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

#### IN THE MATTER OF:



Reg. No.: 2013-26755

Issue No.: 2006

Case No.:

Hearing Date: May 22, 2013 County: Wayne (82-15)

ADMINISTRATIVE LAW JUDGE: Eric Feldman

#### **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 three-way telephone hearing was held on May 22, 2013, from Detroit, Michigan. Participants included

Participants on behalf of the Department of Human Services (Department) included

#### **ISSUE**

Whether the Department properly processed Claimant's Medical Assistance (MA) application?

#### FINDINGS OF FACT

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

- 1. On June 7, 2012, Claimant applied for MA benefits and sought retroactive coverage back to April of 2012. Exhibit A.
- Neither Claimant nor Claimant's AHR received a response to the application from the Department.
- 3. On January 24, 2013, the Department received Claimant's AHR written request for hearing disputing the Department's failure to process the MA application. Exhibit A.

#### **CONCLUSIONS OF LAW**

Department policies are contained in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM), and the Reference Tables Manual (RFT). ☐ 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 seg., and Mich Admin Code, R 400.3101 through R 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 seg., and Mich Admin Code, R 400.3001 through R 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 of Human Services (formerly known as the Family Independence Agency) administers the MA program pursuant to MCL 400.10, et seq., and MCL 400.105. 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 State Disability Assistance (SDA) program, which provides financial assistance for disabled persons, is established by 2004 PA 344. The Department 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 R 400.3180. The Child Development and Care (CDC) program is established by Titles IVA, IVE and XX of the Social Security Act, the Child Care and Development 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 Federal Regulations, Parts 98 and 99. The Department provides services to adults and children pursuant to MCL 400.14(1) and Mich Admin Code, R 400.5001 through R 400.5015.

Any person, regardless of age, or their authorized representative (AR) may apply for assistance. BAM 110 (May 2012), p. 4. The Department must register a signed application or filing form, with the minimum information, within one workday for all requested programs. BAM 110, p. 16. The standard of promptness (SOP) begins the date the Department receives an application/filing form, with minimum required

information. BAM 115 (May 2012), p. 12. For MA applications, the Department approves or denies the application and it mails the client a notice within 45 days. BAM 115, pp. 12-13. If the group is ineligible or refuses to cooperate in the application process, the Department must send a denial notice within the SOP. BAM 115, p. 18. If approved, the Department sends the DHS-1605 detailing the approval at certification of program opening. BAM 115, p. 19.

Claimant's AHR testified that Claimant applied for MA benefits on June 7, 2012, and sought retroactive coverage back to April of 2012. Claimant's AHR provided proof that the application was sent via shipping on June 6, 2012, to the Department office. Exhibit A. This package included the MA application, Retroactive Medicaid Application, and authorization for the AHR to represent Claimant. Claimant's AHR testified that he never received a response to the application nor the retroactive application from the Department.

The Department testified that it did not receive the application. At the hearing, the Department testified that Claimant has been active for Adult Medical Program (AMP) benefits since October of 2010, ongoing. Also, the Department presented as evidence Claimant's Eligibility Summary indicating he only had AMP coverage during the month Claimant's AHR is alleging the MA application was submitted. Exhibit 1. Moreover, the Department presented as evidence that Claimant was approved for Low Income Families (LIF) MA coverage effective October 1, 2012, ongoing. See Exhibit 1.

Based on the foregoing information and evidence, the Department failed to process the June 7, 2012, MA application and retroactive MA application back to April of 2012. The Department was able to present an Eligibility Summary indicating Claimant only received AMP coverage during the submission of the MA application. However, Claimant's AHR presented credible evidence and testimony which showed that the application was appropriately mailed to the Department on June 6, 2012. Moreover, Claimant's AHR was entitled to receive the response to the application as it appropriately submitted the required documents to represent the Claimant at time of application. Thus, the Department failed to satisfy its burden of showing that it acted in accordance with Department policy when it failed to take any action on Claimant's MA and retroactive MA application.

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 the Department failed to take any action on Claimant's MA and retroactive MA application.

### **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
did act properly	☑ did not act properly.

Accordingly, the Department's decision is  $\square$  AFFIRMED  $\boxtimes$  REVERSED for the reasons stated above and 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. Register and initiate processing of Claimant's June 7, 2012 MA application, retroactive to April of 2012;
- 2. Begin issuing supplements to Claimant for any MA benefits he was eligible to receive but did not from April of 2012, ongoing; and
- 3. Notify Claimant and Claimant's AHR in writing of its decision in accordance with Department policy.

Eric Feldman
Administrative Law Judge
for Maura Corrigan, Director
Department of Human Services

Date Signed: May 31, 2013

Date Mailed: June 3, 2013

**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. (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 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 affect 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

## EJF/pf

