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

#### IN THE MATTER OF:



Reg. No.: Issue No(s): Case No.: Hearing Date: March 3, 2013 County:

2013 61255 3006

Jackson DHS

## ADMINISTRATIVE LAW JUDGE: Lynn M. Ferris

## **HEARING DECISION**

Upon a hearing request by the Department of Human Services (Department) to establish an overissuance (OI) of benefits to Respondent, this matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9, 400.43a, and 24.201, et seq., and Mich Admin Code, R 400.941, and in accordance with 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 3, 2013, from Detroit, Michigan. Participants on behalf of the Department included **Exercise**, Recoupment Specialist.

Participants on behalf of Respondent included the Respondent.

### ISSUE

Did Respondent receive an OI of

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

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:

- Respondent was a recipient of  $\hfill FIP \hfill FAP \hfill SDA \hfill CDC benefits from$ 1. the Department.
- 2. The Department alleges Respondent received a OI during the period November 1, 2011, through June 30, 2012, due to Department's error Respondent's error.

3. The Department alleges that Respondent received a \$588 OI that is still due and owing to the Department.

# 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), and Department of Human Services Reference Tables Manual (RFT).

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.

Additionally, during the hearing it was established that the Department erred when it did not recalculate the Claimant's Food Assistance Benefits based upon her timely reporting of new employment. Consequently, the proofs did establish Agency Error. The Department presented as part of its proofs separate monthly budgets which established the overissuance amount of \$588. Exhibit 1 pp 17-39. As explained at the hearing, even though Claimant was not at fault regarding the cause of the overissuance, Department policy found in BAM 705 requires recoupment of overissued amounts exceeding \$125. BAM 705, pp. 5 (7/1/13). The Department also correctly included the full amount of actual earned income received and is not required to convert the income to a weekly or bi-weekly amount. BAM 705 pp. 7.

The Administrative Law Judge, based upon the above Findings of Fact and Conclusions of Law, finds that the Department  $\square$  did  $\square$  did not establish a  $\square$  FIP  $\square$  FAP  $\square$  SDA  $\square$  CDC benefit OI to Respondent totaling \$588.

### DECISION AND ORDER

Accordingly, the Department is

 $\boxtimes$  AFFIRMED.

Lynn M. Ferris Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Date Signed: March 24, 2014

Date Mailed: March 24, 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

LMF/cl

CC:	