#### 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: County:

2014-26764 6005

April 23, 2014 Wayne (43)

### ADMINISTRATIVE LAW JUDGE: Jacquelyn A. McClinton

### **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 April 23, 2014, from Detroit, Michigan. Participants on behalf of the Department included , Regulatory Agent with the Department of Inspector General.

Respondent did not appear. This matter having been initiated by the Department and due notice having been provided to Respondent, the hearing was held in Respondent's absence in accordance with Department of Human Services Bridges Administrative Manual (BAM) 725 (April 2011), p. 18.

## **ISSUE**

Did Respondent receive an OI of Child Development and Care (CDC) 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. Respondent was a recipient of CDC benefits from the Department.
- 2. The Department alleges Respondent received a CDC OI during the period June 1, 2011, through September 30, 2011, due to Respondent's error.

3. The Department alleges that Respondent received a \$2,840.00 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 Child Development and Care (CDC) program is established by Titles IVA, IVE and XX of the Social Security Act, 42 USC 601-619, 670-679c, and 1397-1397m-5; the Child Care and Development Block Grant of 1990, PL 101-508, 42 USC 9858 to 9858q; and the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, PL 104-193. The program is implemented by 45 CFR 98.1-99.33. The Department administers the program pursuant to MCL 400.10 and provides services to adults and children pursuant to MCL 400.14(1) and Mich Admin Code, R 400.5001-.5020.

Additionally, Department policy holds that CDC Payments may be approved for individuals who meet the following need based reasons:

- 1. Family preservation.
- 2. High school completion.
- 3. An approved activity.
- 4. Employment. BEM 703 (April 2011), p.3

The Department presented a printout of the dates Claimant reported her income. (Exhibit 1, p. 28). In 2011, Claimant only reported earning wages in January, February and May. Further, the Department completed an Employee Wage History using Claimant's social security number. (Exhibit 1, p. 29). The Wage History revealed that Claimant earned no wages in 2011. Additionally, the Department provided a Benefit Summary history which showed that Claimant was issued \$568.58 on five occasions from June 1, 2011 through September 30, 2011 for a total amount received of \$2,842.90. The Department is seeking an overissuance in the amount of \$2,840.00.

Department policy requires that when a client group receives more benefits than they are entitled to receive, the Department must attempt to recoup the OI. BAM 700, (January 2011), p. 1. Even when viewing the facts in the light most favorable to the Respondent, there is no evidence that she was employed or otherwise met any requirements to receive CDC benefits from June 1, 2011 through September 30, 2011. Accordingly, it is found that Respondent received CDC benefits between June 1, 2011 and September 30, 2011 for which she was not entitled and as such, the Department is entitled to recoup benefits improperly issued.

The Administrative Law Judge, based upon the above Findings of Fact and Conclusions of Law, finds that the Department did establish a CDC benefit OI to Respondent totaling \$2,840.00 from June 1, 2011 through September 30, 2011.

#### **DECISION AND ORDER**

Accordingly, the Department is **AFFIRMED**.

The Department is ORDERED to initiate collection procedures for a \$2,840.00 OI of CDC benefits received between June 1, 2011 and September 30, 2011 in accordance with Department policy.

JACQUELYN A. MCCLINTON Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Date Signed: May 12, 2014

Date Mailed: May 12, 2014

**NOTICE OF APPEAL:** A party may appeal this Hearing Decision in the circuit court in the county in which he/she resides or has its principal place of business in the State, or the circuit court in Ingham County, within 30 days of the receipt date.

A party may request a rehearing or reconsideration of this Hearing Decision from the Michigan Administrative Hearing System (MAHS) within 30 days of the mailing date of this Hearing Decision, or MAHS may order a rehearing or reconsideration on its own motion.

MAHS may grant a party's Request for Rehearing or Reconsideration 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 party requesting a rehearing or reconsideration 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 this Hearing Decision is mailed.

A written request may be faxed or mailed to MAHS. If submitted by fax, the written request must be faxed to (517) 335-6088 and be labeled as follows:

Attention: MAHS Rehearing/Reconsideration Request

# 2014-26764/JAM

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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