# STATE OF MICHIGAN MICHIGAN ADMINISTRATIVE HEARING SYSTEM ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:

Reg. No: 200921529

Issue No: 4060

Case No:

Hearing Date: September 7, 2011

Oscoda County DHS

ADMINISTRATIVE LAW JUDGE: Corey A. Arendt

# **HEARING DECISION**

This matter is assigned to me 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 over issuance of benefits to Respondent. After due notice was mailed to Respondent, a hearing was held on September 7, 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 accordance with Bridges Administrative Manual, Item 725.

## <u>ISSUE</u>

Did the Claimant receive an over issuance (OI) of Child Development Care (CDC) benefits?

#### FINDINGS OF FACT

I find as material fact, based upon the competent, material, and substantial evidence on the whole record:

- 1. On September 25, 2008, the Claimant applied for CDC benefits. (Department Exhibit).
- 2. The Claimant received CDC benefits from October 12, 2008 through February 28, 2009.
- 3. From October 12, 2008 through February 28, 2009, the Claimant received an OI of CDC benefits in the amount of

# **CONCLUSIONS OF LAW**

The FAP 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 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).

The Department must recoup the OI if the client group receives more benefits than the group is entitled to receive. 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 members 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.

The Department admitted they did not follow their own policies in determining the Claimant's eligibility for CDC benefits which resulted in an Ol. Regardless of fault, the Department must attempt to recoup the Ol.

I find the evidence presented by the Department shows the Claimant received more benefits than they were entitled to receive. Therefore, Claimant is responsible for repayment of the OI.

# **DECISION AND ORDER**

I, based upon the above findings of fact and conclusions of law, decide the Respondent received an OI of CDC benefits. The Department is entitled to recoup the OI.

The Department is therefore entitled to recoup the remaining CDC OI of Respondent.

The Department shall initiate collection procedures in accordance with Department policy.

\_\_\_\_\_<u>/s/</u>
Corey A. Arendt
Administrative Law Judge
for Maura D. Corrigan, Director

Department of Human Services

Date Signed: \_September 7, 2011

Date Mailed: \_September 8, 2011

**NOTICE**: The law provides that within 60 days from the mailing date of the above hearing 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 mailing 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.

# CAA/cr



