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

IN THE MATTER OF:



Reg. No.: Issue No.: Case No.: Hearing Date: County: 201149170 1018

October 31, 2011 Oakland County DHS (04)

ADMINISTRATIVE LAW JUDGE: Andrea J. Bradley

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 October 31, 2011, from Detroit, Michigan. Participants on behalf of Claimant included the Claimant, **Detroit**. Participants on behalf of Department of Human Services (Department) included **Detroit**, Assistance Payment Supervisor.

<u>ISSUE</u>

Did the Department properly 🖾 deny Claimant's application 🗌 close Claimant's case for:



Family Independence Program (FIP)? Food Assistance Program (FAP)?

Medical Assistance (MA)?

Adult Medical Assistance (AMP)?

State Disability Assistance (SDA)?

Child Development and Care (CDC)?

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 benefits 🗌 received benefits for:



Family Independence Program (FIP).

Food Assistance Program (FAP). Medical Assistance (MA). Adult Medical Assistance (AMP).

State Disability Assistance (SDA).

 \boxtimes Child Development and Care (CDC).

- On November 15, 2010, the Department
 denied Claimant's application
 closed Claimant's case due to excess income.
- 3. On March 22, 2011, Claimant filed a hearing request, protesting the \square denial of the application. \square closure of the case.

CONCLUSIONS OF LAW

Department policies are contained 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 1999 AC, Rule 400.3101 through Rule 400.3131. 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 1999 AC, Rule 400.3001 through Rule 400.3015.

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 of Human Services (formerly known as the Family Independence
Agency) administers the MA program pursuant to MCL 400.10, et seq., and MCL
400.105.

The Adult Medical Program (AMP) is established by 42 USC 1315, and is administered by the Department pursuant to MCL 400.10, *et seq*.

The State Disability Assistance (SDA) program, which provides financial assistance for disabled persons, is established by 2004 PA 344. The Department of Human Services (formerly known as the Family Independence Agency) administers the SDA program pursuant to MCL 400.10, *et seq.*, and 2000 AACS, Rule 400.3151 through Rule 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 1999 AC, Rule 400.5001 through Rule 400.5015.

Additionally, the Department policy in place at the time of the Claimant's application states that the applicable income limit for CDC benefits for a group size of of 3 is \$2,198.00. RFT 270.

In the present case the Department testified that the Claimant originally applied for CDC benefits in September of 2010, however, due to a Department error, the application was not processed until November of 2010, with retroactive application to the September 2010 date of application. At the time the application was processed, the Department had income information for September and October of 2010, however, it based its denial of the application for excess income solely on the September income. The evidence presented by the Department and testimony from the Claimant establish that the Claimant was over the income limit for September of 2010, but was under the income limit for October of 2010. If the Department had processed the original application in September, a denial based on excess income would have been appropriate, but when processing the application in November the Department had the previous thirty days of income, which established that the Claimant was under the income limit in October. Nothwithstanding that the application was retroactive to September, the Department was obligated to consider the October income when it processed the application in November of 2010. Under these facts, the Department has failed to establish that it acted in accordance with Department policy when it denied the Claimant's application based on excess income.

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 denied Claimant's application properly closed Claimant's case

improperly denied Claimant's application improperly closed Claimant's case

for: \square AMP \square FIP \square FAP \square MA \square SDA \boxtimes CDC.

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 i did act properly. i did not act properly.

Accordingly, the Department's \square AMP \square FIP \square FAP \square MA \square SDA \boxtimes CDC decision is \square AFFIRMED \boxtimes 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:

201149170/AJB

- 1. The Department shall register and begin to process the Claimant's November 15, 2011 application, allowing for retroactive coverage for October of 2010 in accordance with Department policy.
- 2. The Department shall supplement the Claimant for lost CDC benefits from October 2010 that she was eligible and otherwise qualified to receive based on the November 15, 2010 application.

Andrea J. Bradley Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Date Signed: <u>1/4/12</u>

Date Mailed: <u>1/4/12</u>

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. (60 days for FAP cases)

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 <u>MAY</u> 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

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CC:

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