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: 2009-32522

Issue No: 3002

Case No: Load No:

Hearing Date:

September 10, 2009 Wayne 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 September 10, 2009. The Claimant appeared and testified. Phil Dew, FIM and Karla Brooks-Talley, ES appeared on behalf of the Department.

ISSUE

Whether the Department properly computed the Claimant's Food Assistance ("FAP") benefits effective August 1, 2009.

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 applied for FAP benefits in May of 2009.
- 2. The initial FAP budget prepared by the Department did not include any unemployment compensation received by Claimant as it was about to end.

- A later UCB report indicated that Claimant did continue to have unemployment compensation earnings.
- Therefore, on July 14, 2009, the Department recalculated Claimant's FAP budget.
 The Department determined that Claimant should received \$42.00 in FAP benefits.
- 5. The Claimant testified that his rent is \$1100.00/month.
- 6. The Claimant testified he is responsible for heat and electricity.
- 7. Claimant testified that he and his minor child are included in his family group.
- 8. The Claimant receives unemployment compensation in the amount of \$774.00 every two weeks.
- 9. Claimant objected to the FAP calculation and filed this appeal. The Department received the Claimant's Request for Hearing on January 22, 2008.

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 unemployment compensation benefits. 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

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determining FAP grants. Under 7 CFR 273.9 deductions for excess shelter are also made. PEM

554. Household groups that do not have a Senior/Disabled veteran (SDV) member are given a

standard deduction of \$35.00/month for medical expenses. Id. There is a standard heat and

utility deduction as well as a standard deduction for telephone bills. Id. 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 \$1083.00. This was obtained by subtracting the standard deduction of

\$135.00 and the excess shelter amount of \$446.00 from the gross income of \$1664.00. 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 \$1083.00 is entitled to a monthly FAP grant of

\$42.00 per month. RFT 260.

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

determination is AFFIRMED.

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 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:

10/07/09

Date Mailed:

10/08/09

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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.

