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

IN THE MATTER OF:



Reg. No.:	201213282
Issue No.:	3019
Case No.:	3019
Hearing Date:	December 19, 2011
County:	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 December 19, 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, and **Detroit**, Eligibility Specialist.

ISSUE

Due to excess assets, did the Department properly deny the Claimant's application Close Claimant's case for:

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Family Independence Program (FIP)?

Medical Assistance (MA)?

Food Assistance Program (FAP)?

FINDINGS OF FACT

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

1. Claimant applied for benefits received benefits for:



Family Independence Program (FIP). Medical Assistance (MA). Adult Medical Assistance (AMP).

Food Assistance Program (FAP)

State Disability Assistance (SDÁ).

Adult Medical Assistance (AMP)? State Disability Assistance (SDA)?

- Due to excess assets, on October 1, 2011, the Department
 ☐ denied Claimant's application.
 ☑ closed Claimant's case.
- On September 20, 2011, the Department sent
 Claimant
 Claimant's Authorized Representative (AR)
 notice of the
 denial.
 Closure.
- 4. On November 21, 2011, Claimant filed a hearing request, protesting the \Box denial of the application. \boxtimes closure of the case.

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

☐ 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 (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 2000 AACS, Rule 400.3151 through Rule 400.3180.

Additionally, the Department policy states with respect to FAP eligibility, the Department must determine asset eligibility prospectively using the asset group's assets from the benefit month. Asset eligibility exists when the group's countable assets are less than, or equal to, the applicable asset limit at least one day during the month being tested.

In the present case, the Department testified that it based its excess asset determination on bank statements from six months prior to the benefits month at issue. Further, there was insufficient evidence to support the Department's contention that for the benefit month at issue, the Claimant exceeded the asset limit every day of that month. Under these facts, the Department has failed to establish that it acted in accordance with Department policy when it closed the Claimant's case for excess assets.

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, due to excess assets, the Department

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

for:	AMP	🗌 FIP	🗌 MA [SDA	FAP.
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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 MA \square SDA \boxtimes FAP 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:

- 1. The Department shall remove the negative action dated October 1, 2011 and begin to reinstate the Claimant's benefits in accordance with Department policy, which included requesting current asset information to confirm asset eligibility.
- 2. The Department shall supplement the Claimant for lost benefits she was eligible and otherwise qualified to receive but-for the October 1, 2011 negative case action.

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

Date Signed: <u>12/28/11</u>

Date Mailed: <u>12/28/11</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.

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

AJB/hw

CC:

