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

IN THE MATTER OF:

Reg. No: 201139572

Issue No: 3002

Case No:

Hearing Date: July 20, 2011

Montcalm County DHS

ADMINISTRATIVE LAW JUDGE: Kevin Scully

### **HEARING DECISION**

This matter is before the undersigned Administrative Law Judge by authority of MCL 400.9 and MCL 400.37. Claimant's request for a hearing was received on June 8, 2011. After due notice, a telephone hearing was held on Wednesday, July 20, 2011.

# <u>ISSUE</u>

Whether the Department of Human Services (Department) properly determined the Claimant's Food Assistance Program (FAP) eligibility?

### FINDINGS OF FACT

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

- 1. The Claimant is an ongoing Food Assistance Program (FAP) recipient as a group of three.
- 2. The Claimant receives monthly Retirement, Survivors, and Disability Insurance (RSDI) in the gross monthly amount of \$810.
- 3. On May 27, 2011, the Department notified the Claimant that her monthly Food Assistance Program (FAP) allotment would be reduced to \$462.
- 4. The Department received the Claimant's request for a hearing on June 8, 2011, protesting the reduction of her Food Assistance Program (FAP) allotment.

# **CONCLUSIONS OF LAW**

The Food Assistance Program (FAP) (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 the Code of Federal Regulations (CFR). The Department of Human Services (DHS or Department), administers the FAP program pursuant to MCL 400.10, et seq., and MAC R 400.3001-3015. Department policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM), Reference Table Manual (RFT), and the Bridges Reference Manual (BRM).

All earned and unearned income available to the Claimant is countable. Earned income means income received from another person or organization or from self-employment for duties for duties that were performed for compensation or profit. Unearned income means all income that is not earned, including but not limited to funds received from the Family Independence Program (FIP), State Disability Assistance (SDA), Child Development and Care (CDC), Medicaid (MA), Social Security Benefits (RSDI/SSI), Veterans Administration (VA), Unemployment Compensation Benefits (UCB), Adult Medical Program (AMA), alimony, and child support payments. The amount counted may before than the client actually receives because the gross amount is used prior to any deductions. BEM 500.

The Claimant is an ongoing Food Assistance Program (FAP) recipient as a group of three. The Claimant receives monthly Retirement, Survivors, and Disability Insurance (RSDI) benefits in the gross monthly amount of \$810. The Claimant's adjusted gross income of \$669 was determined by reducing her monthly countable income by the \$141 standard deduction. The Claimant's excess shelter deduction of \$458 was determined by adding her monthly shelter expense to the \$588 heat and utility standard under the Low Income Home Energy Assistance Program, and subtracting 50% of her adjusted gross income.

The Claimant's net income of \$211 was determined by subtracting her excess shelter deduction from her adjusted gross income. A claimant with a group size of three and a net income of \$211 is entitled to a FAP allotment of \$462, which is the amount of FAP benefits granted to the Claimant for this period. RFT 260. I find that the Department has established that it acted in accordance with policy determining Claimant's FAP allotment.

The Claimant's Retirement, Survivors, and Disability Insurance (RSDI) benefit amount is determined by the Social Security Administration, and this benefit is considered countable-unearned income for the purposes of determining eligibility for the Food Assistance Program (FAP). Therefore, changes in RSDI benefits will affect FAP benefits, but the Department has not authority to change RSDI benefits.

Based on the evidence and testimony available during the hearing, the Department has established that it properly determined the Claimant's eligibility for the Food Assistance Program (FAP).

# **DECISION AND ORDER**

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides that the Department acted in accordance with policy in determining the Claimant's Food Assistance Program (FAP) eligibility.

The Department's Food Assistance Program (FAP) eligibility determination is AFFIRMED. It is SO ORDERED.

Kevin Scully Administrative Law Judge

for Maura D. Corrigan, Director Department of Human Services

Date Signed: <u>July 21, 2011</u>

Date Mailed: \_\_July 21, 2011

**NOTICE**: Administrative Hearings may order 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 Hearings 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 timely request for rehearing was made, within 30 days of the receipt date of the rehearing decision.

KS/tg

CC:

