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

IN THE MATTER OF:



Reg. No. Issue Nos. Case No

July 13, 2011 Hearing Date:

WAYNE (76)

2011-37987

2006, 3008, 6015

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, which govern the administrative hearing and appeal process, and Claim ant's request for a hearing. After due notice, a telephone hearing was held on July 13, 2011 in Det roit. The Claimant appeared and testified. Eligibility Specialist, appeared and testified on behalf of the Department Assistance Payments Supervisor, was also of Human Services (DHS). present from DHS.

<u>ISSUE</u>

Whether Claimant refused to cooperate wit h DHS in submitting her Redet ermination application for Food Assistance Program (FAP), Medical Assistance (MA or Medicaid) and Child Development and Care (CDC) 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. At all times pertinent to this matter, Claimant was fully cooperative with DHS.
- 2. In 2010, DHS provided Claimant with FAP, MA and CDC benefits.
- In November, 2010, DHS reduced or termi nated Claimant's CDC benefits for an 3. unknown reason.

- 4. In about January, 2011, Claimant did not receive a redetermination applic ation packet from DHS.
- 5. On March 5, 2011, DHS notified Clai mant that her per sonal MA benefits would be terminated, and he r FAP and CDC b enefits would be reduced or terminated, effective April 1, 2011.
- 6. On April 4 and May 19, 2011, Claimant filed Requests for a Hearing with DHS.

CONCLUSIONS OF LAW

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

MA was established by Title XIX of the U.S. Social Security Act and is implemented by Title 42 of the U.S. Code of Federal Regulations. DHS administers MA pursuant to MCL 400.10 *et seq*. and MCL 400.105. Department policies are found in BAM, BEM and RFT. *Id*.

CDC was established by Titles IVA, IVE and XX of the U.S. Social Security Act, the U.S. Child Care and Development Block Grant of 1990, and the U.S. Personal Responsibility and Work Opportunity Reconciliation Act of 1996. The program is implemented by Title 45 of the Code of Federal Regulations, Parts 98 and 99. DHS provides CDC benefits to adults and children pursuant to MCL Section 400.14(1) and MACR 400.5001-5015. *Id.*

BAM, BEM and RFT are the poli cies and procedures DHS officially created for its own use. While the manuals are not laws crea ted by the U.S. Congress or the Michigan Legislature, they constitute legal authority which DHS must follow. It is to the manuals that I look now, in order to see what policy applies in this case. Af ter setting forth what the applicable policy Item is, I will examine whether it was in fact followed in this case.

I find that BAM 105, "Rights an d Responsibilities," is the applic able Item in this case. BAM 105 requires DHS to administer its programs in a responsible manner to protect clients' rights.

At the outset BAM 105 states:

RIGHTS AND RESPONSIBILITIES DEPARTMENT POLICY All Programs

Clients have rights and responsibilities as specified in this item.

The local office must do **all** of the following:

- Determine eligibility.
- Calculate the level of benefits.
- Protect client rights. BAM 105, p. 1 (bold print in original).

I read this opening section of BAM 105 to mean that the agency must fulfill these duties, and the agency is subject to judicial review of its fulfillment of these duties. If it is found that DHS failed in any duty to the client, it has committed error.

In addition, I read BAM 105 to mean that as long as the client is cooper ating, the agency must protect client's rights. Stated another way, unles sith client refuses to cooperate, the Agency is obligated to protect client rights. BAM 105 states:

Clients mu st coo perate with the lo cal office in determining initial and ongoing eligibility. This inclu des completion of ne cessary forms. Se e Refusal to Cooperate Penalties in this section... Allow the client at least 10 days (or other time frame specified in policy) to obtain the needed information. *Id.*, p. 5.

I find and determine that as Claimant cooperat ed fully, DHS is required to protect her right to benefits. *Id.* In its Hearing Summary DHS states that Claimant failed to return her Redet ermination application packet, but Claimant testified she never received it. There was no Depar tment testimony that DHS sent a Redetermination packet to Claimant, nor was the Redeter mination form presented at the Ad ministrative Hearing. This lack of evidence on the part of the Department is consistent with Claimant's testimony that she never received it. I find and decide there was full cooperation by Claimant, and she should have the opport unity to receive and complete the Redetermination form.

In conclusion, based on the findings of fact and conclusions of la w above, as Claimant was fully cooperative and did not refuse to cooperate with the verification process, I find and conclude that DHS erred in that it failed to protect the client's right to benefits. DHS is REVERSED. DHS is ORDERED to reinstate and reprocess Claim ant's FAP, MA and CDC benefits and provide Claimant with all supplemental retroactive benefits to which she is entitled as of November 1, 2010 or other appropriate date.

DECISION AND ORDER

The Administrative Law Judge, based on the above findings of fact and conclusions of law, decides that DHS is REVERSED. IT IS HEREBY ORDERED that DHS shall:

- 1. Reinstate and reprocess Claima nt's FAP, MA and CDC benefit s from November 1, 2010 to the present;
- 2. Provide Claimant wit hall supplemental retroactive benefits to which she is entitled as of November 1, 2011 or other appropriate date.

All steps shall be taken in accordance with DHS policies and procedures.

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

Date Signed: July 14, 2011

Date Mailed: July 14, 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 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.

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.

