

STATE OF MICHIGAN  
STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES  
ADMINISTRATIVE HEARINGS FOR THE  
DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF THE CLAIM OF:



Reg. No.: 2011-12232  
Issue No.: 2026/3002  
Case No.: [REDACTED]  
Load No.: [REDACTED]  
Hearing Date: February 14, 2011  
Wayne County DHS (35)

**ADMINISTRATIVE LAW JUDGE:** Michael J. Bennane

**HEARING DECISION**

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and MCL 400.37 upon the claimant's request for a hearing. After due notice, a telephone hearing was held on February 14, 2011. The claimant appeared and testified.

**ISSUE**

Whether the Department was correct in closing the claimant's Medical Assistance (MA), and correctly calculated the claimant's Food Assistance (FAP)?

**FINDINGS OF FACT**

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

1. On December 1, 2010, the department closed the claimant's MA for excess income, and reduced her FAP to \$16.00/month.
2. On January 27, 2011, the claimant filed a request for a hearing.

**CONCLUSIONS OF LAW**

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

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 of Human Services (formerly known as the Family Independence Agency) administers the FAP program pursuant to MCL 400.10, et seq., and MAC R 400.3001-3015. Department policies are found in the Program Administrative Manual (PAM), the Program Eligibility Manual (PEM) and the Program Reference Manual (PRM).

In this case, the department closed the claimant's MA for excess income. The department cites BEM 544 which speaks to MA needs. BEM 544 also instructs to begin with the protected income level which in this case is \$375.00 per month. (RFT 200 and 240). Controlling is also BEM 545 which says in part:

**MA Only**

This item completes the Group 2 MA income eligibility process.

Income eligibility exists for the calendar month tested when:  
There is no excess income.

Allowable medical expenses (defined in **EXHIBIT I**) equal or exceed the excess income. (BEM 545, p.1).

Here, the department has not presented such calculations. The department should utilize the formula in BEM 545 to figure the monthly patient pay amount after deducting the \$375.00 and any medical expenses.

The undersigned finds the department erred when it simply closed the claimant's MA. The department correctly calculated the claimant's FAP.

**DECISION AND ORDER**

The Administrative Law Judge, based on the above findings of fact and conclusions of law, REVERSES and ORDERS the department to reregister the claimant's MA back to its December 1, 2010 closure, and figure the claimant's deductible accordingly.



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Michael J. Bennane  
Administrative Law Judge  
For Maura Corrigan, Director  
Department of Human Services

Date Signed: 03/01/2011

Date Mailed: 03/01/2011

**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 of the rehearing decision.

MJB/jlg

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