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

IN THE MATTER OF:

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Reg. No.: Issue No.: 3019 Case No.: Hearing Date: County:

2012-16340

January 5, 2012 Wayne County DHS (19)

ADMINISTRATIVE LAW JUDGE: Alice C. Elkin

HEARING DECISION

This matter is before the undersigned Administ rative Law Judge pursuant to MCL 400.9 and MCL 400.37 following Claim ant's request for a hearing. After due notice, a telephone hearing was held on January 5, 2012, from Detroit, Michigan. Participants on behalf of Claimant inc luded Claimant. Part icipants on behalf of Department of Human Services (Department) included Family Independence Manager, and , JET Case Manager.

ISSUE

Did the Departm ent properly \Box deny Claiman t's application \boxtimes close Claimant's case for:

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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 t he competent, material, and substantial evidence on the whole record, finds as material fact:

1. Cla imant 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).
- Child Development and Care (CDC).

- On December 1, 2011, the Department

 denied Claimant's application
 closed Claimant's case due to failure to timely provide requested verifications.
- On November 2, 2011, the Department sent
 ☐ Claimant ☐ Claimant's Authorized Representative (AR)
 ☐ of the ☐ denial. ☐ closure.
- 4. On November 14, 2011, Claimant filed a hearing request, protesting the ☐ denial of the application. ⊠ closure of the case.

CONCLUSIONS OF LAW

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

☐ The Family Independence Program (FIP) was established purs uant to the Personal Responsibility and W ork Opportunity Reconc iliation Act of 1996, Public Law 104-193, 42 USC 601, *et seq*. The Department (formerly k nown as the Family Independence Agency) administers FIP pursuant to MCL 400.10, *et seq*., and 1999 AC, R 400.3101 through Rule 400.3131. FIP replaced the Aid to Dependent Children (ADC) program effective October 1, 1996.

The Food Assistanc e Program (FAP) [for merly 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, R 400.3001 through Rule 400.3015.

The Medical Ass istance (MA) program is es tablished by the Title XIX of the Soc ial 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 Independ ence Agency) administers the MA pr ogram pursuant to MCL 400.10, *et seq*., and MC L 400.105.

The Adult Medical Program (A	MP) is es	stablished by 42 USC	; 1315, and is
administered by the Department	pursuant to MCI	_ 400.10, <i>et seq</i> .	

The State Disabilit y Assistance (SDA) program, which provides financial assistance for disabled persons, is established by 2004 PA 344. The D epartment of Human Services (formerly known as the Family Independence Agency) administers the SDA program pursuant to MCL 400.10, *et seq.*, and 2000 AACS, R 400. 3151 through Rule 400.3180.

The Child Development and Care (CDC) program is establis hed by Titles IVA, IVE and XX of the Soc ial Security Act, the Ch ild Care and Developm ent 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 Feder al Regulations, Parts 98 and 99. The Depart ment provides servic es to adults and children pursuant to MCL 400.14(1) and 1999 AC, R 400.5001 through Rule 400.5015.

Additionally, on September 28, 2011, Claimant notified the Department that she had lost her employment. Based on Claimant's statement, the Departm ent began providin g Claimant with FAP benef its based on Claimant having no in come, effective October 1, 2011. On September 28, 2011, the Department sent Claimant a Verification Checklist requiring that Claimant submit verification of her los s of employment by October 10, 2011. Ver ifications a re required for a re ported change affecting elig ibility or benefit level. BEM 130. Verifications are consider ed to be timely if received by the date they are due. BEM 130. T he Department testif ied that Claimant re turned the requested information on October 11, 2011, one day late, as evidenced by the Department's timestamp on the material submitted. Thus, Claimant's verifications were not timely submitted.

A negative action notice must be sent when the time period given has elaps ed for the client to provide requested verifications and the client has not made a reasonable effort to provide the verific ations. BEM 130. In this cas e, the Department did not se nd Claimant a Notice of Case Ac tion notifying her of the closure of her FAP case until November 2, 2011, when, in the course of processing Claimant 's State Emergency Relief (SER) application, it realized that it had not timely received the verifications for Claimant's FAP case. The Notice informed Claimant that her F AP case would clos e effective December 1, 2011.

Under BEM 505, if a client re turns a verification late but before case closure, the Department must act within ten days from the date the verification is returned to process an increas e in benefits based on the prov ided verification. Becaus e Claimant submitted the requested verifications, whic h the Department testified wer e adequate and responsive to its request, on October 11, 2011, before her FAP case closed on December 1, 2011, the Departm ent was obliged to ac cept Claimant's verification and process the information. Thus , the Depart ment did not act in accordance with Department policy when it closed Claimant's FAP case effective December 1, 2011.

Based upon the abov e Findings of Fact and Co nclusions of Law, and for the reasons stated on the record, the Administrative Law Judge concludes that the Department

properly	den
properly	clos

ied Claimant's application sed Claimant's case

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

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

1. Remove the negative action closing Claimant's FAP case;

2. Reinstate Claimant's FAP case effective December 1, 2011;

3. Begin reprocessing Claimant's FAP case based on the verfications received on October 11, 2011, in accordance with Department policy; and

4. Issue supplements for any FAP benefits Claimant was entitled to receive but did not for December 1, 2011, ongoing.

Alice C. Elkin Administrative Law Judge For Maura Corrigan, Director Department of Human Services

Date Signed: January 10, 2012

Date Mailed: January 10, 2012

NOTICE: Michigan Administrative Hearing Syst em (MAHS) may order a rehearing or reconsideration on either its own motion or at the request of a par ty within 30 days of the mailing date of this Dec ision and Order . MAHS will not or der a rehearing or reconsideration on the Department's mo tion where the final decis ion 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 ti mely 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, math ematical error, or other obvious errors in the he aring 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 Re consideration/Rehearing Request

Re consideration/Rehearing Reques P. O. Box 30639 Lansing, Michigan 48909-07322

ACE/ctl



A. Elkin File