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: County: 201343705 3015

June 26, 2013 Oakland County (#03)

ADMINISTRATIVE LAW JUDGE: MICHELLE HOWIE

HEARING DECISION

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and MCL 400.37 following Claimant's April 26, 2013 request for a hearing. After due notice, a telephone hearing was conducted on Wednesday June 26, 2013 from Detroit, Michigan. The Claimant appeared and testified. Participant on behalf of Department of Human Services (Department) was **Exercise 1000** (Family Independence Manager).

ISSUE

Due to excess income, did the Department properly ⊠ deny the Claimant's application □ close Claimant's case □ reduce Claimant's benefits for:

Family Independence Program (FIP)

Food Assistance Program (FAP) Medical Assistance (MA)?

2.

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. On April 18, 2013, Claimant 🛛 applied for benefits for:

Family Independence Program (FIP).	Adult Medical Assistance (AMP).
Food Assistance Program (FAP).	State Disability Assistance (SDA).
Medical Assistance (MA).	Child Development and Care (CDC).

- 4. On April 25, 2013, the Department sent ⊠ Claimant notice of the ⊠ denial. □ closure. □ reduction.
- 5. On April 26, 2013, Claimant filed a hearing request, protesting the ⊠ denial of the application. □ closure of the case. □ reduction of benefits.

CONCLUSIONS OF LAW

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

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 1997 AACS R 400.3001-3015.

Additionally, group composition is the determination of which persons living together are included in the FAP program group. BEM 212 (November 2012), p. 1. The relationship of the people who live together affects whether they must be included or excluded from the group. It must first be determined if all household person must be included in the group. If they are not mandatory group members, then it is determined if they purchase and prepare food together or separately. The phrase, purchase and prepare together, is meant to describe persons who customarily share food in common. BEM 212, p. 5. A caretaker who provides care or supervision to a child (ren) under 18 years old who lives with the caretaker must be included in the same group. In this case, Claimant has guardianship of three children who live with her, and thus Claimant must be included in the FAP group.

The Department determines a client's eligibility for FAP benefits based on the client's actual household income and/or prospective income. BEM 500 (January 2013), p. 3. All countable earned and unearned income available to the group must be considered in determining the client's eligibility for FAP benefits. Claimant receives \$1834/monthly RSDI income and \$656/monthly long term disability payments. The Department properly applied the \$159 standard deduction applicable to a FAP group of four, the \$575 standard heat/utility deduction and the correct housing obligation of \$675. After all allowable deductions the group's net income is \$2,242 which exceeds the net income limit of \$1,921 for a group of four. RFT 250 (November 2012) Claimant asserts that she has additional expenses due to bankruptcy proceedings that were not considered in the FAP budget. Policy does not provide for a deduction based on the stated reason.

Based on the evidence on record, the Department established it acted in accordance with policy when it denied Claimant's FAP application due to excess income.

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 indicated did act properly in the did not act properly in the denied Claimant's April 18, 2013 application for FAP benefits.

Accordingly, the Department's \square AMP \square FIP \boxtimes FAP \square MA \square SDA \square CDC decision is hereby, \boxtimes AFFIRMED.

M. House

Michelle Howie Administrative Law Judge For Maura Corrigan, Director Department of Human Services

Date Signed: <u>7/5/2013</u>

Date Mailed: <u>7/5/2013</u>

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.

The Claimant may appeal the Decision and Order to Circuit Court within 30 days of the mailing 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

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