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

IN THE MATTER OF:



 Reg. No.:
 2013-54860

 Issue No.:
 3008

 Case No.:
 July 25, 2013

 Hearing Date:
 July 25, 2013

 County:
 Eaton

ADMINISTRATIVE LAW JUDGE: Carmen G. Fahie

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 Hearing. After due notice, a telephone hearing was held on Thursday, July 25, 2013, from Lansing, Michigan. Participants on behalf of Claimant included the Claimant and her husband,

Participants on behalf of Department of Human Services (Department) included, Taylor Dart, ES.

ISSUE

Due to a failure to comply with the verification requirements, did the Department properly \Box deny Claimant's application \Box close Claimant's case \boxtimes reduce Claimant's benefits for:

닑	
X	

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

Medical Assistance (MA)?

State Disability Assistance (SDA)?
 Child Development and Care (CDC)?
 State Emergency Relief (SER)?

FINDINGS OF FACT

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

- 2. Claimant 🖾 was 🗌 was not provided with a Redetermination Application (DHS-1010) that requested the Claimant to provide proofs of all expenses with the Claimant's name and address on the proof. Department Exhibit d.

- 3. Claimant was required to submit requested verification by April 1, 2013.
- 4. On May 1, 2013, the Department
 - denied Claimant's application

closed Claimant's case

 $\overline{\boxtimes}$ reduced Claimant's benefits

for failure to submit verification in a timely manner.

5. On May 1, 2013, the Department sent notice of the

denial of Claimant's application.

closure of Claimant's case.

 \boxtimes reduction of Claimant's benefits.

6. On June 19, 2013, Claimant filed a hearing request, protesting the ☐ denial. ☐ closure. ☐ reduction.

CONCLUSIONS OF LAW

Department policies are found 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 (formerly known as the Family Independence Agency) administers the MA program pursuant to MCL 400.10, *et seq.*, and MCL 400.105.

The State Disability Assistance (SDA) program which provides financial assistance for disabled persons is established by 2004 PA 344. The Department (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.

☐ The State Emergency Relief (SER) program is established by 2004 PA 344. The SER program is administered pursuant to MCL 400.10, *et seq.*, and by, 1999 AC, R 400.7001 through Rule 400.7049. Department policies are found in the State Emergency Relief Manual (ERM).

Additionally, the Claimant failed to turn in her/his required verification of her current mortgage to verify eligibility by the due date, which resulted in her/his benefits being reduced from \$367 to \$98 on May 1, 2013. Department Exhibit 6-8. The Claimant provided the required verification on May 31, 2013. Department Exhibit 9-10. On June 4, 2013, the Department caseworker redetermined the Claimant's eligibility for FAP benefits where benefits were restored to \$367 effective July 1, 2013. Department Exhibit 11-13.

This Administrative Law Judge erred on the record when I stated that I was going to reverse the Department because no Verification Checklist, DHS 3503, was sent requesting the updated mortgage information. The Redetermination Application, DHS 1010, states that proofs of expenses are to be provided by the due date. The Claimant listed her mortgage obligation on the DHS 1010, but failed to include written verification as was required by April 1, 2013. The Department met its burden and correctly followed policy by determining that the Claimant's FAP benefits should be reduced without verification of her mortgage obligation. BAM 220.

Based upon the above Findings of Fact and Conclusions of Law, and for the reasons stated on the record, the Administrative Law Judge concludes that the Department properly improperly

closed Claimant's case.

denied Claimant's application.

reduced Claimant's benefits.

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 \square did act properly \square did not act properly.

Accordingly, the Department's decision is \square **AFFIRMED** \square REVERSED for the reasons stated on the record.

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

/s/____

Carmen G. Fahie Administrative Law Judge For Maura Corrigan, Director Department of Human Services

Date Signed: 08/01/2013

Date Mailed: 08/02/2013

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 receipt 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 **MAY** be granted for any of the following reasons:
 - misapplication of manual policy or law in the hearing decision; or
 - typographical errors, mathematical error, or other obvious errors in the hearing decision that effect the substantial rights of the Claimant; or
 - 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

2013-54860/CGF

CGF/pw

