

STATE OF MICHIGAN  
STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

ADMINISTRATIVE HEARINGS FOR THE  
DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF: [REDACTED]

Claimant

Reg. No: 2009-6185

Issue No: [REDACTED]

Case No: [REDACTED]

Load No: [REDACTED]

Hearing Date:

March 3, 2009

Macomb County DHS

ADMINISTRATIVE LAW JUDGE: Ivona Rairigh

HEARING DECISION

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9; and MCL 400.37 upon claimant's request for a hearing. After due notice, a telephone hearing was held on March 3, 2009. Claimant personally appeared and testified along with her husband Steve Kukoz.

ISSUE

Did the department correctly deny claimant's Food Assistance Program (FAP) application in November, 2008 due to excess 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 November 5, 2008. Claimant's household includes her husband and her 21 year-old son (Department's Exhibits #1-5).

2. On November 6, 2008, department completed a FAP budget using the pension of claimant's husband of \$ [REDACTED] and employment income of her son averaged out based on paychecks he received in October, 2008, total of \$ [REDACTED] (Department's Exhibits #11 and 12).

3. FAP budget computation resulted in determination that the total gross income of claimant's household, [REDACTED] per month, exceeded the gross income limit of [REDACTED] allowable for household of 3.

4. Department sent the claimant a notice denying her FAP application on November 6, 2008, due to countable income exceeding limit. Claimant requested a hearing on December 1, 2008.

#### 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 (DHS or department) 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).

Claimant testified that she does not understand why her son has to be included on her FAP case. Department's policy states:

#### **FOOD ASSISTANCE PROGRAM GROUP COMPOSITION**

#### **DEPARTMENT POLICY**

You must determine who is included in the Food Assistance Program (FAP) group prior to evaluating the nonfinancial and financial eligibility of everyone in the group.

To establish FAP group composition determine:

1. Who lives together.
2. The relationship(s) of the people who live together.
3. Whether the people living together purchase and prepare food together or separately, and
4. Whether the person(s) resides in an eligible living situation. (See “LIVING SITUATIONS” in this item.)

PEM, Item 212, p. 1.

### **RELATIONSHIPS**

The relationship(s) of the people who live together affects whether they must be included or excluded from the group. First determine if they **must** be included in the group. If they are **not** mandatory group members, then determine if they purchase and prepare food together or separately. PEM, Item 212, p. 1.

### **Spouses**

Spouses who are legally married and live together **must** be in the same group. PEM, Item 212, p. 1.

### **Parents and Children**

Children include natural, step and adopted children.

Parents and their children **under 22 years of age** who live together **must** be in the same group regardless of whether the child has his/her own spouse or child who lives with the group. PEM, Item 212, p. 1.

Claimant’s 21 year-old son must be included in the same FAP group as departmental policy clearly mandates such inclusion. Secondly, both the income of claimant’s husband, a pension, and her son’s employment income must be counted when determining FAP eligibility, according to the following policy:

### **INCOME**

### **DEPARTMENT POLICY**

### **All Programs**

The group composition and program budgeting items specify whose income to count. The program budgeting items might also contain program-specific income deductions or disregards.

Income means benefits or payments measured in money. It includes money a person owns even if NOT paid directly such as stock dividends automatically reinvested and income paid to a representative.

Earned income means income received from another person or organization or from self-employment for duties that were performed for remuneration or profit. Unearned income means all income that is NOT earned income. The item specifies whether the income is earned or unearned.

The amount of income counted may be more than the amount a person actually receives, because it is the amount before any deductions including deductions for taxes and garnishments. The amount before any deductions is called the **gross** amount. PEM, Item 500, p. 1.

In addition, claimant's group does not consist of a senior, disabled or disabled veteran member, and therefore the group must have income below the gross and net income limits.

PEM, Item 550, p. 1. Claimant's household gross income as reported and verified at the time of her November, 2008 application exceeded the monthly gross income allowed for her household of 3, and no FAP eligibility existed.

Claimant states that her son now received UCB. Claimant was advised she may re-apply for FAP benefits at any time, and also that when her son reaches 22 years of age he may not be required to be part of her FAP group if he starts to purchase and prepare his food separately from the parents.

### **DECISION AND ORDER**

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides that the department correctly denied claimant's FAP application in November, 2008.

Accordingly, department's action is AFFIRMED, and it is SO ORDERED.

/s/ \_\_\_\_\_  
Ivona Rairigh  
Administrative Law Judge  
for Ismael Ahmed, Director  
Department of Human Services

Date Signed: March 9, 2009

Date Mailed: March 10, 2009

**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.

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