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

### ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:

Claimant

201029087 Reg. No.: 3003

Issue No.:

Case No.: Load No.:

Hearing Date:

April 26, 2010 Wayne County DHS

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 April 26, 2010. The Claimant appeared at the hearing testified. FIM appeared on behalf of the Department.

# **ISSUE**

Was the Department correct in determining Claimant's FAP 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 ongoing recipient of FAP benefits.
- (2) On March 25, 2010 the Department determined that Claimant's FAP benefit would be reduced to \$55 per month.
- (3) Claimant receives unemployment compensation of \$1036 gross per month.

- (4) Claimant receives \$563 per month in child support.
- (5) Claimant pays \$605 per month in rent and is responsible for utilities.
- (6) Claimant requested a hearing on March 19, 2010 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. BEM 550. Under 7 CFR 273.9, as amended, \$132.00 is deducted from the gross income of FAP recipients in determining FAP grants.

In the present case, according to the aforementioned policy on budgeting, Claimant has \$1599 unearned income from Unemployment benefits and child support. Claimant's monthly unemployment income was calculated by multiplying her weekly benefit \$241 by 4.3 pursuant to Department policy. BEM 505 Claimant's monthly child support of was calculated by averaging the amount of child support received in the previous 3 months. BEM 505

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Subtracting \$132 from \$1599 results with \$1467 adjusted gross income. Claimant

qualified for an excess shelter deduction of \$427 as her shelter expenses \$1160 was in excess of

\$733 (50 percent of \$1467, income after prior deductions were made.) by \$427. Subtracting

\$427 from \$1467 results with \$1040 net income. A household of two with a net monthly income

of \$1040 is entitled to a monthly FAP grant of \$55 per month. RFT 260. Therefore the

Department's determination of benefits is correct.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of

law, finds that the Department properly calculated the Claimant's FAP benefits, and it is

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

Aaron McClintic

Administrative Law Judge

for Ismael Ahmed, Director

Department of Human Services

Date Signed: May 11, 2010

Date Mailed: May 11, 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.

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