STATE OF MICHIGAN STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:



Reg. No: 200720564 Issue No: Case No: Hearing Date: March 15, 2011 Jackson County DHS

ADMINISTRATIVE LAW JUDGE: Vicki L. Armstrong

HEARING DECISION

This matter is before the undersigned Administrative Law Judge pursuant to 7 CFR 273.18; 45 CFR 233.20(a)(13); MCL 400.9; MCL 400.37; MCL 400.43(a); MAC R 400.941 and MCL 24.201, *et seq.*, upon a hearing request by the Department of Human Services (department) to establish an overissuance of benefits to Respondent. After due notice was mailed to Respondent, a hearing was held March 15, 2011, at which Respondent did not appear. This matter having been initiated by the department and due notice having been provided to Respondent, the hearing was held in Respondent's absence in accordance with Bridges Administrative Manual, Item 725.

ISSUE

Whether Respondent received an overissuance of Food Assistance Program (FAP) benefits that the department is entitled to recoup?

FINDINGS OF FACT

The Administrative Law Judge, based upon the clear and convincing evidence on the whole record, finds as material fact:

- 1. Respondent was receiving FAP at all times pertinent to this hearing.
- Respondent signed <u>Assistance Application</u> (DHS-1171) on December 14, 2006, acknowledging that she understood her failure to give timely, truthful, complete and accurate information about her circumstances could result in a civil or criminal action or an administrative claim against her. (Department Exhibits 12-19).

- 3. On March 23, 2007, Respondent called her case worker and reported that a member of her group left for Iraq the previous month. Respondent did not timely report the loss of a group member to the department. (Department Exhibit 3).
- 4. Respondent received \$476.00 in FAP benefits during the alleged fraud period of March 2007 through April, 2007. If the loss of a group member had been properly reported and the change budgeted by the department, Respondent would only have been eligible to receive \$218.00 in FAP benefits. (Department Exhibit 3).
- 5. Respondent failed to report a member of her group had left the home in a timely manner, resulting in a FAP overissuance for the months of March 2007 through April, 2007, in the amount of \$258.00. (Department Exhibit 3).
- 6. Respondent was clearly instructed and fully aware of the responsibility to report all changes affecting benefit amounts to the department.
- 7. Respondent has no apparent physical or mental impairment that would limit the understanding or ability to fulfill the income reporting responsibilities.

CONCLUSIONS OF LAW

The Food Assistance Program (FAP) (formerly known as the Food Stamp (FS) program) is established by the Food Stamp Act of 1977, as amended, and is implemented by the federal regulations contained in Title 7 of the Code of Federal Regulations (CFR). The Department of Human Services (DHS or department) administers the FAP program pursuant to MCL 400.10, *et seq.*, and MAC R 400.3001-3015. Department policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) and the Bridges Reference Manual (BRM).

Departmental policy, states that when the client group receives more benefits than the group is entitled to receive, DHS must attempt to recoup the overissuance (OI). Repayment of an OI is the responsibility of anyone who was an eligible, disqualified, or other adult in the program group at the time the OI occurred. Bridges will collect from all adults who were a member of the case. OIs on active programs are repaid by lump sum cash payments, monthly cash payments (when court ordered), and administrative recoupment (benefit reduction). OI balances on inactive cases must be repaid by lump sum or monthly cash payments unless collection is suspended. BAM 725.

In this case, the department has established that Respondent was aware of the responsibility to report all changes to the department. Department policy requires clients to report any change in circumstances that will affect eligibility or benefit amount within ten days. BAM 105. Respondent has no apparent physical or mental impairment that limits the understanding or ability to fulfill the reporting responsibilities.

Respondent completed an application for assistance on December 14, 2006. On this application, Respondent indicated that a friend was living with her and he was added to her group for FAP benefits. Respondent notified the department on March 23, 2007, that her friend had left her household in February 2007, which was more than 10 days after he moved out. Because Respondent failed to timely report that her friend had moved out, thus decreasing the members of her group, Respondent received an overissuance of FAP benefits.

This Administrative Law Judge finds that the evidence presented by the department shows that Respondent failed to report her circumstances in a timely manner. Therefore, Respondent is responsible for repayment of the overissuance.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides that Respondent received an overissuance of FAP benefits for the time period of March 2007 through April, 2007, that the department is entitled to recoup.

The department is therefore entitled to recoup FAP overissuance of \$258.00 from Respondent.

It is SO ORDERED.

<u>/s/</u>_____

Vicki L. Armstrong Administrative Law Judge for Maura D. Corrigan, Director Department of Human Services

Date Signed: March 17, 2011

Date Mailed: March 17, 2011

NOTICE: The law provides that within 60 days of mailing of the above Decision the Respondent may appeal it to the circuit court for the county in which he/she resides or has his or her principal place of business in this state, or in the circuit court for Ingham County. Administrative Hearings, on its own motion, or on request of a party within 60 days of the mailing date of this Hearing Decision, may order a rehearing.

The Claimant may appeal the Decision and Order to Circuit Court within 30 days of the receipt of the Decision and Order or, if a timely request for rehearing was made, within 30 days of the receipt date of the rehearing decision.

