## STATE OF MICHIGAN

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

IN THE MATTER OF:

Reg. No.: 2011-35829

Issue No.: 1021

Case No.:

Hearing Date: September 7, 2011

Macomb County DHS (12)

ADMINISTRATIVE LAW JUDGE: Colleen M. Mamelka

# **HEARING DECISION**

This matter is before the undersigned Ad ministrative Law Judge upon Claimant's request for a hearing made pur suant to MCL 400.9 and MCL 400.37, which govern the administrative hearing and appeal process. After due notice, a hearing was held in Clinton Township, Michigan on Wednesday, September 7, 2011. The Claimant appeared and testified. The Claimant was represented by appeared on behalf of the Department of Human Services ("Department").

# <u>ISSUE</u>

Whether the Department terminated the Clai mant's cash assistance because she did not pass the support deficit and income test?

# FINDINGS OF FACT

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

- The Claimant is a FIP recipient.
- The Claimant's group size is 3.
- 3. The Claimant has income from employment in the amount of \$313.00.
- 4. The Claimant's monthly FIP allotment is \$406.00. (Exhibit 3)
- 5. On May 9, 2011, the D epartment performed a central update which showed that the Claimant received certified child support in the monthly amount of \$468.15 for her two children. (Exhibit 1)

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- 6. As a result of the child support ex ceeding the monthly FI P benefit amount, the Department terminated the Claimant's FI P benefits so that the Cla imant could receive the certified child support. (Exhibit 2)
- 7. On May 9, 2011, the Department notified the Claimant of the determination.
- 8. On May 13, 2011, the Department received the Claimant's timely written request for hearing. (Exhibit 4)

# **CONCLUSIONS OF LAW**

The Family Independence Program ("FIP") was established pursuant to the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Public Law 104-193, 8 USC 601, et seq. The Department of Human Services administers the FIP program pursuant to MCL 400.10, et seq. and Mic higan Administrative Code Rules 400.310 1-3131. Department policies are found in the Bridges Administrative Manual ("BAM"), the Bridges Eligibility Manual ("BEM"), and the Bridges Reference Manual ("RFT").

Financial need must exist to receive benefits. BEM 518. Financial need exists whe n the certified group passes both the Deficit Te st and the Child Support Income Test. BEM 518. All countab le earned and unear ned income available to the c lient must be considered in determining the Claimant's e ligibility for program benefits. BEM 500. Child support is income to the child for whom the support is paid. BEM 500. Courtordered child support may be eit her certified or direc t. BEM 500. Certified support payments are made to the Depa rtment through the Friend of the Court while direc t support means court-ordered child support pay ments a person receiv es directly from the absent parent or the Friend of the Court. BEM 500. With limited exce ptions not applicable in the record presented, child s upport income is included in a FIP budget as unearned income. BEM 500. To meet the ch ild support income test, the FIP group's countable income plus the amount of certified support must be less than the certified group's payment standard. BEM 518. The payment standar d for an eligible FIP group of 3 is \$492.00. RFT 210.

In this case, the Claimant's certified child support of \$468.15 e xceeded the Claimant's grant after wage deduction of \$406.00. Accordingly, the Department terminated the Claimant's FIP case in order that the Claimant would be able to receive the higher monthly amount. UI timately, the Department established it acted in accordance with Department policy when it terminated the Claimant's FIP case. The Department's determination is AFFIRMED.

# **DECISION AND ORDER**

The Administrative Law Judge, based on the above findings of fact and conclusions of law, finds the Department acted in ac cordance with Department of terminated the Claimant's FIP benefits.

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Accordingly, it is ORDERED:

The Department's determination is AFFIRMED.

Colleen M. Mamuka

Colleen M. Mamelka

Administrative Law Judge

For Maura Corrigan, Director

Department of Human Services

Date Signed: September 13, 2011

Date Mailed: September 13, 2011

**NOTICE:** Administrative Hearings may order a rehearing or reconsideration on either its own motion or at the request of a party wit hin 30 days of the ma iling 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 90 days of the filing of the original request.

The Claimant may appeal the Decision and Order to Circuit Court within 30 days of the mailing 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.

## CMM/cl

