## STATE OF MICHIGAN STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

# ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:

Reg No: Issue No: 2010-171 3002

Claimant,

Case No:

Load No:

Hearing Date:
October 27, 2009
Calhoun County DHS

ADMINISTRATIVE LAW JUDGE:

Steven M. Brown

## **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 conducted from on October 27, 2009.

## <u>ISSUE</u>

Whether the Department properly computed the Claimant's Food Assistance
Program (FAP) allotment?

## 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 is a FAP recipient.
- (2) On July 28, 2009, the Department received Claimant's Redetermination packet for FAP benefits.
- (3) On August 31, 2009, the Department completed a FAP budget using

  ) for Claimant's monthly income which resulted in a monthly

  FAP reduction from to Exhibits 1-4)
- (4) On August 31, 2009, the Department mailed Claimant a Notice of Case

  Action which explained the reduction in Claimant's monthly FAP allotment. (Exhibit 5)
- (5) On September 14, 2009, the Department received the Claimant's hearing request protesting the amount of her FAP allotment. (Hearing Request)

### 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. Departmental policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM), and the Bridges Reference Manual (BRM).

For FAP purposes, all earned and unearned income available to the Claimant is countable. 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 and includes FIP, RSDI, SSI and UB. The amount counted may be more than the client actually receives because the gross amount is used prior to any deductions. BEM 500

The Department determines a client's eligibility for program benefits based on the client's actual income and/or prospective income. Actual income is income that was already received. Prospective income is income not yet received but expected.

Prospective budgeting is the best estimate of the client's future income. BEM 505

All income is converted to a standard monthly amount. If the client is paid weekly, the Department multiplies the average weekly amount by 4.3. If the client is paid every other week, the Department multiplies the average bi-weekly amount by 2.15.

BEM 505

In the instant case, Claimant did not report her use to the Department when she began receiving it in March 2009, therefore, her FAP benefits were not reduced at that time. As a result of including her unemployment benefits in her FAP budget at Redetermination in August 2009, Claimant's monthly FAP allotment was reduced from to

With the above said, based on the testimony and documentation offered at hearing, I find that the Department established that it acted in accordance with policy in computing Claimant's FAP allotment.

#### DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, finds that the Department acted in accordance with policy in

computing Claimant's FAP allotment. Accordingly, the Department's FAP eligibility determination is AFFIRMED, it is SO ORDERED.

<u>/s/</u>

Steven M. Brown
Administrative Law Judge
for Ismael Ahmed, Director
Department of Human Services

Date Signed: October 27, 2009

Date Mailed: October 27, 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.

#### SMB/db

