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

#### IN THE MATTER OF:



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

201316988 1038

May 2, 2013 Wayne County (#76)

### ADMINISTRATIVE LAW JUDGE: MICHELLE HOWIE

## SETTLEMENT ORDER

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 conducted on Thursday May 2, 2013 from Detroit, MI. The Claimant appeared and testified. Participants on behalf of the Department of Human Services (Department) included (Family Independence Manager).

### <u>ISSUE</u>

Whether the Department properly closed the Claimant's cash assistance program ("FIP") for non-compliance with employment related activities?

# FINDINGS OF FACT

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

- 1. The Claimant was an ongoing FIP recipient.
- 2. On November 26, 2012, the Department sent Notice of Case Action notifying Claimant of closure of her FIP benefits effective January 1, 2013 for allegedly failing to participate in employment related activity without good cause.
- 3. On December 7, 2013, the Department received the Claimant's written hearing request protesting the action.

# CONCLUSIONS OF LAW

The Department of Human Services (DHS) policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM), the Reference Tables Manual (RFT), and the State Emergency Relief Manual (ERM).

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 law provides that disposition may be made of a contested case by stipulation or agreed settlement. MCL 24.278(2).

In the present case, Claimant requested a hearing to dispute the Department's action. Soon after commencement of the hearing, the parties reached a settlement concerning the disputed action. Consequently, the Department agreed to do the following: reinstate the Claimant's FIP case back to the effective date of closure (January 1, 2013). The Department further asserts the Claimant may have reached the 48 month State Limit for the receipt of FIP benefits. Notably, there is some question concerning whether the Department properly recorded the Claimant's work participation status for several months. The Department is to review the Claimant's work participation status to ensure the correct status was recorded for each countable month prior to taking any additional action in regards to the State and/or Federal FIP time limits.

As a result of this settlement, it is unnecessary for this Administrative Law Judge to render a decision regarding the facts and issues in this case.

### DECISION AND ORDER

The Administrative Law Judge concludes that the Department and Claimant have come to a settlement regarding Claimant's request for a hearing.

THE DEPARTMENT IS ORDERED TO DO THE FOLLOWING:

1. The Department shall reinstate the Claimant's FIP case to the effective date of closure January 1, 2013 and issue a supplement for any lost FIP benefits that the Claimant was otherwise eligible and

qualified to receive in accordance with Department policy.

M. House

MICHELLE HOWIE Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Date Signed: 5/6/2013

Date Mailed: 5/6/2013

**NOTICE**: 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.

MH/hw

