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

IN THE MATTER OF:



No: <u>2013-2334</u>0 Case No:

Issue No: 1038

Date: May 30, 2013 County: Macomb-12

ADMINISTRATIVE LAW JUDGE: Vicki L. Armstrong

HEARING DECISION

This matter is before the undersigned Admini strative Law Judge pursuant to MCL 400.9 and MCL 400.37 upon Claimant's request for a hearing received on De cember 17, 2012. After due notice, a telephone hearing was held on May 30, 2013. Claimant personally appeared and provided te stimony. Eligibility Spec ialist provided testimony on behalf of the department.

ISSUE

Whether the department proper Iy denied Claimant 's Fa mily Independence Program (FIP) application?

FINDINGS OF FACT

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

- Claimant applied for FIP benefits and was instructed to provide verification of loss of employment.
- 2. On November 28, 2012, Claimant was notified that her applic ation for FIP was denied for failure to provide proof of loss of employment. (Ex 9).
- Claimant submitted a hearing request on December 17, 2012, pr otesting the closure of her FIP benefits. (Request for a Hearing).

CONCLUSIONS OF LAW

The regulations governing the hearing and appeal process for applicants and recipients of public assistance in Michigan are found in the Michigan Adm inistrative Code, Rules 400.901-400.951. An oppor tunity for a hearing shall be granted to an applicant who requests a hearing because his claim for assistance is denied. Mich Admin Code, Rule 400.903(1). Clients have the right to contest a department decision affecting eligibility

or benefit levels whenev er it is believed that the decis ion is incorrect. The department will provide an adm inistrative hearing to review the decision and determine the appropriateness. BAM 600.

The Family Independence Program (FIP) was established pursuant to the Personal Responsibility and Work Opportunity Reconc iliation Act of 1996, Public Law 104-193, 8 USC 601, et seq. The Department of Human Services (DHS or Department) administers the FIP program pursuant to MCL 400.10, et seq., and MAC R 400.3101-3131. The FIP program replaced the Ai d to Dependent Children (ADC) program effective October 1, 1996. De partment policies are found in the Bridges Administrative Manual (BAM), the Bridges Elig ibility Manual (BEM), Refe rence Table Manual (RF T), and the Reference Tables Manual (RFT).

The depar tment uses the Verification Check list, DHS-3503, to tell the client what verification is required, how to obtain it and the due date. The client must obtain the required verification, but the department must assist if they need and request help. BAM 130.

A client is allowed 10 calendar days (or other time limit specified in policy) to provide the verification requested by the department. The department sends a negative action notice when the client indicates refusal to provide a verification, or the time period given has elapsed and the client has not made a reasonable effort to provide it. BAM 130.

In this case, Claimant testified that she attempted to have her previous employer complete the DHS-38, Verification of Employment, but her employer would not fill it out until she paid them \$ Claimant stated she did not have the \$ to give them to fill it out a nd she had informed the department of the proble m. The department admitted that they had also tried to have Claimant's previous employer complete the DHS-38 without success, and the employer was not listed in the Work Number.

According to departmental polic y, the client mu st obtain require d verifications, but the department must assist if the client needs and reques ts help. If neither the client nor the department can obtain verifications despite a reasonable effort, the department may use the best available information. If no evidence is available, the department shall use their best judgment. BAM 130.

In this case, the department was also unable to obtain information from Claimant's employer. Therefore, the department was able to use their best judgment in determining whether Claimant was still employed at the time of application and failed to do so.

Based upon the abov e Findings of Fact and Conclus ions of Law, and for the reasons stated on the record, the Administrative Law Judge concludes that the D epartment improperly denied Claimant's application.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusion sof law, decides that the department did not properly deny Claimant's FIP benefits. Accordingly, the department's decision is **REVERSED**.

The department shall send out t he Verification of Employment directly to the Employer to verify Claimant is no longer working t here. If the d epartment does not receive the Verification of Employment back from the employer, then the department shall follow its policy and use their best judgment in determining Claimant's eligibility for FIP benefits.

It is SO ORDERED.

Vicki L. Armstrong Administrative Law Judge for Maura D. Corrigan, Director Department of Human Services

Date Signed: June 17, 2013

Date Mailed: June 17, 2013

NOTICE: Administrative Hearings may or der 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. Administrative Hear ings will not orde rarehearing or reconsideration on the Department's motion where the final decision cannot be implemented within 90 days of the filing of the original request.

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.

2013-23340/VLA

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

VLA/las

