#### 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:2010-14384Issue No:3020,3000Case No:Image: Comparison of the second se

# 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 February 4, 2010. The Claimant appeared and testified.

ES appeared on behalf of the Department.

## **ISSUE**

Was the Department correct in determining an overissuance of Claimant's FAP

benefits and for seeking recoupment?

## 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 benefits.
- (2) On December 7, 2009 the Department determined that an overissuance had occurred due to Department error. Unemployment income that should have been included was not.

- (3) Claimant received overissuances in the amount of \$349 under the FAP program. Claimant received \$349 when she should have received \$0 for December 2009.
- (4) Claimant requested a hearing on December 14, 2009 contesting the overissuance determination and recoupment of benefits. At hearing Claimant requested a lower repayment arrangement.
- (5) The parties reached an agreement whereby the Claimant agreed to repay \$25 per month towards the overissuance.

#### 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").

When a client group receives more benefits than they are entitled to receive, DHS must attempt to recoup the over issuance (OI) if the overissuance is greater than \$125. BPB 2010-005. The amount of the OI is the amount of benefits the group or provider actually received minus the amount the group was eligible to receive. PAM 720, p. 6.

Under Bridges 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 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.

For December 2009 Claimant received \$349 in FAP benefit when she was entitled to \$0. Claimant received an overissuance of \$349. At hearing, the Claimant proposed to pay back \$25 per month and the Department agreed.

In the present case, the parties reached an agreement whereby the Claimant agree to repay the Department \$25 per month. 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 above findings of fact and conclusions of law, finds that Claimant received overissuances in FAP program benefits of \$349 due to agency error, and it is ORDERED that the Department's decision in this regard be and is hereby AFFIRMED. Claimant agreed to repay \$25 per month towards the overissuance.

/s/\_\_\_

Aaron McClintic Administrative Law Judge for Ismael Ahmed, Director Department of Human Services Date Signed: March 25, 2010

Date Mailed: March 25, 2010

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/ctl

Cc: