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

IN THE MATTER OF: Reg. No.: 2011-15907

Issue No.: <u>3000</u>

Case No.:

Hearing Date: February 24, 2011
DHS County: Macomb (50-20)

ADMINISTRATIVE LAW JUDGE: Jan Leventer

HEARING DECISION

This matter is before the undersigned Administrative Law Judge pursuant to Michigan Compiled Laws (MCL) 400.9 and 400.37, and Claimant request for a hearing. After due notice, a telephone hearing was held on February 24, 2011. Claimant appeared and testified at the hearing.

ISSUE

Whether DHS properly decreased Claimant's Food Assistance Program (FAP) benefits?

FINDINGS OF FACT

The Administrative Law Judge, based on competent, material, and substantial evidence in the record and on the entire record as a whole, finds as fact:

- 1. In September 2010, Claimant received FAP benefits.
- 2. On November 29, 2010, DHS issued a Notice of Case Action decreasing Claimant's FAP benefits to \$38 per month beginning January 1, 2011.
- 3. DHS' action was based on an increase in Claimant's unearned income (Underemployment Insurance benefits).
- 4. On December 7, 2010, Claimant filed a notice of hearing request with DHS.
- 5. In January 2011, DHS conducted a Redetermination process in order to update Claimant's eligibility.

- 6. At the hearing on February 24, 2011, DHS offered to recalculate Claimant's FAP benefits using the information she submitted in January 2011 and making the change effective thirty days before the hearing date.
- 7. As a result, Claimant testified she was satisfied and she no longer wished to proceed with the administrative hearing.

CONCLUSIONS OF LAW

FAP was established by the U.S. Food Stamp Act of 1977 and is implemented by Federal regulations contained in Title 7 of the Code of Federal Regulations. DHS administers the FAP program pursuant to MCL 400.10 *et seq.* and Michigan Administrative Code Rules 400.3001-400.3015. DHS' policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) and the Reference Tables (RFT). These manuals are available online at www.michigan.gov/dhs-manuals.

Under BAM Item 600, clients have the right to contest any DHS decision affecting eligibility or benefit levels whenever they believe the decision is illegal. DHS provides an Administrative Hearing to review the decision and determine if it is appropriate. DHS policy includes procedures to meet the minimal requirements for a fair hearing. Efforts to clarify and resolve the client's concerns start when DHS receives a hearing request and continue through the day of the hearing.

In this case, the parties stipulated to a settlement agreement whereby DHS will recalculate Claimant's FAP benefits using her income in January 2011 and adjust her FAP benefits effective thirty days before the hearing date. As the parties have reached an agreement, it will not be necessary for the Administrative Law Judge to decide the issues presented in this case.

DECISION AND ORDER

The Administrative Law Judge, based on the above findings of fact and conclusions of law, determines that the parties have reached a settlement agreement in this matter whereby DHS will recalculate Claimant's FAP benefits based on her January income and provide the adjustment effective thirty days before the hearing date. Based on this agreement, IT IS ORDERED that DHS shall recalculate Claimant's FAP benefits consistent with the agreement of the parties, with this Order, and, in accordance with all DHS policies and procedures.

Jan Leventer
Administrative Law Judge
for Maura Corrigan, Director
Department of Human Services

Date Signed: March 1, 2011

Date Mailed: March 3, 2011

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.

JL/pf
cc: