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:

2013-56255 3002

August 6, 2013 St. Joseph

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 August 6, 2013, from Lansing, Michigan. Participants on behalf of Claimant included Participants on behalf of Department of Human Services (Department) included Eligibility Specialist. and Assistance Payments Supervisor

ISSUE

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

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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:

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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 June 14, 2013, the Department denied Claimant's application due to excess income.

closed Claimant's case

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- On June 14, 2013, the Department sent

 Claimant
 Claimant's Authorized Representative (AR)

 notice of the
 I denial.
 Closure.
- 4. On June 27, 2013, Claimant filed a hearing request, protesting the \square denial of the application. \square 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 administered by the Department pursuant to MCL 400.10, *et seq*.

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.

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In this case, the Claimant did not contest the amount of income and shelter expenses allowed for in the FAP budget. However, the Administrative Law Judge did calculate the Claimant's income on the record and did arrive at a different figure than what the Department had recorded in the FAP budget. The Claimant is paid weekly. The Department testified that it considered the following four, weekly, gross amounts:

Bridges Eligibility Manual (BEM) 505 (2010) p. 6, provides that stable income that is received more often than monthly be converted to a monthly amount. Specifically, weekly income is to be multiplied by to account for those months in which a Claimant may receive five instead of four paychecks. When applying that formula to the amounts of the four paychecks listed above, the Administrative Law Judge arrives at as opposed to the statement budgeted. The Department could not explain how it was that it arrived at the figure it used for countable income in the Claimant's budget. As such, the Administrative Law Judge concludes that the evidence is insufficient to establish that the Department was acting in accordance with its policy when taking action to deny the Claimant's application for FAP.

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

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 \Box did act properly. \boxtimes did not act properly.

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

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

- 1. Initiate action to re-determine the Claimant's eligibility for FAP back to the original application dated, and
- 2. Initiate action to issue the Claimant any supplement she may thereafter be due.

/s/

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

Date Signed: 8/9/13

Date Mailed: 8/12/13

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 **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.

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

