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

IN THE MATTER OF:



Reg. No.: 2014-23373

Issue No(s).: 3002

Case No.: Hearing Date:

February 13, 2013

County: Kent

ADMINISTRATIVE LAW JUDGE: Michael S. Newell

HEARING DECISION

Following Claimant's request for a hearing, this matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and 400.37; 7 CFR 273.15 to 273.18; 42 CFR 431.200 to 431.250; 45 CFR 99. 1 to 99.33; and 45 CFR 205.10. After due notice, a telephone hearing was held on F ebruary 13, 2014, from Lansing, Michigan. Participants on behalf of Claimant included Claimant. Participants on behalf of the Department of Human Servic es (Department) included AP Supervisor.

ISSUE

Did the Department properly calculate Claimant's FAP benefits?

FINDINGS OF FACT

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

- The Department worker testified that due to Departmental error, the Department requested housing cost info rmation in December 2013, which it should have requested in June 2013.
- 2. Due to the error, the Department had not accurately budget ed Claimant's housing expenses.
- 3. In an attempt to correct the Department 's error, the Depart ment retroactively applied the rental housing changes to August 2013, pending verification.
- 4. The retroactive application would have resulted in a supplement, as evidenced by the December 26, 2014 Notice of Case Action. (See Exhibit 1.)
- The Department allegedly sent Claimant a Verification Check list on December 26, 2013, with an alleged due dat e of January 6, 2013. The worker testified during the hearing that if Claimant had complied with the verification check list

- by the due date, the Department w ould have made the hous ing information retroactive for FAP benefits beginning August 2013.
- 6. The Department did not pr ovide the Administrative La w Judge with a copy of the verification checklist for the hearing.
- 7. Claimant did not recall re ceiving a copy of the verification checklist and did not believe that she received it.
- 8. Claimant did not know of any January 6, 2013 due date.
- 9. On January 14, 2014, Claimant submitted her shelter expenses.
- 10. The Department increased Claimant's FAP benefits effective February 14, 201r but declined to apply the verification retroactively because of the Januar y 6, 2013 deadline, essentially reversing the December 26, 2013 Notice.
- 11. The Department did not provide a copy of any Notice of Case Action for the haring relative to the decision outlined in paragraph 10.
- 12. The worker testified that if the veri fication that Claimant submitted on Januar y 14, 2014 had been s ubmitted by the Janu ary 6, 2014 deadline, it would have been sufficient for retroactive application.
- 13. Claimant requested hearing on January 14, 2014.

CONCLUSIONS OF LAW

Department policies are contained in the Department of Human Service s Bridges Administrative Manual (BAM), Department of Human Services Bridges Eligibility Manual (BEM), D epartment of Human Service es Reference Tables Manual (RFT), and Department of Human Services Emergency Relief Manual (ERM).

The Food Assistance Program (FAP) [formerly known as the Food Stamp program] is established by the Food Stamp Act of 1977, as amended, 7 USC 2011 to 2036a and is implemented by the federal regulations contained in 7 CFR 271. It to 285.5. The Department (formerly known as the Family Independence Agency) administers FAP pursuant to MCL 400.10 and Mich Admin Code, R 400.3001 to .3015.

Additionally, the Department did not meet it s burden of proof that it sent Claimant the verification checklist because it did not provide a copy as an exhibit for the hearing. The best evidence of the verificati on checklist is a copy of the checklist itself and not the Department's interpretation of it. Nothing prevented the Department from providing the document before the hearing.

Because the purpose of the Verification Checklist was to correct a Department oversight in June 2013, and the Department did not show by a preponderance of the evidence that it sent the checklist, Claimant should not be penalized for not complying with a Verification Checklist that the Department did not demonstrate that it sent to Claimant.

Without a copy of the Notice of Case Action, it is difficult to affix a precise date for the change effective February 1, 2014, so the effective date it referenced herein.

Claimant did not take issue with the am ount of benefits that she was awarded in February and sought only retroactive application of her housing expenses.

The Administrative Law Judge, based on the above Findings of Fact and Conclusions of Law, and for the reasons stated on the record, if any, finds that the Department failed to satisfy its burden of showing that it acted in accordance with Department policy when it calculated Claimant's FAP benefits..

DECISION AND ORDER

Accordingly, the Depar tment's decision is **AFFIRMED IN PART** wit h respect to Claimant's FAP benefits from February 1, 2014 and **REVERSED IN PART** with respect to the Department's Decis ion to reverse it s December 26, 2014 Notice of Case Action regarding retroactive benefits.

THE DEPARTMENT IS ORDERED TO BEGIN DOING THE FOLLOWING, IN ACCORDANCE WIT H DE PARTMENT P OLICY AND CONSIS TENT WIT H THIS HEARING DECISION, WITHIN 10 DAYS OF THE DATE OF MAILING OF THIS DECISION AND ORDER:

- 1. Apply Claimant's shelter expenses s ubmitted in January 14, 2014 retroactive from August 1, 2013 to January 31, 2014,
- 2. Request any addition information fr om Claimant if t he January 14, 2014 verification is not sufficient.
- 3. In accordance with policy, issue any necessary supplemental benefits.

Michael S. Newell Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Michael &. Newell

Date Signed: February 19, 2014

Date Mailed: February 19, 2014

NOTICE OF AP PEAL: The claimant may appeal the Dec ision and Order to Circu it Court within 30 days of the receipt of the Decision and Order or, i f a timely Request for Rehearing or Reconsiderati on was made, within 30 days of the receipt date of the Decision and Order of Reconsideration or Rehearing Decision.

Michigan Administrative Hearing Syst em (MAHS) may order a rehearing or reconsideration on either its own motion or at the request of a par ty within 30 days of the mailing date of this Dec ision and Order. MAHS will not order a rehearing or reconsideration on the Department's mo tion where the final decis ion cannot be implemented within 90 days of the filing of the original request (60 days for FAP cases).

A Request for Rehearing or Reconsideration may be granted when one of the following exists:

- Newly discovered evidence that existed at the time of the or iginal hearing that could affect the outcome of the original hearing decision;
- Misapplication of manual policy or law in the hearing decision which led to a wrong conclusion;
- Typographical, mathematical or other obvious error in the hearing decision that affects the rights of the client;
- Failure of the ALJ to address in the hearing decision relevant issues raised in the hearing request.

The Department, AHR or the clai mant must specify all reasons for the request. MAHS will not review any response to a request for rehearing/reconsideration. A request must be *received* in MAHS within 30 days of the date the hearing decision is mailed.

The written request must be faxed to (517) 335-6088 and be labeled as follows:

Attention: MAHS Rehearing/Reconsideration Request

If submitted by mail, the written request must be addressed as follows:

Michigan Administrative Hearings Reconsideration/Rehearing Request P.O. Box 30639 Lansing, Michigan 48909-07322

MSN/las

cc: