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.: 201033006

Issue No.: <u>2006</u>

Case No.: Load No.:

Hearing Date: October 21, 2010

Wayne County DHS

ADMINISTRATIVE LAW JUDGE: Aaron McClintic

HEARING DECISION

This matter is before the undersigned Administrative Law Judge upon pursuant to MCL 400. 9; MCL 400.37 upon Claimant's request for a hearing. After due notice, a telephone hearing was held on October 21, 2010. The Claimant appeared and testified. ES appeared on behalf of the Department.

ISSUE

Was the Department correct in determining Claimant's MA eligibility?

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 applied for Medicaid and State Disability Assistance on September 16, 2009.
- (2) A verification checklist was sent to Claimant on September 16, 2009 with a September 27, 2009 due date.
- (3) On September 25, 2009, Claimant mailed verifications to the Department, and a letter to the Department stating that her doctor would be mailing forms.
- (4) On November 4, 2009 Claimant's application for State Disability Assistance and Medicaid was denied for failing to return verifications.

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(5) Claimant requested a hearing on November 9, 2009 contesting the denial of her Medicaid application.

CONCLUSIONS OF LAW

The State Disability Assistance (SDA) program which provides financial assistance for disabled persons is established by 2004 PA 344. The Department of Human Services (DHS or department) administers the SDA program pursuant to MCL 400.10, *et seq.*, and MAC R 400.3151-400.3180. Department policies are found in the Program Administrative Manual (PAM), the Program Eligibility Manual (PEM) and the Program Reference Manual (PRM).

The Medical Assistance (MA) program is established by Title XIX of the Social Security Act and is implemented by Title 42 of the Code of Federal Regulations (CFR). The Department of Human Services (DHS or department) administers the MA program pursuant to MCL 400.10, *et seq.*, and MCL 400.105. Department policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) and the Bridges Reference Manual (BRM).

Clients must cooperate with the local office in determining initial and ongoing eligibility to provide verification. BAM 130, p. 1. The questionable information might be from the client or a third party. <u>Id.</u> The Department can use documents, collateral contacts or home calls to verify information. <u>Id.</u> The client should be allowed 10 calendar days to provide the verification. If the client cannot provide the verification despite a reasonable effort, the time limit to provide should be extended at least once. BAM 130, p.4; BEM 702. If the client refuses to provide the information or has not made a reasonable effort within the specified time period, then policy directs that a negative action be issued. BAM 130, p. 4.

In the present case, Claimant provided verifications prior to the due date on September 25, 2009 and wrote a letter to Department informing them that medical records and forms completed by her doctor were forthcoming. This should have been treated as a request for extension and a new verification checklist with a new due date should have issued. A new checklist would have clarified what information was needed and by what date. This Administrative Law Judge cannot find that Claimant refused to provide verifications or failed to make a reasonable effort. Therefore the Department was incorrect to deny Claimant's application for failing to return verifications. BAM 130. It should be noted that the forms and records from Claimant's doctor were provided the day after the closure. It should also be noted that Claimant submitted a fully favorable decision for the Social Security Administration at hearing.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, finds that the Department decision to deny Claimant's MA application for failing to return verifications is REVERSED. Therefore it is ORDERED, Claimant's MA application shall be reinstated and reprocessed going back to the date of application.

/s/

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

Date Signed: October 28, 2010

Date Mailed: October 28, 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 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.

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