## STATE OF MICHIGAN STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

# IN THE MATTER OF THE CLAIM OF:



Reg No.:2010-172 Issue No.: 2009 Case No.: Load No.: Hearing Date: April 20, 2010 Allegan County DHS

### ADMINISTRATIVE LAW JUDGE: Landis Y. Lain

# HEARING DECISION

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and MCL 400.37 upon the c laimant's request for a hearing. After due notice, a telephone hearing was held on Apr il 20, 2010. The claimant appeared and testified. [Click here and type any additional appearances]

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

Did the Department of Human Services (the department) properly cancel claimant's spend-down case?

#### FINDINGS OF FACT

The Administrative Law Judge, based upon t he competent, material, and substantial evidence on the whole record, finds a material fact:

- (1) The caseworker who worked on this case originally was not present for the case. There was no one present at the time of hearing who could testify as to personal knowledge.
- (2) According to the hearings summary , claimant had an active spend-dow n deductible Medicaid case.

- (3) Claimant was due for her yearly review of her Medicaid deductible case and due to the fact that she had not met her deductible and 90 days prior to her review, her case was closed for non-use.
- (4) On August 1, 2009, the department case worker sent claim ant notice that her case would be cancelled effective August 13, 2009.
- (5) On August 14, 2009, claimant filed a request for a h earing to c ontest the department's negative action.
- (6) The department case worker conceded on the re cord that claimant's application was not properly processed for Medicaid Disability.

### CONCLUSIONS OF LAW

The Medic al Assistance (MA) program is est ablished by the Title XIX of the Socia I Security Act and is implemented by Title 42 of the Code of Federal Regulations (CFR). The Department of Human Services (formerly known as the Family Independenc e Agency) administers the MA pr ogram pursuant to MCL 400.10, *et seq*., and MC L 400.105. Department polic ies are found in the Program Admini strative Manual (PAM), the Program Eligibility Manual (PEM) and the Program Reference Manual (PRM).

The department caseworker conceded on the re cord that claimant's application was not properly processed. Theref ore, the department did not establish by the necessary competent, material and subst antial evidence on the record that is was acting in compliance with department policy when it proposed to cancel claimant's active spend-down deductible Medicaid case.

#### **DECISION AND ORDER**

The Administrative Law Judge, based upon t he above findings of fact and conclusion s of law finds that the department has not established by the necessary evidence that it was acting in compliance with department polic y when it proposed to cancel claimant's Medicaid deductible spend-down case.

Accordingly, the department's decision is REV ERSED. The department is ORDERED to reinstate claimant's Medical Assistance spend-down deductible case and to make a determination as to whether or not claimant is eligible to receive Medical Assistance or a spend-down, back to the date of August 1, 2009. The depart ment is to determine whether or not claimant is eligible for SSI or RSDI and shall conduct a disability determination.

/s/

Landis Y. Lain Administrative Law Judge For Ismael Ahmed, Director Department of Human Services

Date Signed: July 6, 2010

Date Mailed: <u>July 7, 2010</u>

**NOTICE:** Administrative Hearings may order a rehearing or reconsideration on either its own motion or at t he request of a party within 30 days of the mailing date of this Decision and Order. Administrative Hear ings will not orde r a rehearing or reconsideration on the Department's mo tion where the final decis ion cannot be implemented within 90 days of the filing of the original request.

The Claimant may appeal the Decision and Order to Circuit Court within 30 days of the mailing 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.

LYL/alc

