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

IN THE MATTER OF:

Reg No.:2012-59944Issue No.:2000Case No.:Image: County County:County:Oakland (03)

# ADMINISTRATIVE LAW JUDGE: Colleen M. Mamelka

## **HEARING DECISION**

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and MCL 400.37 upon the Claim ant's request for a hearing. After due notice, a telephone hearing was conducted from De troit, Michigan on Wednesday, September 26, 2012. The Claimant appeared and testified. Participat ing on behalf of the Department of Human Services ("Department") was and and and and a second secon

### <u>ISSUE</u>

Whether the Department properly processed the Claimant's case under the Medicare Savings Program ("MSP")?

### 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. The Claimant is a Social Security Income ("SSI") recipient.
- 2. The Claimant participates in the MSP.
- 3. In June 2012, the Claimant's cover age was changed from Full-coverage AD-Care to Full-Coverage under the QMB program. (Exhibit 1)
- In July 2012, the Claimant's Full-Coverage QMB changed back to Full-Coverage AD-Care. (Exhibit 1)

- 5. There has been no lapse in MA coverage. (Exhibit 1)
- 6. On June 8, 2012, the Department received the Claimant's timely written request for hearing.

#### CONCLUSIONS OF LAW

The Medical Assistance program is established by Subchapter XIX of Chapter 7 of The Public Health & Welfare Act, 42 USC 1397, and is administered by the Department of Human Services, formerly known as the Family Independence e Agency, pursuant to MCL 400.10 *et seq* and MCL 400.105. Department polic ies are found in the Bridges Administrative Manual ("BAM"), the Bridges Eligib ility Manual ("BEM"), and the Bridges Reference Manual ("RFT").

The goal of the Medicaid program is to ensure that essentia I health care s ervices are made available to those who otherwise could not afford them. BEM 105 (2010), p. 1. Medicaid is also known as Medica I Assistance ("MA"). BEM 105, p. 1. The Medicaid program is comprised of several categories ; one c ategory is for FIP recipients while another is for SSI recipients. BEM 105, p. 1. The Medicare Savings Programs are SSI-related MA Categories. BEM 165 (2010), p. 1. The three Medica re Savings Programs are Qualified Medicare Beneficiaries (als o known as full-coverage QMB); Specified Low-Income Medicare Benefic iaries (also re ferred to as limited coverage QMB); and Additional Low-Income Medicare Beneficiaries (also known as ALMB or Q1). BEM 165, p. 1.

Income is the major determiner of which category an individual falls under. BEM 165, p. 1. Effective April 1, 2012, to be eligible for full covera ge AD-Care/QMB, income cannot exceed \$931.00; for limited cov erage QMB, \$932.00 to \$1,117.00; and for ALMB \$1,118.00 to \$1,257.00. RFT 242 (2012), p. 1. A person who is eligible for one of these categories cannot choose to rec eive a differ ent Medicare Savings Program category. BEM 165, p. 1. All el igibility factors must be met in the calendar month being tested. BEM 165, p. 1. Full coverage QMB pays for r Medicare premiums, co-insurances, and deductibles; limited Q MB (also k now as SLMB) pays Medicare Part B premiums; and ALMB pays Medicare Part B premiums provided funding is available. BEM 165, pp. 2, 3. The Department of Community Health det ermines whether funding is available. BEM 165, 2.

Regulations governing the hearing and appeal process for applicants and r ecipients of public assistance in Michigan are found in Mich Admin Code, R 400.901 through R 400.951. Rule 400.903 provides in relevant part:

An opportunity for a hearing shall be granted to an applicant who requests a hearing becaus e a claim f or assistance is denied or is not acted upon and to any recipient who is aggrieved by a Department action resulting in sus pension, reduction, discontinuance, or termination of assistance. R 400.903(1)

In this case, the Claimant requested a hearing regarding her MA benefits. Based on the submitted evidence, the Department changed the Claimant's MA benefits for the month of June from AD-Care to QMB. The Claimant's coverage was switched back to AD-Care in July 2012. There was no laps e in MA c overage and, importantly, no reduction in MA coverage. As detailed above, AD-Care and Full-Cover age QMB provide the same coverage. As such, the Claimant is not aggrieved by a Department action. Accordingly, the Claimant's June 8<sup>th</sup> Request for hearing is DISMISSED.

#### DECISION AND ORDER

The Administrative Law Judge, based on the above Findings of Fact and Conclusions of Law, and for the reasons stated on the record, finds the Claimant is not aggrieved by a Department action with respect to the June 8, 2012 Request for Hearing.

Accordingly, it is ORDERED:

The Claimant's June 8, 2012 hearing request is DISMISSED.

Colleen M. Mamelka Colleen M. Mamelka

**Colleen M. Mamelka** Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Date Signed: October 12, 2012

Date Mailed: October 12, 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 **MAY** 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 consideration/Rehearing Request Re

P. O. Box 30639 Lansing, Michigan 48909-07322

#### CMM/ctl

