STATE OF MICHIGAN MICHIGAN ADMINISTRATIVE HEARING SYSTEM ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:



Reg. No. 2011-34570

Issue No. <u>3002</u>

Case No. Hearing Date:

DHS County:

June 15, 2011 Wayne (17)

ADMINISTRATIVE LAW JUDGE: Jan Leventer

HEARING DECISION

This matter is before the undersigned Admi nistrative Law Judge pursuant to Michigan Compiled Laws (MCL) 400.9 and 400.37, and Claimant request for a hearing. After due notice, a telephon e hearing was held on June 15, 2011. The Claimant appeared and testified at the hearing. appeared and testified as a witn ess for Claimant. Eligibility Spec ialist, and interpreter, appeared and testified on behalf of the Department of Human Services (DHS).

ISSUE

Whether DHS calc ulated Claim ant's Food Ass istance Progr am (FAP) benefits i n accordance with DHS policy and procedure?

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:

- In 2011, Claimant received \$285 per month FAP benefits from DHS.
- 2. In April 2011, DHS conducted a review of Claimant's family income.
- 3. DHS determined that Claimant's income was \$3,319 per month.

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- 4. On April 22, 2011, DHS issued a Notice of Case Action telling Claimant her FAP benefits would be decreased to \$35, effective June 1, 2011.
- 5. On April 28, 2011, Claimant filed a Notice of Hearing Request with DHS.
- 6. At the Administrative Hearing on June 15, 2011, DHS could not explain how the \$3,319 income figure was calculated.

CONCLUSIONS OF LAW

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

BAM, BEM and RFT are the poli cies and procedures DHS officially created for its own use. While the DHS manuals are not laws create d by the U.S. Congress or the Michigan Legislature, they constitute legal au thority which DHS must follow. It is to the manuals that I look now, in order to see what policy applies in this case. A fter setting forth what the app licable policy is, I will e xamine whether it was in fact follo wed in this case.

BEM 212, "Food Assistance Program Group Composition," BEM 503, "Income, Unearned," BEM 550, "FAP I ncome Budget ing," and BEM 554, "FAP Allo wable Expenses and Expense Budgeting," and RFT 260, "F ood Assistance Issuance Tables," are the DHS manual Items which provide the procedures for DHS' action in this case.

I have reviewed all of the evid ence and testimony in this case as a whole. I determine and conclude that the Agency c annot explain how it calculated Cla imant's countable unearned income. DHS' evidence results in an income figure of \$3,073.60, which is somewhat lower than \$3,319, the figure DHS c alculated for the FAP budget. Accordingly, I am remanding this case back to DHS to recalculate the cor rect income and the FAP budget in this case.

In conclusion, based on all of the findings of fact and c onclusions of law, I find and conclude that DHS is REVERSED in this case. DHS shall rec alculate Claimant's FAP budget and provide any supplemental retroactive benefits appropriate to restore Claimant to the benefit level to which she is entitled.

DECISION AND ORDER

The Administrative Law Judge, based on the above findings of fact and conclusions of law, states that DHS is REVE RSED. IT IS ORDERED THA T DHS sha II recalculate Claimant's FAP budget and provide any supplemental r etroactive benefits necessary to restore her to the benefit level to which she is entitled. All steps shall be taken in accordance with DHS policy and procedure.

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

Date Signed: June 20, 2011

Date Mailed: June 20, 2011

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 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 ti mely request for rehearing was made, within 30 days of the receipt date of the rehearing decision.

JL/cl
cc: