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



Reg. No. Issue No. Case No. Hearing Date: 201119794 3002

March 14, 2011 Wayne County DHS (17)

ADMINISTRATIVE LAW JUDGE: Christian Gardocki

# 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 Ma rch 14, 2011. The claimant appeared and testified. On behalf of Department of Human Ser vices (DHS), appeared and testified.

# <u>ISSUE</u>

Whether DHS, in compliance wit h an administrative order, properly updated Cla imant's shelter obligation since 4/2010 as it affects Food Assistance Program (FAP) benefits.

# FINDINGS OF FACT

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

- 1. Claimant was an ongoing FAP benefit recipient.
- 2. Claimant verified a \$650/month shelter obligation which should have affected Claimant's FAP benefits beginning 4/2010.
- An administrative hearing was held on 7/19/10 concerning whether DHS properly included Claimant's \$650/month shelter obligation to determine Claimant's FAP benefits.
- 4. The subsequent administr ative order held that Cla imant and DHS agreed that Claimant's shelter obligation was not properly budgeted and that DHS would correct the error by redetermining Claim ant's FAP benefits from an unspecified date by budgeting the \$650/month shelter obligation.

- 5. DHS failed to comply with the administrative order.
- 6. On 1/15/11, Claimant requested a hearing disputing the alleged failure by DHS to supplement Claimant's FAP benefits from 4/2010.

#### CONCLUSIONS OF LAW

The Food Assistanc e Program (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 t he Code of F ederal Regulations (CFR). The Department of Human Services (formerly known as the Family Independence Agency) administers the FAP program pursuant to Michigan Compiled Laws 400.10, *et seq.*, and Michigan Administrative Code R 400.3001- 3015. DHS regulat ions are found in the Bridges Administrative Manual (BAM), the Bridges Eligibilit y Manual (BEM) and the Reference Tables Manual (RFT). Updates to DHS regulations are found in the Bridge s Policy Bulletin (BPB).

When an administrative decision requires a case action different from the one originally proposed, a DHS-1843, Administ rative Hearing Order Certif ication, is s ent with the decision and order. BAM 600 at 32. DHS is to c omplete the necessary case actions within ten calendar days of the mailing date noted on the hearing decision. *Id*.

Claimant requested a hearing di sputing an alleged failure by DHS to updat e her FAP benefits from 4/2010 per an admin istrative order that DHS rebudget Claim ant's FAP benefits to include a \$650/month shelter obligation. The pr imary basis for Claimant's belief that DHS never budgeted her rental obligation was that her FAP benefits originally decreased from \$712 to \$574 beginnin g 6/2010 and DHS never supplement ed Claimant's FAP benefits after DHS was administratively ordered to budget \$650 in shelter expenses.

Claimant's basis for believing that she is owed F AP benefits is fa llacious. Having a shelter obligation budgeted in a FAP benefit determination may increase a client's FAP benefits, but it is possible that it would not change the benefit amount. Thus, Claimant cannot claim with certainty whether DHS did or did not adjust her shelter obligation.

DHS contended that Cla imant's shelter obligation was added for all neces sary FAP benefit months. The best evidence to confirm the DHS contention would be to look at the FAP benefit budget from a time when DHS alleged y updated Clai mant's FAP benefits. During the hearing, DHS was ask ed to prov ide an "Excess Shelt er" budget from 8/2010 to support the claim that Claim ant's FAP benefits were updated to include the \$650 s helter obligation. Instead, DHS r elied on a "Shelter Expenses-Det ails" page which showed a \$650 amount inputted for shell ter obligation; the undersigned puts n o value in this document.

Following t he hearing, DHS s ent an "Exce ss Shelter" budget page (Exhibit 4) whic h indeed verified that Claimant 's FAP benefit s for 8/2010 were based on a \$0 shelter obligation. This document verified that DHS failed to correct Claimant's FAP benefits as DHS originally contended. It is found that DHS failed to credit Claimant's FAP benefits

with a \$650 monthly shelter exp ense effective 4/2010 as required by the administrative order stemming from an administrative hearing dated 7/19/10. As several months have passed since the administrative hearing of 7/19/10 and Claimant has yet to have her FAP benefits redetermined to include the shelter expense, it is expected that DHS shall comply with the administrative order as quickly as possible.

#### **DECISION AND ORDER**

The Administrative Law Judge, based upon t he above findings of fact and conclusion s of law, finds that DHS fa iled to redetermine Claimant's FAP benefits effective 4/2010 based on a \$650 shelter obligation per administrative order. It is again ordered that DHS redetermine Claimant's FAP benefits beginning 4/2010 and each month thereafter when Claimant's shelter expenses were not fact ored. Claimant shall be supplemented for any benefits not received due to the DHS failu re to budget a \$650 monthly shelter obligation. The actions taken by DHS are REVERSED.

Christin Dordoch

Christian Gardocki Administrative Law Judge For Maura Corrigan, Director Department of Human Services

Date Signed: 03/28/11

Date Mailed: 03/30/11

**NOTICE**: Administrative Hearings may or der 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 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 ti mely request for rehearing was made, within 30 days of the receipt date of the rehearing decision.

CG/dj