

STATE OF MICHIGAN
STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

ADMINISTRATIVE HEARINGS FOR THE
DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF: [REDACTED],
Claimant

Reg. No: 2010-40289
Issue No: 3002
Case No: [REDACTED]
Load No: [REDACTED]
Hearing Date:
July 22, 2010
St. Clair County DHS

ADMINISTRATIVE LAW JUDGE: Kevin Scully

HEARING DECISION

This matter is before the undersigned Administrative Law Judge by authority of MCL 400.9 and MCL 400.37. Claimant's request for a hearing was received on June 8, 2010. After due notice, a telephone hearing was held on Thursday, July 22, 2010.

ISSUE

Whether the Department of Human Services (Department) properly determined the Claimant's Food Assistance Program (FAP) 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) The Claimant applied for FAP benefits on January 16, 2010.
- (2) On February 17, 2010, the Department sent the Claimant a Verification Checklist with a due date of March 4, 2010. Department Exhibit 1.

(3) The Claimant receives monthly earned income in the gross monthly amount of [REDACTED]. Department Exhibit 7.

(4) The Claimant's husband receives monthly Unemployment Compensation in the gross monthly amount of [REDACTED]. Department Exhibit 6.

(5) On March 9, 2010, the Department notified the Claimant that it would reduce her monthly FAP allotment to [REDACTED]. Department Exhibit 16.

(6) The Department received the Claimant's request for a hearing on June 8, 2010, protesting the reduction of her FAP benefits.

CONCLUSIONS OF LAW

The Food Assistance Program (FAP) (formerly known as the Food Stamp 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. Department policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM), Reference Table Manual (RFT), 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 for duties that were performed for compensation or profit. Unearned income means all income that is not earned, including but not limited to funds received from the Family Independence Program (FIP), State Disability Assistance (SDA), Child Development and

Care (CDC), Medicaid (MA), Social Security Benefits (RSDI/SSI), Veterans Administration (VA), Unemployment Compensation Benefits (UCB), Adult Medical Program (AMA), alimony, and child support payments. The amount counted may be before 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.

The Claimant applied for FAP benefits on January 26, 2010. On February 17, 2010, the Department requested that the Claimant verify her income and received the Claimant's verification documents on March 2, 2010.

The Claimant receives monthly-earned income in the gross monthly amount of [REDACTED]. The Claimant is paid bi-weekly and the Department determined this amount by multiplying the [REDACTED] of gross income the Claimant earned on January 14, 2010 by a 2.15 conversion factor. The Claimant's husband receives monthly Unemployment Compensation in the gross monthly amount of [REDACTED]. The Department determined this amount by multiplying the weekly benefit of [REDACTED] by a 4.3 conversion factor. The Claimant's group receives a total monthly income of [REDACTED] which is reduced by a 20% earned income deduction and a standard deduction of [REDACTED] to

determine an adjusted gross income of [REDACTED]. An excess shelter deduction of \$221 is determined by adding the Claimant's monthly housing expense of [REDACTED] to the \$555 standard heat and utility deduction under the Low Income Home Energy Assistance Program, and subtracting half of the Claimant's adjusted gross income.

The Claimant's net income of [REDACTED] is determined by subtracting the excess shelter deduction from her adjusted gross income. A claimant with a group size of four and a net income of [REDACTED] is entitled to a FAP allotment of [REDACTED] which is the amount of FAP benefits granted to the Claimant for this period. RFT 260. I find that the Department has established that it acted in accordance with policy determining Claimant's FAP allotment.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides that the Department acted in accordance with policy in determining the Claimant's FAP eligibility.

The Department's FAP eligibility determination is AFFIRMED. It is SO ORDERED.

/s/ _____
Kevin Scully
Administrative Law Judge
for Ismael Ahmed, Director
Department of Human Services

Date Signed: July 30, 2010

Date Mailed: July 30, 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.

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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.

KS/vc

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