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

#### IN THE MATTER OF:



| Reg. No.:     | 201341261    |
|---------------|--------------|
| ssue No.:     | 3008         |
| Case No.:     |              |
| Hearing Date: | May 16, 2013 |
| County:       | Kent         |

ADMINISTRATIVE LAW JUDGE: Susanne E. Harris

# **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, from Lansing, Michigan. Participants on behalf of Claimant included her and Interpreter Participants on behalf of Department of Human Services (Department) included Case Manager, and Family Independence Manager,

### ISSUE

Did the Department properly  $\boxtimes$  deny Claimant's application  $\square$  close Claimant's case for:

| imes |  |
|------|--|
|      |  |

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

Medical Assistance (MA)?

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).

Medical Assistance (MA).

- Adult Medical Assistance (AMP). State Disability Assistance (SDA).
- Child Development and Care (CDC).
- 2. On April 8, 2013, the Department A denied Claimant's application closed Claimant's case due to excess income as there was no verification of stopped income.

- 4. On April 9, 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 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 seq.*, and 1999 AC, R 400.3101 through Rule 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 seq.*, and 1999 AC, R 400.3001 through Rule 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 |
|-----|---------|---------|------------|------------|-----------|------|---------------|-------|----|-----|-------|-----|----|
| adn | niniste | ered by | / the Depa | artment pu | irsuant f | to N | 1CL 400.10, e | et se | q. |     |       |     |    |

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 Rule 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 1999 AC, R 400.5001 through Rule 400.5015.

In this case, the Claimant's husband testified the employer did not return the verification of stopped employment. It is not contested that when the Claimant's finally presented the Verification of Employment on April 17, 2013, it indicated that the Claimant's finally was still employed. It is also not contested that on April 17, 2013, the Claimant's finally told the Department that he was not employed, the Department then gave the Claimant's finally another DHS-38, Verification of Employment Form which he had completed and submitted that day. That form verified that the Claimant's stopped work on March 29, 2013. The Claimant's for that and stated he stopped work sooner than March 29, 2013, but was not specific as to when that was.

Per Bridges Administrative Manual (BAM) 130 (2012) p. 2, the Department may have to assist the Claimant in obtaining verification by making a collateral contact. It is also not contested that the Claimant and her failed to communicate to the Department that they were having difficulties with her returning the form, nor did they ask for an extension of time to obtain the verification. As such, the Department could not have known to assist the Claimant and her by making a collateral contact to the Claimant's employer. BAM 130 p. 1, instructs the Department's workers to obtain verification of information that affects eligibility at application. Bridges Eligibility Manual (BEM) 505 (2010) p. 1, provides that a groups benefits for a month are based in part on a prospective income determination and therefore, the Claimant's income is a factor in determining eligibility and the stopped income needed to be verified. Therefore, when the Department took action to deny the Claimant's application for FAP benefits, the Administrative Law Judge concludes that the Department was acting in accordance with its policy.

| Based upon the above Findings of Fact a  | nd Conclusions of Law, and for the reasons |
|--|--|
| stated on the record, the Administrative | Law Judge concludes that the Department    |
| properly denied Claimant's application   | improperly denied Claimant's application   |
| properly closed Claimant's case          | improperly closed Claimant's case for:     |
| 🗌 ĂMP 🗋 FIP 🔀 FAP 🗌 MA 🗌 SDA 🗌           | CDC.                                       |

# DECISION AND ORDER

The Administrative Law Judge, based upon the above Findings of Fact and Conclusions of Law finds that the Department  $\bigotimes$  did act properly.  $\Box$  did not act properly.

Accordingly, the Department's AMP FIP K FAP MA SDA CDC decision is AFFIRMED REVERSED.

/s/

Susanne E. Harris Administrative Law Judge For Maura Corrigan, Director Department of Human Services

Date Signed: 5/20/13

Date Mailed: 5/20/13

**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

#### SEH/tb

