# STATE OF MICHIGAN STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

# ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:

,

Reg No: 2009-37230

Issue No: 3002/3000 Case No:

Claimant Load No:

Hearing Date:
October 26, 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 hearing submitted on September 29, 2009. After due notice, a telephone hearing was conducted in Wayne County, Michigan on October 26, 2009. The Claimant was present and testified. Joyce Bacalis, FIM and Quinna Norwood, FIS appeared on behalf of the Department.

#### <u>ISSUE</u>

Whether the Department properly calculated Claimant's Food Assistance Program ("FAP") benefits?

## FINDINGS OF FACT

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

1. Claimant applied for FAP benefits on 7/14/09 and was denied for excess income.

- 2. Claimant's husband is self-employed and \$5,025.00 of income from one job was utilized as the monthly earned income amount. Furthermore, there was nothing deducted for materials or self employment expenses.
- 3. Claimant testified that she and her husband reported only \$15,813.00 in earned income on their 2008 income taxes.
- 4. The Department acknowledged that Claimant's income was less than used in the budget calculation.
- 5. At the hearing, the Department agreed to recalculate FAP benefits utilizing Claimant's 2008 reported self income.
- 6. As a result of this agreement, Claimant indicated that she no longer wished to proceed with a hearing.

### **CONCLUSIONS OF LAW**

The Food Assistance Program (FAP) (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 (formerly known as the Family Independence Agency) administers the FAP program pursuant to MCL 400.10, *et seq.*, and MAC R 400.3001-3015. Department policies are found in the Program Administrative Manual (PAM), the Program Eligibility Manual (PEM) and the Program Reference Manual (PRM).

Under Program Administrative Manual Item 600, clients have the right to contest any agency decision affecting eligibility or benefit levels whenever they believe the decision is illegal. The agency provides an Administrative Hearing to review the decision and determine if it is appropriate. Agency policy includes procedures to meet the minimal requirements for a fair

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hearing. Efforts to clarify and resolve the client's concerns start when the agency receives a

hearing request and continues through the day of the hearing.

In the present case the department has agreed to reconsider Claimant's FAP application

and recalculate FAP benefits utilizing Claimant's 2008 income taxes to determine the amount of

earned income from self employment. As a result of this agreement, Claimant indicated she no

longer wished to proceed with the hearing. Since the Claimant and the Department have come to

an agreement it is unnecessary for this Administrative Law Judge to make a decision regarding

the facts and issues in this case.

DECISION AND ORDER

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

finds that the Department and Claimant have come to a settlement regarding claimant's request

for a hearing.

Accordingly, it is ORDERED:

1. The department shall review and recalculate Claimant's FAP benefits from the date of

application utilizing the amount of self employed earned income from Claimant's

2008 tax return.

2. The Department shall supplement the Claimant for any lost benefits she was

otherwise entitled to receive.

Jeanne M. VanderHeide

Administrative Law Judge

for Ismael Ahmed, Director

Department of Human Services

Date Signed: <u>11/23/09</u>

Date Mailed: 12/02/09

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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.

JV/dj