#### 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:

2014-31413 3008

April 7, 2014 Wayne (82-19)

## ADMINISTRATIVE LAW JUDGE: Michael J. Bennane

## **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 April 7, 2014, from Detroit, Michigan. Participants on behalf of Claimant included Claimant

Participants on behalf of the Department of Human Services (Department) included

## ISSUE

Did the Department properly calculate Claimant's Food Assistance (FAP) benefits?

## FINDINGS OF FACT

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

- 1. On December 16, 2013, the Department sent Claimant a redetermination packet due January 2, 2014, to recalculate Claimant's FAP benefits.
- 2. Claimant responded with a copy of his 2013 Federal income tax return.
- 3. The Department utilized Claimant's income tax return and reduced his FAP benefits.
- 4. On March 13, 2014, Claimant requested a hearing to protest the reduction of his FAP benefits.

## 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.

At the hearing, this Administrative Law Judge reviewed Claimant's 2013 income tax return with Claimant and the Department.

The Department testified that it classified expenses for repairs and maintenance as depreciation. This is incorrect.

During the same review the Department testified that it did not include the \$704.00 listed under travel, meals and entertainment. Travel is an allowed expense. BEM 502 (February 2014).

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
- did not act in accordance with Department policy when it failed to correctly include Claimant's allowable expenses.
- failed to satisfy its burden of showing that it acted in accordance with Department policy when it

## **DECISION AND ORDER**

Accordingly, the Department's decision is



 $\boxtimes$  REVERSED.

AFFIRMED IN PART with respect to to .

] AFFIRMED IN PART with respect to and REVERSED IN PART with respect

THE DEPARTMENT IS ORDERED TO BEGIN DOING THE FOLLOWING, IN ACCORDANCE WITH DEPARTMENT POLICY AND CONSISTENT WITH THIS HEARING DECISION, WITHIN 10 DAYS OF THE DATE OF MAILING OF THIS DECISION AND ORDER:

1. Utilize Claimant's documentation already provided or request further documentation and recalculate Claimant's FAP benefits back to the date that Claimant's FAP benefits were reduced and supplement for any missed benefits.

**Michael J. Bennane** Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Date Signed: April 10, 2014

Date Mailed: April 10, 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

MJB/pf

# 2014-31413/MJB

