#### STATE OF MICHIGAN

# STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER:



Reg No. 200921263 Issue No. 2009/4031 Case No.

Load No.

Hearing Date: July 7, 2009

Gladwin County DHS

ADMINISTRATIVE LAW JUDGE: Marlene B. Magyar

## **HEARING DECISION**

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and MCL 400.37 upon the claimant's request for a hearing. After due notice, an in-person hearing was held on July 7, 2009. Claimant personally appeared and testified. She was represented by Inc.

### <u>ISSUE</u>

Did the department properly determine claimant is not disabled by Medicaid (MA) and State Disability Assistance (SDA) eligibility standards?

#### FINDINGS OF FACT

The Administrative Law Judge, based upon the competent, material, and substantial evidence on the whole record, finds a material fact:

- On September 15, 2008, claimant applied for disability-based MA/retro-MA, followed by an application for a monthly cash grant (SDA) based on disability filed on September 26, 2008.
- 2. When those applications were denied, a hearing request was filed on claimant's behalf, held in the July 9, 2009,
- 3. By that time, the Social Security Administration (SSA) disability application claimant previously filed resulted in an Unfavorable Decision following her appeal, issued on February 17, 2009,

according to a computerized cross-check (SOLQ) of the SSA's records received by this Administrative Law Judge while her MA/SDA hearing was pending, specifically on September 8, 2010; additionally, no further appeals are noted.

4. Claimant alleged impairments at the SSA hearing identical to those presented at her MA/SDA hearing.

## **CONCLUSIONS OF LAW**

The Medical Assistance (MA) program is established by the Title XIX of the Social Security Act and is implemented by Title 42 of the Code of Federal Regulations (CFR). The Department of Human Services (formerly known as the Family Independence Agency) administers the MA program pursuant to MCL 400.10, *et seq.*, and MCL 400.105. Department policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) and the Program Reference Manual (PRM).

The State Disability Assistance (SDA) program which provides financial assistance for disabled persons is established by 2004 PA 344. The Department of Human Services (DHS or department) administers the SDA program pursuant to MCL 400.10, et seq., and MAC R 400.3151-400.3180. Department policies are found in the Program Administrative Manual (PAM), the Program Eligibility Manual (PEM) and the Program Reference Manual (PRM).

Jurisdiction must be established for a contested case review of departmental actions before a decision on the merits of the case can be made. This same rule is applied to SDA cases. The applicable departmental policy states:

## **Final SSI Disability Determination**

SSA's determination that disability or blindness does **not** exist for SSI purposes is **final** for MA if:

- . The determination was made after 1/1/90, and
- . No further appeals may be made at SSA, or
- The client failed to file an appeal at any step within SSA's 60-day limit, and
- . The client is **not** claiming:
  - A totally different disabling condition than the condition SSA based its determination on, or

.. An additional impairment(s) or change or deterioration in his condition that SSA has **not** made a determination on.

Eligibility for MA based on disability or blindness does **not** exist once SSA's determination is **final**. PEM, Item 260, pp. 2-3.

The relevant federal regulations are found at 42 CFR Part 435. These regulations provide: "An SSA determination is binding on an agency until that determination is changed by the SSA." 42 CFR 435.541(a)(2)(b)(i). This regulation also provides: "If the SSA determination is changed, the new determination is also binding on the department." 42 CFR 435.541(a)(2)(b)(ii). These federal mandates have been incorporated in the department's policy at BEM Item 260.

The SSA's records (received while claimant's MA/SDA hearing was pending) verify she received a final, unfavorable SSA determination on February 17, 2009. No further appeals were taken. Claimant alleged identical impairments to the ones the SSA has already reviewed when attempting to support her MA/SDA disability claim. Consequently, under the above-cited regulations and state policy, no jurisdiction exists for this Administrative Law Judge to proceed on the merits of this case. The status quo must remain intact. The department's action must remain upheld.

## **DECISION AND ORDER**

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides the department's denial action was correct.

Accordingly, the department's action is AFFIRMED.

Marlene B. Magyar
Administrative Law Judge

For Ismael Ahmed, Director Department of Human Services

Date Signed: November 22, 2010

Date Mailed: November 23, 2010

<u>NOTICE</u>: Administrative Hearings may order a rehearing or reconsideration on either its own motion or at the request of a party within 30 days of the mailing date of this Decision and Order. Administrative Hearings will not order a rehearing or reconsideration on the Department's motion where the final decision cannot be implemented within 90 days of the filing of the original request.

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.

#### MBM/db

