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.: 2010-14275 Issue No.: 3003 Case No.: Load No.: Hearing Date: June 24, 2010 Wayne County DHS (41)

ADMINISTRATIVE LAW JUDGE: Aaron McClintic

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 held on June 24, 2010. The Claimant appeared and testified.

appeared on behalf of the Department.

ISSUE

Did the Department properly determine Claimant's Food Assistance benefits?

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 was an on going recipient of FAP and MA benefits.
- 2. Claimant has \$1730 monthly unearned income from social security benefits.
- 3. Claimant has monthly shelter expense of \$891.
- Claimant requested a hearing on November 9, 2009 contesting the determination of FAP benefits.

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 Bridges Administrative Manual ("BAM"), the Bridges Eligibility Manual ("BEM"), and the Program Reference Manual ("PRM").

The federal regulations define household income to include all earned 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.

In the present case, claimant has \$1730 unearned income from social security benefits. The standard deduction of \$135 was subtracted from \$1730 resulting in adjusted income of \$1595. Claimant has monthly shelter expense of \$891(this was calculated by averaging Claimant's housing related expenses), and does qualify for excess shelter deduction of \$94. Claimant's shelter expense of \$891 is \$94 greater than 50% of \$1594, \$797 adjusted income. Subtracting \$94 from \$1595 results with \$1501. The Food Assistant Issuance Table shows \$16 in benefit for \$1501 net income for a household of 2. RFT 260 This is the amount determined by the Department and it is correct.

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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 FAP benefits, and it is ORDERED that the Department's decision in this regard be and is hereby AFFIRMED.

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

Date Signed: 07/01/2010

Date Mailed: <u>07/01/2010</u>

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.

AM/cjp

