

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

**IN THE MATTER OF:**

[REDACTED]

Reg. No.: 2011-41129  
Issue No.: 2001  
Case No.: [REDACTED]  
Hearing Date: September 20, 2011  
County: Macomb County DHS 20

**ADMINISTRATIVE LAW JUDGE:** Lynn M. Ferris

**HEARING DECISION**

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and MCL 400.37 following Claimant's request for a hearing. After due notice, a telephone hearing was held on September 20, 2011, from Detroit, Michigan. Participants on behalf of Claimant included the Claimant only. Participants on behalf of Department of Human Services (Department) included [REDACTED], ES.

**ISSUE**

With respect to the Adult Medical Assistance (AMP) Program, did the Department properly  deny Claimant's application? X close Claimant's case?

**FINDINGS OF FACT**

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

1. Claimant  applied for x was a recipient of AMP benefits.
2. Claimant  was x was not living with a spouse during the time period in question.
3. The total countable income of Claimant's household was \$591.90 at all times relevant to this matter.
4. The Department  denied Claimant's application x closed Claimant's case due to excess income.

5. On June 1, 2011, the Department sent notice of the  denial  closure to Claimant.
6. On June 1, 2011, Claimant filed a hearing request, protesting the  denial of the application.  closure of the case.

### **CONCLUSIONS OF LAW**

The Adult Medical Program (AMP) is established by 42 USC 1315, and is administered by the Department pursuant to MCL 400.10, *et seq.* Department policies are contained in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) and the Reference Tables Manual (RFT).

Additionally, in this case the department incorrectly calculated the Claimant's gross income. The Claimant's total income was \$591.90. This number was based on income from tips of \$496, Exhibit 2 and earnings from the employer of \$95.90. Exhibit 1 The applicable formula to determine the net income requires that \$200 be deducted from the total gross income and then 20% of that amount be deducted from the income. ( $\$591.90 - \$200 = \$391.90 - \$78.38 = \$313.52$ ) The AMP income limit as established by RFT 236 is \$316 for one individual. The Claimant's net income is not over the \$316 income limit and therefore her AMP case was improperly closed. There is no precedent in policy to add the tips together and divide them by 4.3 as was done by the Department.

Based on the above Findings of Fact and Conclusions of Law, and for reasons stated on the record, the Administrative Law Judge concludes that the Department

- properly denied Claimant's application.  improperly denied Claimant's application.
- properly closed Claimant's case.  improperly closed Claimant's case.

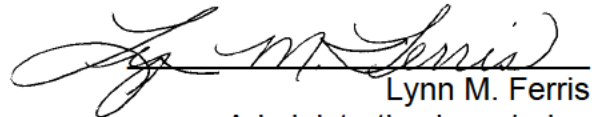
### **DECISION AND ORDER**

The Administrative Law Judge, based on the above Findings of Fact and Conclusions of Law, and for the reasons stated on the record, finds that the Department  did act properly.  did not act properly.

Accordingly, the Department's AMP decision is  AFFIRMED  REVERSED for the reasons stated on the record.

THE DEPARTMENT IS ORDERED TO DO THE FOLLOWING WITHIN 10 DAYS OF THE DATE OF MAILING OF THIS DECISION AND ORDER:

1. The Department shall initiate reinstatement of the Claimant's AMP case retroactive to the date of closure 6/1/11.

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

Date Signed: September 21, 2011

Date Mailed: September 21, 2011

**NOTICE:** Michigan Administrative Hearing System (MAHS) 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. MAHS will not order a rehearing or reconsideration on the Department's motion where the final decision 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 timely request for rehearing was made, within 30 days of the receipt date of the rehearing decision.

Claimant may request a rehearing or reconsideration for the following reasons:

- A rehearing **MAY** be granted if there is newly discovered evidence that could affect the outcome of the original hearing decision.
- A reconsideration **MAY** be granted for any of the following reasons:
- misapplication of manual policy or law in the hearing decision,
- typographical errors, mathematical error , or other obvious errors in the hearing decision that effect the substantial rights of the claimant;
- the failure of the ALJ to address other relevant issues in the hearing decision

Request must be submitted through the local DHS office or directly to MAHS by mail at  
Michigan Administrative Hearings  
Reconsideration/Rehearing Request  
P.O. Box 30639  
Lansing, Michigan 48909-07322

LMF/hw

cc:

