STATE OF MICHIGAN STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:

Claimant

Reg No:2009-28528Issue No:3002Case No:1000Load No:1000Hearing Date:1000August 13, 20090akland County DHS

ADMINISTRATIVE LAW JUDGE: Jeanne M. VanderHeide

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, a telephone hearing was conducted on August 13, 2009. The Claimant appeared and testified along with her husband, **Mathematical Science Science** interpreted for Claimant. Linda Riffenburg, FIM, appeared on behalf of the Department.

ISSUE

Whether the Department properly computed the Claimant's Food Assistance ("FAP") benefits effective 4/1/09 and 7/1/09?

FINDINGS OF FACT

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

- 1. The Claimant is an active FAP recipient.
- A Food Assistance Budget was compiled as part of an annual review on 3/18/09 resulting in a FAP allotment of \$46.00/month. (Exhibit 1, pp. 1-2).

- 3. The FAP budget was recalculated on 4/1/09 as a result of the federal stimulus package resulting in a FAP allotment of \$90.00/month. (Exhibit 1, pp. 5-6).
- 4. The FAP budget was recalculated on 7/1/09 in accordance with bridges resulting in no change, FAP allotment of \$90.00/month. (Exhibit 1, pp. 7-8).
- 5. Claimant has a household group of two (2) persons.
- Claimant receives RSDI and SS income in the amount of \$1058.00/month. (Exhibit 1).
- 7. Claimant testified that she has incurred no excess medical expenses.
- Claimant testified that she pays rent in the amount of \$291.00/month. Claimant is only responsible for telephone.
- 9. Claimant objected to the FAP calculations and filed this appeal. The Department received the Claimant's Request for Hearing on April 27, 2009.

CONCLUSIONS OF LAW

The Food Assistance Program, 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"), formally known as the Family Independence Agency, administers the FAP program pursuant to MCL 400.10, *et. seq.* and MAC R 400.3001-3015. Departmental policies are found in the Program Administrative Manual ("PAM"), the Program Eligibility Manual ("PEM"), and the Program Reference Manual ("PRM"). The federal regulations define household income to include all earned and unearned income. 7 CFR 273.9(b). All monthly income must be converted to a nonfluctuating monthly amount. Only 80% of earned income is counted in determining FAP benefits. PEM 550. Under 7 CFR 273.9, as amended, \$135.00 is deducted from the gross income of FAP recipients in determining FAP grants. Unearned income

includes SSI payments for family members (PEM 500, p. 33) and child support (PEM 500, p. 10).

Under 7 CFR 273.9 deductions for excess shelter are also made. PEM 554. <u>Id.</u> There is a standard heat and utility deduction as well as a standard deduction for telephone bills. <u>Id.</u> The standard deductions are a set amount that is applied regardless of the actual expenses incurred by the Claimant.

In the present case, according to the aforementioned policy on budgeting, Claimant has a net monthly income of \$923.00. This was obtained by subtracting the standard deduction of \$135.00 and the excess shelter amount of \$0.00 from the gross income of \$1058.00. The amount of food assistance allotment is established by regulations at 7 CFR 273.10. A household of two people with a net monthly income of \$923.00 is entitled to a monthly FAP grant of \$90.00 per month. RFT 260. The 7/1/09 budget follows the same income and deductions.

At the hearing, the Michigan Combined Application Project (MiCAP) was discussed. MiCAP is a series of waivers that allows DHS to issue FAP benefits to SSI individuals who qualify for the program. BEM 618. The amount of FAP benefits a MiCAP individual receives is determined by their total shelter, heat and utility expenses. If an individual's total expenses are below \$60.00, the FAP benefits is \$84.00 per month. If the total expenses are equal to or exceed \$600, the benefit amount is \$129.00 per month. BEM 618, p. 2. Unfortunately for the Claimant, MiCAP does not apply in this case because the MiCAP group is always a group of one. BEM 618, p. 3.

Based upon the foregoing facts and relevant law, it is found that the Department's determination is AFFIRMED.

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DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of

law, finds that the Department properly calculated the amount Claimant's FAP allotment.

Accordingly, the Department's FAP eligibility determination is AFFIRMED.

Jeanne M. VanderHeide Administrative Law Judge for Ismael Ahmed, Director Department of Human Services

Date Signed: <u>09/09/09</u>

Date Mailed: 09/11/09

NOTICE: 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 60 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.

JV/dj

