

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

**IN THE MATTER OF:**

[REDACTED]

Reg No: 20119370  
Issue No: 3002  
Case No: [REDACTED]  
Hearing Date:  
January 5, 2011  
Macomb County DHS-36

**ADMINISTRATIVE LAW JUDGE:** Aaron McClintic

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 January 5, 2011. The Claimant appeared and testified. Craig Brownlee ES appeared on behalf of the Department.

ISSUE

Was the Department correct in determining Claimant's FAP benefits?

FINDINGS OF FACT

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

- (1) Claimant was an on going recipient of FAP benefits.
- (2) On November 3, 2010, the Department determined that Claimant's FAP benefit would be decreased to \$69 per month from \$266 per month, effective November 3, 2010.
- (3) Claimant receives unearned income of \$1371 per month from social security benefits and child support received.

- (4) Claimant's wife has \$150 per month employment income.
- (5) Claimant has shelter expense of \$1034.
- (6) Claimant requested a hearing on November 10, 2010, contesting the determination of FAP benefits.

### CONCLUSIONS OF LAW

The Food Assistance Program, 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 ("DHS"), formally known as the Family Independence Agency, administers the FAP program pursuant to MCL 400.10, et seq and MAC R 400.3001-3015. Departmental policies are found in the Bridges Administrative Manual ("BAM"), the Bridges Eligibility Manual ("BEM"), and the Program Reference Manual ("PRM").

The federal regulations define household income to include all earned income. 7 CFR 273.9(b). All monthly income must be converted to a nonfluctuating monthly amount. Only 80% of earned income is counted in determining FAP benefits. BEM 550. Under 7 CFR 273.9, as amended, \$141.00 is deducted from the gross income of FAP recipients in determining FAP grants.

In the present case, according to the aforementioned policy on budgeting, Claimant has \$1371 unearned income from social security benefits and child support received. Claimant has \$150 earned employment income. Subtracting \$141 from \$1491 results with \$1350 adjusted gross income. Claimant qualified for an excess shelter deduction of \$359 as her shelter expenses of \$1034 was in excess of \$675 (50 percent of \$1350, income after prior deductions were made.) Subtracting \$359 from \$1350

results with \$991 net income. A household of two with a net monthly income of \$991 is entitled to a monthly FAP grant of \$69 per month. RFT 260. Therefore, the Department's determination of benefits is correct.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, finds that the Department properly calculated the Claimant's FAP benefits, and it is ORDERED that the Department's decision in this regard be and is hereby AFFIRMED.



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Aaron McClintic  
Administrative Law Judge  
for Maura Corrigan, Director  
Department of Human Services

Date Signed: 01/19/11

Date Mailed: 01/24/11

**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.

AM/dj

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