STATE OF MICHIGAN STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF: Reg. No.: 2009-31484

Issue No.: 3002 Claimant Case No.:

nt Case No.: Load No.:

> Hearing Date: October 8, 2009

Wayne County DHS (17)

ADMINISTRATIVE LAW JUDGE: Aaron McClintic

HEARING DECISION

ISSUE

Is the department correct in denying claimant's FAP application because of failure to report assets and to provide verification of income?

FINDINGS OF FACT

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

- (1) Claimant applied for FAP on April 7, 2009.
- (2) On May 22, 2009 the case was referred to FEE due to unreported/ under reported income and assets.

- (3) Claimant's FAP application was denied on July 14, 2009 for failure to report and provide verification of income and assets.
- (4) Claimant requested hearing on July 23, 2009 contesting the denial.

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").

Clients must cooperate with the local office in determining initial and ongoing eligibility to provide verification. PAM 130, p. 1. The questionable information might be from the client or a third party. Id. The Department can use documents, collateral contacts or home calls to verify information. Id. The client should be allowed 10 calendar days to provide the verification. If the client cannot provide the verification despite a reasonable effort, the time limit to provide should be extended at least once. PAM 130, p.4; PEM 702. If the client refuses to provide the information or has not made a reasonable effort within the specified time period, then policy directs that a negative action be issued. PAM 130, p. 4. Before making an eligibility determination, however, the department must give the client a reasonable opportunity to resolve any discrepancy between his statements and information from another source. PAM 130, p. 6. Clients must completely and truthfully answer all questions on forms and in interviews. PAM 105, p. 5.

In the present case, household member admitted at hearing that he owned real property that he did not report on his application. The department presented evidence that owned parcels of land located at , , and testified that he was behind of property taxes for these parcels and that he was having difficulty collecting from his tenants. testified that his difficulty with English caused him confusion when completing the application.

Claimant and household members must completely and truthfully answer all questions on forms. PAM 105 page 5. Claimant failed to meet this duty when real estate holdings were not reported and thus the department was justified in denying benefits.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law decides that the department was correct in the determination of MA benefits, and it is ORDERED that the department's decision in this regard be and is hereby AFFIRMED.

Aaron McClintic

Administrative Law Judge for Ismael Ahmed, Director Department of Human Services

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Date Signed: 11/02/09

Date Mailed: _11/02/09_____

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 cannon be implemented within 60 days of the filing of the original request.

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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.

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