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

IN THE MATTER OF:



Reg. No.: 2014-26580

Issue No(s).: Case No.:

Hearing Date: March 11, 2014 County: Macomb – 20

ADMINISTRATIVE LAW JUDGE: Gary F. Heisler

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 March 11, 2014, from Lansing, Michigan. Participants on behalf of Claimant included herself and her husband Participants on behalf of the Department of Human Services (Department) included There is no Medical Assistance (MA) issue within the jurisdiction of this request for hearing. The Medical Assistance (MA) portion of this hearing is dismissed.

ISSUE

Did the Department properly deny Claimant's November 6, 2013 Food Assistance Program (FAP) application?

FINDINGS OF FACT

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

- On November 6, 2013, Claimant submitted an application for Food Assistance Program (FAP) benefits. Claimant's benefit group includes her husband who owns a food market.
- 2. Claimant submitted their income tax returns for verification of self-employment income verification. Claimant did not submit self-employment expenses in accordance with Department of Human Services Bridges Eligibility Manual (BEM) 502 Income from Self-Employment (2013).

- 3. On January 30, 2014, the Department used the income information submitted by Claimant to run a Food Assistance Program (FAP) financial eligibility budget. In accordance with Department of Human Services Bridges Eligibility Manual (BEM) 502 Income from Self-Employment (2013) page 3 the Department used 25% of the store's proceeds as expenses because Claimant did not submit and verify actual expenses. The financial eligibility budget showed that Claimant's benefit group was not eligible for Food Assistance Program (FAP) benefits due to excess income.
- 4. On February 6, 2014, Claimant submitted a request for hearing.

CONCLUSIONS OF LAW

Department policies are contained in the Department of Human Services Bridges Administrative Manual (BAM), Department of Human Services Bridges Eligibility Manual (BEM), Department of Human Services 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 271.1 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.

During this hearing the requirements for using actual expenses for Food Assistance Program (FAP) eligibility was explained and contrasted with the requirements of business expenses for income tax calculations.

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 acted in accordance with Department policy when it denied Claimant's November 6, 2013 Food Assistance Program (FAP) application for excess income.

DECISION AND ORDER

Accordingly, the Department's decision is **AFFIRMED**.

Gary F. Heisler Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Ba J. Hund

Date Signed: March 14, 2014

Date Mailed: March 17, 2014

NOTICE OF APPEAL: 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 or Reconsideration was made, within 30 days of the receipt date of the Decision and Order of Reconsideration or Rehearing Decision.

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).

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 original 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 claimant 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

GFH/nk

