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

IN THE MATTER OF:



Reg. No.:	201327702
Issue No.:	2027
Case No.:	
Hearing Date:	May 23, 2013
County:	Wayne (19)
Hearing Date:	-

ADMINISTRATIVE LAW JUDGE: Alice C. Elkin

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 telephone hearing was held on May 23, 2013, from Detroit, Michigan. Participants on behalf of Claimant included Claimant and the second sec

<u>ISSUE</u>

Did the Department properly deny Claimant's application 🛛 close Claimant's case for:

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Family Independence Program (FIP)?

Food Assistance Program (FAP)?

Medical Assistance (MA)?

Direct Support Services (DSS)?

Adult Medical Assistance (AMP)?

State Disability Assistance (SDA)?

Child Development and Care (CDC)?

FINDINGS OF FACT

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

1. Claimant applied for benefits received benefits for:



Family Independence Program (FIP). Food Assistance Program (FAP).

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Medical Assistance (MA).

Direct Support Services (DSS).

- Adult Medical Assistance (AMP).
- State Disability Assistance (SDA).

Child Development and Care (CDC).

- On February 1, 2013, the Department

 denied Claimant's application
 closed Claimant's case
 due to Claimant not being pregnant, the caretaker of a minor child in the home, blind
 or disabled or meeting the age requirements.
- On January 12, 2013, the Department sent

 Claimant
 Claimant's Authorized Representative (AR)

 notice of the
 I denial. ∑ closure.
- 4. On January 30, 2013, Claimant filed a hearing request, protesting the ☐ denial of the application. ⊠ closure of the case.

CONCLUSIONS OF LAW

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

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.

Additionally, at the hearing, the Department testified that Claimant's MA case was closed because she was no longer receiving Supplemental Security Income (SSI) benefits from the Social Security Administration (SSA).

SSI recipients are automatically eligible for MA if they are Michigan residents and cooperate with third-party resource liability requirements. BEM 150 (June 2011), p 1. Claimant credibly testified that she stopped receiving SSI when she turned 18 and had been notified by SSA that she was no longer eligible for SSI based on disability. Thus, Claimant was no longer automatically eligible for MA based on receipt of SSI. However, before closing a client's MA-SSI case, the Department must conduct an ex parte review at least 90 days before the anticipated change expected to result in case closure to determine the client's eligibility under all other MA categories. BEM 150, p 5. The Department closes MA-SSI but transfers the client's MA coverage to the SSI Termination (SSIT) type of assistance until a redetermination is completed to allow for the ex parte review. BAM 220 (November 2012), p 14; BEM 150, p 5.

In this case, the eligibility summary does not show that Claimant's case was transferred to MA-SSIT, and the Department testified that it did not conduct an ex parte review of Claimant's ongoing MA eligibility before her MA-SSI case closed. The Department acknowledged, however, that Claimant might be eligible for MA coverage on the basis of age (she was 20 years old) or disability. Because the Department failed to consider

Claimant's eligibility for MA coverage under other MA categories before closing her MA-SSI case, the Department did not act in accordance with Department policy.

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 not act in accordance with Department policy when it closed Claimant's MA-SSI case without conducting an ex parte review.

Accordingly, the Department's decision is REVERSED.

THE DEPARTMENT IS ORDERED TO DO THE FOLLOWING WITHIN 10 DAYS OF THE DATE OF MAILING OF THIS DECISION AND ORDER:

- 1. Reinstate Claimant's MA-SSI coverage as of February 1, 2012;
- 2. Begin reprocessing Claimant's continued eligibility for MA in accordance with Department policy and consistent with this Hearing Decision;
- 3. Provide Claimant with MA coverage she is eligible to receive from February 1, 2013, ongoing; and
- 4. Notify Claimant of its decision in writing in accordance with Department policy.

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

Date Signed: 6/12/2013

Date Mailed: 6/12/2013

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 <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

Reconsideration/Rehearing Request P. O. Box 30639

Lansing, Michigan 48909-07322

ACE/hw

