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

#### IN THE MATTER OF:



Reg. No.:14-00Issue No.:3008Case No.:Image: Case No.:Hearing Date:JuneCounty:WAYN

14-002829

June 19, 2014 WAYNE-DISTRICT 15 (GREYDALE)

## ADMINISTRATIVE LAW JUDGE: Susan C. Burke

# 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 June 19, 2014, from Detroit, Michigan. Participants on behalf of Claimant included Claimant. Participants on behalf of the Department of Human Services (Department) included

#### <u>ISSUE</u>

Did the Department properly calculate Claimant's Food Assistance Program (FAP) benefit allotment?

# FINDINGS OF FACT

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

- 1. Claimant received FAP benefits in the amount of \$71.00 per month.
- 2. Claimant was in a group size of two.
- 3. Claimant's group had unearned income of \$1,700.00 per month.
- 4. Claimant's group had housing expenses of \$850.00 per month.

5. On Francisco, Claimant filed a hearing request, protesting the amount of monthly 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.

Additionally, BEM 550 instructs that adjusted gross income in a household of two is determined by subtracting the standard amount of \$151.00 (RFT 255). Monthly net income for FAP purposes is then determined by subtracting allowable expenses, such as a shelter deduction, if any. BEM 554.

The formula is as follows:

Total Shelter: Housing Costs (\$850.00) plus utility standards (\$553.00) = \$1,403.00.

Adjusted Gross Income: \$1,700.00 (Gross Income) minus \$151.00 (Standard Deduction) = \$1,549.00.

Shelter Deduction: \$1,403.00 (Total Shelter) minus \$774.00 (1/2 the Adjusted Gross Income) equals \$629.00.

Net income: Adjusted Gross Income (\$1,549.00) minus Shelter Deduction (\$629.00) = \$920.00.

RFT 260 directs that a group size of two with a net income of \$920.00 per month Is issued \$71.00 per month in FAP benefits.

In reviewing the Department's budget, it is concluded that the Department was correct in its calculation of Claimant's FAP benefit allotment.

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.

## DECISION AND ORDER

Accordingly, the Department's decision is AFFIRMED.

Jusa C. Buche

Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Date Signed: 6/26/2014

Date Mailed: 6/26/2014

SCB / hw

**NOTICE OF APPEAL:** A party may appeal this Hearing Decision in the circuit court in the county in which he/she resides, 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

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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