STATE OF MICHIGAN

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

IN THE MATTER OF:

2011 21481 Reg No.

Issue No. 3002

Case No.

March 22, 2011

Load No. Hearing Date: Macomb County DHS 12

ADMINISTRATIVE LAW JUDGE: Lynn M. Ferris

HEARING DECISION

This matter is before the undersigned Admini strative Law Judge pursuant to MCL 400.9 laimant's request for a hearing. After due notice, a and MCL 400.37 upon the c telephone hearing was held on Ma rch 22, 2011. The Claimant appeared and testified. appeared on behalf of the Department.

ISSUE

Whether the Department is required to supplement the Claimant's FAP benefits for the month of February 2011 as a result of a change in income reported January 28, 2011.

FINDINGS OF FACT

The Administrative Law Judge, based upon the competent, material, and substantia evidence on the whole record, finds as material fact:

- 1. The Claimant was an ongoing recipie nt of FAP benefits and reported to the Department that her unemployment benefits had ended on January 28, 2011.
- 2. The Claimant was not requested to provide verification. No verification checklist was issued requesting verification of unemployment benefit termination.
- 3. The Claimant applied for Cash Assist ance (FIP) on February 7, 2010, and also provided a letter from the Unemploym ent Agency indicating her unemploy ment benefits had ended.
- On February 7, 2011, the Department issued a Notice of Case Action and issued 4. an increase in the Claimant's FAP benefits for March 1, 2011. Exhibit 1.

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5. The Claimant filed a request for hearing on February 15, 2011, protesting the failure of the Depart ment to provide an increase in FAP benefits in February 2011 rather than March 2011. The Department received the hearing request on February 22, 2011

CONCLUSIONS OF LAW

The Food Assistanc e Program (FAP) (formerly known as the Food Stamp (FS) program) is establis hed by the Food St amp Act of 1977, as amended, and is implemented by the federal r egulations contained in Title 7 of the Code of Federal Regulations (CFR). The Department of Human Services (formerly known as the Family Independence Agency) administers the FAP program pursuant to CML 400.10 et seq., and MAC R 400.3001-3015. Department policies are found in the Bridges Administrative Manual (BAM), the Bridges Elig ibility Manual (B EM) and the Bridges Reference Manual (BRM).

In the present case, the Claimant seeks to receive a supplement for FAP benefits for the month of February 2011. It is undisputed that the Claimant reported a change in FAP benefits on January 28, 2011, advising the Department that her unemployment benefits had ended. The Department must ac t on a change within 10 day s after the Department is made aware of the change. BAM 220.

In this case, the Department had until F ebruary 7, 2011 to proc ess the change and did so on February 7, 2011 by Notice of Case Acti on. The FAP increase went into effect in March 1, 2011.

The change in FAP benefits due to a decrease in income are to go in to effect for the first allotment 10 days after the change is reported. In order to determine if the Claimant is entitled to receive a supp lement for February, the date of the Claimant 's allotment issuance must be determined.

FAP

Income decreases that result in a benefit increase must be effective no later than the first allotment issued 10 day s after the date the change was repored, provided necessary verification was returned by the due date. Do **not** process a change for a month earlier than the month the change occurred. A supplement may be necessary in some cases. BEM 505, page 9.

Increases in FAP benefits due to <u>non income</u> changes are acted upon differently and go effect the benefit mont h that occurs ten days after t he change is reported. BAM 220, Page 5.

The Department issued an L letter, L-11-06-CW on January 7, 2011 which advised that starting January 2011 the Department changed the dates food assistance recipients will

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receive there FAP benefits. The date client s receive their benefits depends on the last digit of their recipient ID number. A sch edule was provided with the L letter with issuance dates based on the last digit of the recipient ID number. The evidence presented at the hearing did not establish the Claimant's issuance date and thus it cannot be determined when the Claimant in this case receives her FAP benefit allotment. If the issuance date is after January 7, 2011, then the Claimant is entitled to receive the increase in FAP benefits in February 2011.

Based upon the foregoing analysis, and the fact that the Claimant's issuance date is not known, the Department's decision issuing an increase in FAP benefits March 1, 2011 is REVERSED.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusion sof law, finds that the Department did not confirm the actual is suance date that the Claimant receives FAP benefits. Therefore, the Department's Notice of Case Action issued February 7. 2011, granting the Claimant's FAP benefit increase for March 1, 2011, is REVERSED.

Accordingly, it is ORDERED:

1. The Department shall determine the CI aimant's FAP benefit issuance date in accordance with L Letter, L-11-06-CW issued on January 7, 2011, and if required based upon the Claimant's FAP allotment issuance date, the Department shall issue a supplement to the Claimant for the FAP benefits for February 2011.

Lynn M. Ferris
Administrative Law Judge
For Maura Corrigan, Director
Department of Human Services

Date Signed: 03/30/11

Date Mailed: 03/30/11

NOTICE: Administrative Hearings may or der 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 Hear ings will not orde rarehearing 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.

LMF/dj

