### 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: 2013 2678 1038

December 5, 2012 Wayne County DHS (55)

ADMINISTRATIVE LAW JUDGE: Lynn M. Ferris

# HEARING DECISION

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and MCL 400.37 upon the c laimant's request for a hearing. After due notice, a telephone hearing was held on December 5, 2012. The Claimant ap peared and testified. FIM, and FIS, appeared on behalf of the Department.

## <u>ISSUE</u>

Whether the Department correctly sanc tioned and closed the Claimant's cash assistance (FIP) for non compliance with work-related activities without good cause.

# 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 Claim ant was assigned to attend the work firs t program and did at tend September 17, 2012 at orientation and presented a medical needs form.
- 2. The Department closed the Claimant's case when it found he did not meet his participation requirements due to no initial contact with work first.
- 3. The Department sent a notice of non compliance to the Claimant on Septem ber 24, 2012. The Notic e scheduled a tria ge for October 1, 2012. The Notice indicated the non compliance due to failu re to participate in the Jet program noting no initial contact with MWA(Michigan Works Agency). Exhibit 3.

- 4. The Claimant did attend the triage.
- 5. The Department held a triage and found that there was no good cause for the Claimant's failure to attend work first orientation.
- 6. The Case Notes noted t hat the Claimant did attend or ientation and brought an updated medical needs form and was also goi ng to provide the medical needs information to his caseworker. Claimant Exhibit 6.
- 7. The Department sanctioned and closed the Claimant's FIP case for 3 months on November 1, 2012 when it found no good cause because Claimant had been denied by MRT and did not attend work first.
- 8. The Department did not pr esent the evidence cons idered at the triage thus it could not be determined if the new m edical needs information submitted by Claimant to work first was different than that considered by MRT in April 2012.
- 9. No individual from the work first program or the Department who were present at the triage attended the hearing.
- 10. The Claimant requested a hearing on October 1, 2012 pr otesting the closure of his FIP cash assistance.

#### CONCLUSIONS OF LAW

The Family Independence Program ("FIP") was established pursuant to the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Public Law 104-193, 8 USC 60 1, *et seq.* The Department of Human Services ("D HS" or "Department"), formerly known as the Family Independence Agency, administers the FIP program pursuant to MCL 400.10, *et seq* and Michigan Administrative Code Rules 400.3101-3131. Department policies are found in the Bridges Administrative Manual ("BAM"), the Bridges Eligibility Manual ("BEM"), and the Bridges Reference Manual ("BRM").

DHS requires clients to participat e in employ ment and self-sufficiency related activities and to ac cept employment when offered. BEM 233A All Work E ligible Individuals ("WEI") as a condition of e ligibility must engage in employment and/or self-sufficiency related activities. BEM 233A The WEI is consid ered non-c ompliant f or failing or refusing to appear and participate with the Jobs, Education, and Training Program ("JET") or other employment service provider. BEM 233A Good cause is a valid reas on for noncompliance with employment and/or self-sufficiency related activities that are based on factors that are beyond the control of the noncompliant person. BEM 233A Failure to comply without good cause results in FIP c losure. BEM 233A T he second

occurrences of non-compliance results in a 6 month FIP closur e. BEM 233A The thir d occurrence results in a lifetime disqualification from receiving FIP benefits.

JET participants will not be te rminated from a JET program without first scheduling a triage meeting with the client to jointly discuss noncompliance and good cause. BEM 233A In processing a FIP cl osure, the Department is r equired to send the client a notice of non-compliance, DH S-2444, which must include the date(s) of the noncompliance; the reason the client was determined to be non-compliant; and the penalty duration. BEM 233A In addit ion, a triage must be hel d within the negative action period. BEM 233A A good caus e determination is made during the triage and prior to the negative action effective date. BEM 233A. However, a failure to participate can be overcome if the client has good cause. Good cause is a valid reason for failing to participate with employm ent and/or self-suffi ciency-related activities that are based on factors that are beyond the control of the claimant . BEM 233A. The penalty for noncompliance is FIP closure. However, a failure to participate can be overcome if the client h as good ca use. Good c ause is a va lid reaso n for failin g to participate with employment and/or s elf-sufficiency-related activities that are bas ed on factors that are beyond the control of the claimant. BEM 2 33A. The penalty for noncompliance is FIP closure.

In this case, the Claimant was assigned to attend work first and at orientation did attend and presented a medical needs form dated September 14, 2012 signed by his treating doctor. The Claimant credibly testified that he also gave a copy of the medical need s form to his caseworker. No one from the Work First program or the Department with actual knowledge of the facts surrounding the medical needs form or the triage attended the hearing and did not present the documents that were considered at the triage. The Department took the position at the hearing that the Claimant had been denied by MRT the Claimant presented no new evidence that he had a on April 18, 2012 and that change in his medical condition. The MRT decision was presented but the medical information sent to the MRT was not pres ented so it could not be deter mined what information the MRT relied upon. The Depar tment's hearing summary also indicated that SSA h ad denied his disa bility application. In fact, the Claima nt has app ealed the SSA decision and thus the SSA decision is not final.

Based upon the evidence presented by the D epartment at the hearing, it is determined that it did not meet its burden of proof to demonstrate the basis for its finding of no good cause at the triage held October 1, 2012. Exhibit 2.

Therefore, It is determined, based upon the evidence presented at the hearing and the testimony of the parties, that the Department did not comply with department polic y regarding the triage requirements and the finding of no good c ause for non c ompliance with the work first attendance requirements in support of the impo sed sanction. BEM 233A The Department must consider medical evidence submitted and determine

whether the MRT should review the evidence and whether to grant a deferral. Further the denia I by SSA when ap pealed d oes not form a basis to find no new medic al evidence.

Based of the above Findings of Fact and Conclusions of Law and for the reasons stated on the record at the hearing, the testimony of witnesses and the documentary evidence received, the Department has not demonstrated that it correctly followed and applied Department policy in clos ing and sanctioning the Claim ant's FIP cas e for non compliance without good cause and removing the Claimant from his FAP group and imposing a 3 month sanction. BEM 233A

### **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 r ecord, finds that the D epartment did not act properly when and it closed the Claimant's FIP case and imposed a 3 month sanction.

Accordingly, the Department's	🗌 AMP 🛛 FIP	🗌 FAP	🗌 MA	🗌 SDA	
decision is REVERSED for the	reasons stated on	the record	and in th	nis Decisio	n.

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 when it closed in the closed a 3 month sanction.

Accordingly, the Department's  $\square$  AMP  $\boxtimes$  FIP  $\square$  FAP  $\square$  MA  $\square$  SDA  $\square$  CDC decision is  $\square$  AFFIRMED  $\boxtimes$  REVERSED for the reasons stated on the record and as setforth in this Decision.

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 initiate reinstatement of the Claimant's FIP case retroactive to the date of closure November 1, 2012.
- 2. The Department shall issue a s upplement to the Claimant for any FIP or FAP (removal from FAP group due to non compliance) benefits he was otherwise entitled to receive as a result of the improper closure based upon non compliance with work first participation without good case.

3. The Department shall remove the 3 month sanction it imposed for non participation with work first from the Claimant's case record and the Department's records.

Lynn M. Ferris` Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Date Signed: December 13, 2012

Date Mailed: December 13, 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 **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

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

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