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

#### IN THE MATTER OF:



Reg. No.:2Issue No.:3Case No.:4Hearing Date:5County:M

State Disability Assistance (SDA)?

Child Development and Care (CDC)?

2011-49079 3008

September 20, 2011 Macomb County DHS (36)

## 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 **Exercise**, ES, and **Exercise**, ES.

### <u>ISSUE</u>

Due to a failure to comply with the verification requirements, did the Department properly  $\Box$  deny Claimant's application  $\boxtimes$  close Claimant's case  $\Box$  reduce Claimant's benefits for:



Family Independence Program (FIP)?

Food Assistance Program (FAP)?

Medical Assistance (MA)?

# FINDINGS OF FACT

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

- 1. Claimant applied for was receiving: FIP KAP MA SDA CDC.
- 2. Claimant 🖾 was 🗌 was not provided with a Verification Checklist (DHS-3503).
- 3. Claimant was required to submit requested verification by 7/29/11.

4. On 9/1/11, the Department

denied Claimant's application

Closed Claimant's case

reduced Claimant's benefits

for failure to submit verification in a timely manner.

5. On 8/1/11, the Department sent notice of the

denial of Claimant's application.

 $\boxtimes$  closure of Claimant's case.

reduction of Claimant's benefits.

6. On 8/10/11, Claimant filed a hearing request, protesting the ☐ denial. ☐ closure. ☐ reduction.

# CONCLUSIONS OF LAW

Department policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) and the Reference Tables Manual (RFT).

☐ The Family Independence Program (FIP) was established pursuant to the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Public Law 104-193, 42 USC 601, *et seq.* The Department (formerly known as the Family Independence Agency) administers FIP pursuant to MCL 400.10, *et seq.*, and 1997 AACS R 400.3101-3131. FIP replaced the Aid to Dependent Children (ADC) program effective October 1, 1996.

The Food Assistance Program (FAP) [formerly known as the Food Stamp (FS) 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 (formerly known as the Family Independence Agency) administers FAP pursuant to MCL 400.10, *et seq.*, and 1997 AACS R 400.3001-3015

The Medical Assistance (MA) program is established by the Title XIX of the Social Security Act and is implemented by Title 42 of the Code of Federal Regulations (CFR). The Department (formerly known as the Family Independence Agency) administers the MA program pursuant to MCL 400.10, *et seq.*, and MCL 400.105.

The State Disability Assistance (SDA) program which provides financial assistance for disabled persons is established by 2004 PA 344. The Department (formerly known as the Family Independence Agency) administers the SDA program pursuant to MCL 400.10, *et seq.*, and 1998-2000 AACS R 400.3151-400.3180.

The Child Development and Care (CDC) program is established by Titles IVA, IVE and XX of the Social Security Act, the Child Care and Development Block Grant of

1990, and the 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. The Department provides services to adults and children pursuant to MCL 400.14(1) and 1997 AACS R 400.5001-5015.

Additionally, Claimant attempted to comply and did file his verification of employment by the due date, and clearly stated that he had no one to contact on site, as he was hired by the employer over the telephone and thus could not find the employer representative to complete the form. Exhibit 2. The Claimant also brought his pay stubs to the hearing. Based upon the record as a whole, the Claimant did not demonstrate a refusal to cooperate and should have been allowed to submit pay stubs. Given the Claimant's stated difficulty, the Claimant's caseworker should have sought pay stubs before the Claimant's case closed to clear up the discrepancy as provided by the policy cited below.

BAM 130 provides: If the client cannot provide the verification despite a reasonable effort, the time limit to provide should be extended at least once. BAM 130, p.4; BEM 702. If the client refuses to provide the information or has not made a reasonable effort within the specified time period, then policy directs that a negative action be issued. BAM 130, p. 4. Before making an eligibility determination, however, the department must give the client a reasonable opportunity to resolve any discrepancy between his statements and information from another source. BAM 130.

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

 $\boxtimes$  closed Claimant's case.

denied Claimant's application.

reduced Claimant's benefits.

# DECISION AND ORDER

The Administrative Law Judge, based upon the above Findings of Fact and Conclusions of Law, and for the reasons stated on the record, finds that the Department did act properly.

Accordingly, the Department's 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 reinstatment of the Claimant's FAP case retroactive to the date of closure, September 1, 2011. The Department shall allow the Claimant to

submit pay stubs for the period in question, so FAP benefits can be calculated and employment verified.

2. The Department shall issue a FAP supplement to the Claimant for any FAP benefits he was otherwise entitled to receive, in accordance with Department policy.

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**: 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.

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

- A rehearing <u>MAY</u> 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



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