to perform activities within a schedule, maintain regular
26 attendance, and be punctual within customary tolerances; the ability to maintain socially
27 appropriate behavior and to adhere to basis standards of neatness and cleanliness; ability to
28 respond appropriately to changes in the work setting; the ability to be aware of normal hazards

1 and take appropriate precautions; and the ability to travel in unfamiliar places or use public
2 transportation. AT 879-81. Dr. Harris opined further that plaintiff has “marked” limitations,
3 meaning she would be off task 30 to 50 percent of the time, in the following areas of mental
4 functioning; the ability to understand, remember, and carry out detailed instructions; the ability to
5 maintain attention and concentration for extended periods; the ability to complete a normal work-
6 day and work-week, without interruptions from psychologically-based symptoms and to perform
7 at a consistent pace without an unreasonable number and length of rest periods; the ability to
8 interact appropriately with the general public; the ability to accept instructions and respond
9 appropriately to criticism from supervisors; the ability to set realistic goals or make plans
10 independently of others; and the ability to tolerate normal levels of stress. Id. Dr. Harris also
11 opined that plaintiff has moderate-to-marked limitations in the following areas of mental
12 functioning: the ability to sustain an ordinary routine without special supervision; the ability to
13 work in coordination with or proximity to others without being distracted by them; the ability to
14 make simple work-related decisions; the ability to ask simple questions or request assistance; and
15 the ability to get along with coworkers or peers without distracting them or exhibiting behavioral
16 extremes. AT 880-81. Finally, Dr. Harris opined that plaintiff’s mental impairments would cause
17 her to miss more than 4 days of work per month. AT 881.

18 The ALJ provided the following rationale in support of his decision to reject Dr. Harris’s
19 opinion:

20 I find no basis for Dr. Harris’ extremely restrictive and
21 unsubstantiated conclusion of total mental debilitation. As
22 previously noted, the claimant has been taking college courses since
23 2011, getting generally good grades. During the first 2 years, she
24 did not feel the need to enroll in the disabled student’s program at
25 the College. Her ability to continue in her education, albeit with
26 some possible mental limitations, is inconsistent with Dr. Harris’
findings of marked limitations in multiple categories of mental
functioning. Finally, the claimant has received only minimal
mental health treatment; although services evidently were available
to her, she participated in treatment only sparingly.

27 AT 19. These were specific and legitimate reasons for discounting Dr. Harris’s opinion
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1 supported by substantial evidence in the record.²

2 First, the ALJ reasonably determined that the evidence showing that plaintiff was able to
3 attend college full time since 2011 without any accommodations for her mental impairments until
4 the Fall 2013 semester and with a generally good grade point average conflicted with the marked
5 mental limitations Dr. Harris opined. Indeed, plaintiff's testimony at the hearing and the other
6 evidence in the record regarding her schooling show that she had been taking general education
7 classes at Contra Costa College every semester since the Fall 2011 semester, starting off with a
8 full time class load of four classes, and dropping one or more classes during some semesters,
9 which resulted in generally good grades, with some exceptions. AT 43-44, 393-96. The evidence
10 in the record also shows that plaintiff received special accommodations at school for her mental
11 impairments in the form of a note taker, tape recorded lectures, and additional time during tests,
12 but that she had sought out and received that assistance only starting in September 2013, roughly
13 2 years after she began attending classes, and roughly 6 months before the conclusion of the
14 relevant period. AT 44-45, 393. Furthermore, as the ALJ noted, the medical verification form
15 plaintiff submitted on November 15, 2012 for purposes of obtaining accommodations at Contra
16 Costa College, certifies only that plaintiff had purely physical impairments, such as knee pain and
17 sciatica; nothing in the evidence indicates that plaintiff's mental impairments warranted the

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19 ² Plaintiff argues that the court should apply the “clear and convincing” reasons standard in
20 reviewing the ALJ's consideration of Dr. Harris's opinion because the only other medical opinion
21 in the record that directly conflicts with Dr. Harris's opinion is provided by a non-examining
22 psychologist, Dr. Schumacher. However, plaintiff provides no authority to support her position
23 that the court must apply the “clear and convincing reasons” standard where a treating physician's
24 opinion conflicts with the opinion of a non-examining physician's opinion. Contrary to plaintiff's
25 position, the Ninth Circuit Court of Appeals has long held that an ALJ may reject a treating or
26 examining physician's opinion for “specific and legitimate reasons” when that opinion is
27 contradicted by the opinion of another physician. See, e.g., Lester v. Chater, 81 F.3d 821, 830-31
28 (9th Cir. 1995) (citing Andrews v. Shalala, 53 F.3d 1035, 1043 (9th Cir. 1995) (“[L]ike the
opinion of a treating doctor, the opinion of an examining doctor, even if contradicted by another
doctor, can only be rejected for specific and legitimate reasons that are supported by substantial
evidence in the record.”). This longstanding principle does not differentiate between whether the
conflicting opinion was provided by another treating, examining, or non-examining physician.
See id. Accordingly, the court applies the “specific and legitimate reasons” standard to assess the
ALJ's consideration of Dr. Harris's opinion, rather than the more stringent standard plaintiff
suggests should be applied.

1 school accommodations plaintiff received until she actually received them in September of 2013.
2 AT 397.

3 This evidence reasonably suggests that plaintiff's mental impairments did not render her
4 markedly limited with regard to her abilities to understand, remember, and carry out detailed
5 instructions, maintain attention and concentration for extended periods, complete a normal work-
6 day and work-week without interruptions, and tolerate normal levels of stress; it indicates that
7 plaintiff was able to attend college full time, receive generally good grades while she was there,
8 and did not need accommodations for her mental impairments for at least the first two years of
9 that schooling. Accordingly, the ALJ reasonably determined that this evidence undermined Dr.
10 Harris's opinion that plaintiff's mental impairments caused "marked" limitations with regard to
11 those areas of functioning. See Bayliss v. Barnhart, 427 F.3d 1211, 1216 (9th Cir. 2005) (ALJ
12 properly discounted physician's opinion that the plaintiff's "difficulty paying attention,
13 concentrating, and organizing herself without getting overwhelmed" affected her ability to work
14 based on the fact that that symptom did not prevent the plaintiff from "completing high school,
15 obtaining a college degree, finishing a Certified Nurses' Aide training program, and participating
16 in military training").

17 Plaintiff argues that the ALJ's determination that the evidence shows that plaintiff's
18 mental impairments only seriously impacted her schooling once she began receiving
19 accommodations in late 2013 was an unreasonable interpretation of the evidence because the
20 record also contains a letter from the Dean of Students at Contra Costa College, which suggests
21 that plaintiff had longstanding mental problems. However, this letter is dated January 24, 2014—
22 after plaintiff began receiving accommodations, and only a couple months before the ALJ issued
23 his decision—and states only that plaintiff had been a student at the College since 2011, the Dean
24 of Students had become acquainted with plaintiff at some unspecified time after she enrolled, and
25 plaintiff was now taking advantage of accommodations due to her mental impairments. AT 394.
26 This letter does not specifically show that plaintiff received accommodations for her mental
27 impairments prior to September of 2013, or that those impairments were so severe as to require
28 accommodations prior to that time. Accordingly, plaintiff's argument that the ALJ unreasonably

1 interpreted her school records is without merit.

2 In addition to finding that the evidence in the record related to plaintiff's college
3 coursework conflicted with Dr. Harris's opinion, the ALJ also correctly determined that
4 plaintiff's limited efforts to seek treatment for her mental impairments conflicted with the marked
5 mental limitations Dr. Harris opined. Indeed, Dr. Harris himself specifically acknowledged that
6 plaintiff attended treatment "sparingly" and appeared motivated to attend only for the purpose of
7 having her physicians fill out disability benefit forms. AT 903. The fact that plaintiff was not
8 motivated to consistently seek out or attend treatment is "powerful evidence regarding the extent
9 [of her symptoms]." Burch v. Barnhart, 400 F.3d 676, 681 (9th Cir. 2005). Accordingly, the ALJ
10 also properly cited to plaintiff's minimal participation in treatment for her mental impairments in
11 support of his determination that Dr. Harris's opinion that plaintiff's mental impairments caused
12 marked limitations was entitled to reduced weight.

13 2. Dr. Matan

14 Dr. Matan, plaintiff's treating orthopedist, provided a medical source statement regarding
15 the extent of plaintiff's limitations stemming from her physical impairments, specifically her back
16 and knee problems, on September 14, 2013. AT 875-77. In that statement, Dr. Matan opined that
17 plaintiff's physical impairments rendered her able to lift and/or carry up to 20 pounds
18 "occasionally," meaning "from very little up to 1/3 of an 8-hour day." AT 875. Dr. Matan
19 opined further that plaintiff could stand and/or walk for up to 2 hours total during an 8-hour day,
20 and could stand for no more than 30 minutes at a time without interruption. Id. Dr. Matan also
21 opined that plaintiff's ability to sit was not affected by her physical impairments, and that she
22 could sit for the entirety of an 8-hour day. AT 876. Finally, Dr. Matan opined that plaintiff could
23 "occasionally" balance, stoop, crouch, kneel, and crawl, but could "never" climb. Id. In all other
24 respects, Dr. Matan found that plaintiff's physical impairments did not cause additional
25 limitations. AT 875-77.

26 The ALJ found "Dr. Matan's opinion limiting [plaintiff] to essentially sedentary work not
27 substantiated by the objective medical evidence of record" and determined that "[t]he various x-
28 rays and MRI of [plaintiff's] knees and back indicate fairly benign findings and do not support

1 the extent of limitation Dr. Matan suggests.” Id. This was a specific and legitimate reason for
2 discounting Dr. Matan’s opinion supported by substantial evidence in the record.

3 As the ALJ noted, the x-ray and MRI evidence in the record regarding plaintiff’s knee and
4 back impairments show that those physical impairments were, at most, minimal in nature. AT
5 687 (September 2012 results for x-ray of plaintiff’s left knee showing no fracture, dislocation, or
6 other abnormalities), 873-74 (September 2013 MRI of plaintiff’s back revealing mild spinal canal
7 stenosis at the L4-5 vertebrae, and other mild findings), 994-95 (August 2013 results for x-ray of
8 plaintiff’s lower back showing only “minimal degenerative change in the facet joints of the lower
9 lumbar spine”), 1030 (October 2012 MRI of plaintiff’s left knee showing Grade I-MCL sprain,
10 without evidence of tear, and Hoffa’s fat pad impingement). The ALJ reasonably determined that
11 such objective medical findings did not support Dr. Matan’s opinion that plaintiff has physical
12 limitations that permitted plaintiff to engage only in sedentary work, such as an ability to stand
13 and/or walk for only up to 2 hours total in an 8-hour day. Similarly, other objective medical
14 findings in the record support the ALJ’s assessment that certain aspects of Dr. Matan’s opinion
15 were too extreme. See, e.g., AT 475-76, 556, 608, 918, 1047, 1052, 1057.

16 Furthermore, the more extreme aspects of Dr. Matan’s opinion were at odds with the
17 findings and opinion of Dr. Pon, an examining physician who conducted an independent physical
18 examination of plaintiff, to which the ALJ accorded “great weight.” AT 19. Indeed, Dr. Pon’s
19 examination notes show that plaintiff exhibited no problems with ambulation, had a normal gait,
20 had full range of motion, flexion, and extension in both knees, and produced negative results
21 bilaterally for her strait leg raising tests. AT 620-21. Based on those examination findings, Dr.
22 Pon opined that plaintiff had physical limitations that were less severe than those opined by Dr.
23 Matan. In particular, Dr. Pon opined that plaintiff could stand and/or walk for a total of 6 hours
24 in an 8-hour workday, in contrast to Dr. Matan’s opinion that plaintiff could do the same for only
25 a total of 2 hours during the same period of time. AT 621, 875. Dr. Pon’s opinion, standing
26 alone, was substantial evidence to support the ALJ’s determination that Dr. Matan’s opinion was
27 entitled to reduced weight. Andrews, 53 F.3d at 1041.

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1 Plaintiff argues that the ALJ could not have properly relied on Dr. Pon's opinion over the
2 opinion of Dr. Matan because the record shows that Dr. Pon issued his opinion prior to plaintiff
3 suffering a knee injury that Dr. Matan's later opinion took into account. However, the objective
4 evidence developed after Dr. Pon's February 13, 2012 examination, and after plaintiff incurred
5 her knee injury, in particular the x-ray and MRI results developed between September 2012 and
6 September 2013, provide a reasonable basis for the ALJ to conclude that Dr. Pon's opinion better
7 captured plaintiff's actual limitations over the course of the relevant period, even when plaintiff's
8 subsequent knee injury is taken into account. Therefore, the court finds plaintiff's argument to be
9 without merit.

10 B. *The ALJ did not err in Rendering his Adverse Credibility Determination with Regard*
11 *to Plaintiff's Testimony*

12 Second, plaintiff argues that the ALJ erred in finding plaintiff's pain and symptom
13 testimony less than fully credible.

14 The ALJ determines whether a disability applicant is credible, and the court defers to the
15 ALJ's discretion if the ALJ used the proper process and provided proper reasons. See, e.g.,
16 Saelee v. Chater, 94 F.3d 520, 522 (9th Cir. 1995). If credibility is critical, the ALJ must make an
17 explicit credibility finding. Albalos v. Sullivan, 907 F.2d 871, 873-74 (9th Cir. 1990); Rashad v.
18 Sullivan, 903 F.2d 1229, 1231 (9th Cir. 1990) (requiring explicit credibility finding to be
19 supported by "a specific, cogent reason for the disbelief").

20 In evaluating whether subjective complaints are credible, the ALJ should first consider
21 objective medical evidence and then consider other factors. Bunnell v. Sullivan, 947 F.2d 341,
22 344 (9th Cir. 1991) (en banc). If there is objective medical evidence of an impairment, the ALJ
23 then may consider the nature of the symptoms alleged, including aggravating factors, medication,
24 treatment and functional restrictions. See id. at 345-47. The ALJ also may consider: (1) the
25 applicant's reputation for truthfulness, prior inconsistent statements or other inconsistent
26 testimony, (2) unexplained or inadequately explained failure to seek treatment or to follow a
27 prescribed course of treatment, and (3) the applicant's daily activities. Smolen v. Chater, 80 F.3d
28 1273, 1284 (9th Cir. 1996); see generally SSR 96-7p; SSR 95-5p; SSR 88-13. Work records,

1 physician and third party testimony about nature, severity and effect of symptoms, and
2 inconsistencies between testimony and conduct also may be relevant. Light v. Social Security
3 Administration, 119 F.3d 789, 792 (9th Cir. 1997). A failure to seek treatment for an allegedly
4 debilitating medical problem may be a valid consideration by the ALJ in determining whether the
5 alleged associated pain is not a significant non-exertional impairment. See Flaten v. Secretary of
6 HHS, 44 F.3d 1453, 1464 (9th Cir. 1995). The ALJ may rely, in part, on his or her own
7 observations, see Quang Van Han v. Bowen, 882 F.2d 1453, 1458 (9th Cir. 1989), which cannot
8 substitute for medical diagnosis. Marcia v. Sullivan, 900 F.2d 172, 177 n.6 (9th Cir. 1990).
9 “Without affirmative evidence showing that the claimant is malingering, the Commissioner’s
10 reasons for rejecting the claimant’s testimony must be clear and convincing.” Morgan v.
11 Commissioner of Social Sec. Admin., 169 F.3d 595, 599 (9th Cir. 1999).

12 Here, the ALJ found plaintiff’s testimony regarding the intensity, persistence, and limiting
13 effects of the symptoms stemming from her impairments to be not entirely credible based on the
14 following rationale:

15 [S]he remains capable of taking multiple college classes since 2011,
16 obtaining generally good grades in the process. In addition, I find it
17 curious that she enrolled in the disabled students’ program at the
18 College only in 2013, 2 years after she began taking classes, and a
19 mere 6 months before her scheduled hearing before me. More
20 oddly . . . the disabled student “medical verification” cites only to
21 physical, not mental, impairments.

22 AT 19. This rationale constituted a clear and convincing reason for discounting plaintiff’s
23 testimony regarding the extent of her symptoms, which was supported by substantial evidence in
24 the record.

25 Plaintiff testified that she could no longer work because she was unable to focus and
26 remember things, was too scared to leave the house due to her mental impairments, and could not
27 handle stress. AT 31, 340-42. As discussed above with regard to Dr. Harris’s opinion, plaintiff’s
28 school records support the ALJ’s finding that plaintiff’s mental impairments were not so severe as
to cause marked impairments with regard to her ability to understand, remember, and carry out

1 detailed instructions, maintain attention and concentration for extended periods, complete a
2 normal work-day and work-week without interruptions, and tolerate normal levels of stress. On a
3 similar basis, those records also conflict with plaintiff's allegations that she cannot work due to
4 memory problems, an inability to maintain attention and concentration and handle stress, and a
5 fear of leaving the house. Indeed, plaintiff's school records shows that plaintiff attended college
6 full time between the Fall 2011 semester and the Fall 2013 semester without any accommodations
7 for her mental impairments, and managed to obtain generally good grades during that time. AT
8 393-99. The ALJ was permitted to rely on this fact as substantial evidence to support his finding
9 that plaintiff's testimony alleging that her mental impairments rendered her unable to work was
10 not credible. See Matthews v. Shalala, 10 F.3d 678, 680 (9th Cir. 1993) (finding ALJ's adverse
11 credibility determination to be supported by substantial evidence based on the ALJ's reasoning
12 that the claimant's attendance at school three days a week was inconsistent with the claimant's
13 alleged inability to perform all work). Accordingly, the ALJ did not err in his credibility
14 assessment of plaintiff's testimony.

15 *C. The ALJ's Error in Failing to Weigh the Third Party Statement of Plaintiff's Sister*
16 *was Harmless*

17 Third, plaintiff argues that the ALJ improperly discounted the lay witness testimony of her
18 sister without providing germane reasons for doing so that were specific to that witness. "[L]ay
19 witness testimony as to a claimant's symptoms or how an impairment affects ability to work is
20 competent evidence, and therefore cannot be disregarded without comment." Nguyen v. Chater,
21 100 F.3d 1462, 1467 (9th Cir. 1996); see also Dodrill v. Shalala, 12 F.3d 915, 918-19 (9th Cir.
22 1993) (friends and family members in a position to observe a plaintiff's symptoms and daily
23 activities are competent to testify to condition). "If the ALJ wishes to discount the testimony of
24 the lay witnesses, he must give reasons that are germane to each witness." Dodrill, 12 F.3d at
25 919. Nevertheless, the ALJ is not required "to discuss every witness's testimony on a[n]
26 individualized, witness-by-witness basis." Molina, 674 F.3d at 1114. Indeed, while the
27 applicable regulations require "the ALJ to consider testimony from family and friends submitted
28 on behalf of the claimant," they "do not require the ALJ to provide express reasons for rejecting

1 testimony from each lay witness.” Id. (citing 20 C.F.R. §§ 404.1529(c)(3), 404.1545(a)(3)).
2 “Rather, if the ALJ gives germane reasons for rejecting testimony by one witness, the ALJ need
3 only point to those reasons when rejecting similar testimony by a different witness.” Molina, 674
4 at 1114.

5 When the ALJ provides clear and convincing reasons for discounting a claimant’s
6 testimony and the third-party lay witness’s testimony is similar to the claimant’s testimony, the
7 ALJ’s reasons for discounting the claimant’s testimony may also constitute germane reasons for
8 rejecting the third-party lay witness’s testimony. Valentine v. Comm’r Soc. Sec. Admin., 574
9 F.3d 685, 694 (9th Cir. 2009); see also Molina, 674 at 1114. Furthermore, even when the ALJ
10 errs by failing to explain his or her reasons for disregarding a layperson’s testimony, such error is
11 harmless if that layperson’s testimony largely reflects the limitations described by the claimant
12 and the ALJ provides clear and convincing reasons for discounting the claimant’s testimony,
13 because the layperson’s testimony in such a circumstance is “inconsequential to the ultimate
14 nondisability determination in the context of the record as a whole.” Molina, 674 F.3d at 1122
15 (quotation marks omitted).

16 Here, the ALJ summarized the third-party statement provided by plaintiff’s sister and the
17 testimony she gave at the hearing in detail, clearly indicating that he considered that evidence.
18 AT 17. Moreover, plaintiff’s sister’s report and testimony essentially echoed plaintiff’s own
19 testimony and, as discussed above, the ALJ already provided specific, clear, and convincing
20 reasons for discounting plaintiff’s testimony, which are equally germane to this third-party
21 testimony. As such, any error in not explicitly restating or incorporating by reference the reasons
22 given for discounting plaintiff’s testimony with respect to this third-party statement was harmless
23 and remand is not warranted. See Molina, 674 F.3d at 1115-22.

24 *D. The ALJ’s Hypotheticals to the VE were not Erroneous*

25 Fourth, plaintiff argues that the ALJ erred in rendering his step-five determination based
26 on the testimony provided by the VE because the ALJ’s hypotheticals based on his RFC
27 determination failed to fully encompass all of plaintiff’s limitations supported by the evidence in
28 the record, therefore meaning that the VE’s testimony did not constitute substantial evidence.

1 Specifically, plaintiff contends that the ALJ’s hypotheticals based on his RFC determination
2 failed to incorporate limitations relating to plaintiff’s ability to relate to coworkers and
3 supervisors and regularly attend work based on the emotional dysfunction observed by Dr. Harris.
4 However, as discussed above, the ALJ properly discounted Dr. Harris’s opinion and based the
5 limitations contained in his RFC determination on substantial evidence from the record. See
6 Greger v. Barnhart, 464 F.3d 968, 973 (9th Cir. 2006) (quoting Osenbrock v. Apfel, 240 F.3d
7 1157, 1164-65 (9th Cir. 2001)) (“The ALJ . . . ‘is free to accept or reject restrictions in a
8 hypothetical question that are not supported by substantial evidence.’”). Accordingly, plaintiff’s
9 argument is without merit.

10 The ALJ posed hypotheticals to the VE that incorporated all of the limitations included in
11 the ALJ’s RFC determination, to which the VE responded that there existed several jobs within
12 the national economy that plaintiff could perform. AT 54-57. The ALJ properly relied on this
13 testimony to support his step five determination that there existed jobs in significant numbers
14 within the national economy that plaintiff could perform given her RFC. See Bray v. Comm’r of
15 Soc. Sec. Admin., 554 F.3d 1219, 1228 (9th Cir. 2009). Therefore, the ALJ’s step five
16 determination that plaintiff was not disabled within the meaning of the Act was proper and
17 supported by substantial evidence.

18 E. *The ALJ’s Overall Non-Disability Determination was Supported by Substantial*
19 *Evidence*

20 Finally, plaintiff contends that the ALJ’s overall decision finding plaintiff not disabled
21 within the meaning of the Act was not supported by substantial evidence. Plaintiff argues that
22 this decision was not based on substantial evidence because the ALJ’s RFC determination was
23 erroneous for the reasons asserted above with regard to the ALJ’s consideration of the medical
24 and lay opinion evidence and plaintiff’s testimony. Plaintiff asserts further that the ALJ erred in
25 relying on the VE’s testimony because that testimony was based on hypotheticals posed by the
26 ALJ that did not include all of plaintiff’s limitations.

27 ////

28 ////

1 In general, plaintiff's arguments regarding this issue are little more than a restatement of
2 her other contentions the court has already addressed and found to be without merit for the
3 reasons stated above. However, plaintiff also advances the new argument that the ALJ
4 erroneously assigned "great weight" to the opinion of Dr. Schumacher, a non-examining
5 psychologist, over the opinion of Dr. Harris. Plaintiff argues that Dr. Schumacher's status as a
6 non-examining physician means that his opinion cannot, as a matter of law, constitute substantial
7 evidence to support the ALJ's decision to reject the treating opinion of Dr. Harris. Plaintiff is
8 correct in noting that "[t]he opinion of a nonexamining physician cannot by itself constitute
9 substantial evidence that justifies the rejection of the opinion of either an examining physician or
10 a treating physician." Hill v. Astrue, 698 F.3d 1153, 1160 (9th Cir. 2012) (quoting Lester v.
11 Chater, 81 F.3d 821, 831 (9th Cir. 1996)). However, the ALJ did not rely on Dr. Schumacher's
12 opinion to discount Dr. Harris's opinion. As discussed above, the ALJ discounted Dr. Harris's
13 opinion because the evidence in the record regarding plaintiff's attendance at Contra Costa
14 College and the fact that plaintiff sought out only minimal treatment for her mental impairments
15 conflicted with the restrictive mental limitations contained in that opinion. AT 19. These were
16 specific and legitimate reasons for discounting Dr. Harris's opinion supported by substantial
17 evidence independent of Dr. Schumacher's opinion. Accordingly, plaintiff's argument is without
18 merit.

19 V. CONCLUSION

20 For the reasons stated herein, IT IS HEREBY ORDERED that:

- 21 1. Plaintiff's motion for summary judgment (ECF No. 10) is denied;
- 22 2. The Commissioner's cross-motion for summary judgment (ECF No. 15) is granted;

23 and

- 24 3. Judgment is entered for the Commissioner.

25 Dated: February 13, 2017

26 
27 CAROLYN K. DELANEY
28 UNITED STATES MAGISTRATE JUDGE