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:

201432386 3002

April 15, 2014 Ingham County DHS

ADMINISTRATIVE LAW JUDGE: Kevin Scully

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 15, 2014, from Lansing, Michigan. Participants on behalf of Claimant included **Exercise**. Participants on behalf of the Department of Human Services (Department) included **Exercise**.

<u>ISSUE</u>

Whether the Department of Human Services (Department) properly denied the Claimant's Food Assistance Program (FAP) application?

FINDINGS OF FACT

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

- 1. On January 24, 2014, the Claimant submitted an application for Food Assistance Program (FAP) benefits.
- On January 24, 2014, the Department sent the Claimant a Verification Checklist (DHS-3503) requesting verification of a certificate of deposit by February 4, 2014.
- 3. On February 21, 2014, the Department notified the Claimant that it had denied her application for Food Assistance Program (FAP) benefits.
- 4. The Department received the Claimant's request for a hearing on February 27, 2014, protesting the denial of her Food Assistance Program (FAP) application.

CONCLUSIONS OF LAW

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

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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.

Clients must cooperate with the local office in determining initial and ongoing eligibility. This includes the completion of necessary forms. Department of Human Services Bridges Assistance Manual (BAM) 105 (March 1, 2013), p 5. Verification means documentation or other evidence to establish the accuracy of the client's verbal or written statements. Department of Human Services Bridges Assistance Manual (BAM) 130 (May 1, 2012), p 1. Verification is usually required at application/redetermination and for a reported change affecting eligibility or benefit level when it is required by policy, required as a local office option, or information regarding an eligibility factor is unclear, inconsistent, incomplete, or contradictory. BAM 130. The Department uses documents, collateral contacts, or home calls to verify information. BAM 130. A collateral contact is a direct contact with a person, organization, or agency to verify information from the client. BAM 130. When documentation is not available, or clarification is needed, collateral contact may be necessary. BAM 130.

Assets means cash, any other personal property and real property. Real property is land and objects affixed to the land such as buildings, trees and fences. Condominiums are real property. Personal property is any item subject to ownership that is not real property. Countable assets cannot exceed the applicable asset limit. An asset is countable if it meets the availability tests and is not excluded. Available means that someone in the asset group has the legal right to use or dispose of the asset. Department of Human Services Bridges Eligibility Manual (BEM) 400 (October 1, 2013), pp 1-7.

On January 24, 2014, the Claimant applied for Food Assistance Program (FAP) benefits. On January 24, 2014, the Department sent the Claimant a Verification Checklist (DHS-3503) requesting that she provide verification of a certificate of deposit by February 4, 2014. On February 21, 2014, the Department the Department had not received verification of the value of the certificate of deposit or verification that the certificate of deposit had been disposed of. The Department then denied the Claimant's Food Assistance Program (FAP) application.

The Claimant has applied for Food Assistance Program (FAP) benefits three times since June 13, 2013, and the Department has denied her applications each time for failure to provide verification of her countable assets. A certificate of deposit is countable cash asset under BEM 400, and the Department is required to request and obtain verification of countable assets so that eligibility for the Food Assistance Program (FAP) can be accurately determined.

The Department's representative testified that its records indicate that the Claimant possessed a certificate of deposit in the past. The Claimant testified that she does not currently possess this certificate of deposit, but did not dispute that she did possess this asset in the past.

This Administrative Law Judge finds that the Department has a reasonable basis to believe that the Claimant possessed a countable asset in the past and is required by BEM 400 to verify the value of this asset, or that the Claimant no longer possesses this

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asset. The Claimant was provided with a reasonable opportunity to provide verification of this asset, and she failed to establish that she has been unable to obtain verification of this asset since June 13, 2013.

Testimony and other evidence must be weighed and considered according to its reasonableness. Gardiner v Courtright, 165 Mich 54, 62; 130 NW 322 (1911); Dep't of Community Health v Risch, 274 Mich App 365, 372; 733 NW2d 403 (2007). Moreover, the weight and credibility of this evidence is generally for the fact-finder to determine. Dep't of Community Health, 274 Mich App at 372; People v Terry, 224 Mich App 447, 452; 569 NW2d 641 (1997). In evaluating the credibility and weight to be given the testimony of a witness, the fact-finder may consider the demeanor of the witness, the reasonableness of the witness's testimony, and the interest, if any, the witness may have in the outcome of the matter. People v Wade, 303 Mich 303 (1942), cert den, 318 US 783 (1943).

Based on the evidence and testimony presented during the hearing, this Administrative Law Judge finds that the Claimant has refused to provide the Department with information necessary to determine her eligibility to receive Food Assistance Program (FAP) benefits. Therefore, the Department has established that it was acting in accordance with policy when it denied the Claimant's January 24, 2014, Food Assistance Program (FAP) application.

DECISION AND ORDER

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 the Claimant's Food Assistance Program (FAP) application for failure to provide the Department with information necessary to determine her eligibility to receive benefits.

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

Kevin Scully Administrative Law Judge for Maura D. Corrigan, Director Department of Human Services

Date Signed: April 21, 2014

Date Mailed: April 21, 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.

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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

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CC: