

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

**IN THE MATTER OF:**

[REDACTED]

Reg. No.: 14-004539  
Issue No.: 2002; 3002  
Case No.: [REDACTED]  
Hearing Date: July 23, 2014  
County: SAGINAW (73)

**ADMINISTRATIVE LAW JUDGE: ROBERT J. CHAVEZ**

**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, an in-person hearing was held on July 23, 2014, from Saginaw, Michigan. Participants on behalf of Claimant included [REDACTED] and [REDACTED]. Participants on behalf of the Department of Human Services (Department) included [REDACTED], Hearings Facilitator.

**ISSUE**

Due to a failure to comply with the verification requirements, did the Department properly  deny Claimant's application  close Claimant's case  reduce Claimant's benefits for:

- |  |   |
|--|---|
| <input type="checkbox"/> Family Independence Program (FIP)?        | <input type="checkbox"/> State Disability Assistance (SDA)? |
| <input checked="" type="checkbox"/> Food Assistance Program (FAP)? | <input type="checkbox"/> Child Development and Care (CDC)?  |
| <input checked="" type="checkbox"/> Medical Assistance (MA)?       |   |

**FINDINGS OF FACT**

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

1. Claimant  applied for  received:  
 FIP  FAP  MA  SDA  CDC  
benefits.
2. Claimant was required to submit requested verification by March 31, 2014 for FAP benefits, and May 9, 2014 for a Healthy Michigan Plan application.

3. On March 31, 2014 for FAP and May 13, 2014, the Department  
 denied Claimant's application.  
 closed Claimant's case.  
 reduced Claimant's benefits.
4. On April 4, 2014 and May 13, 2014, the Department sent Claimant/Claimant's Authorized Representative (AR) notice of its action.
5. On May 8, 2014, Claimant/Claimant's Authorized Hearing Representative (AHR) filed a hearing request, protesting the Department's action.

### **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 273. The Department (formerly known as the Family Independence Agency) administers FAP pursuant to MCL 400.10, the Social Welfare Act, MCL 400.1-.119b, and Mich Admin Code, R 400.3001 to .3015.

The Medical Assistance (MA) program is established by Title XIX of the Social Security Act, 42 USC 1396-1396w-5; 42 USC 1315; the Affordable Care Act of 2010, the collective term for the Patient Protection and Affordable Care Act, Pub. L. No. 111-148, as amended by the Health Care and Education Reconciliation Act of 2010, Pub. L. No. 111-152; and 42 CFR 430.10-.25. The Department (formerly known as the Family Independence Agency) administers the MA program pursuant to 42 CFR 435, MCL 400.10, and MCL 400.105-.112k.

Additionally, with regard to claimant's FAP benefit closure, claimant testified that he had returned the documents in question. There was no dispute that the documents in question were needed to determine eligibility. Claimant specifically testified that the documents were returned on March 27, 2014, and that claimant had signed the DHS logbook when dropping off the documents.

No such documents were found in the claimant's file, and a review of the logbook for March 27, 2014 does not reveal claimant's signature. Therefore, as there is no evidence that claimant returned the verifications in question, the undersigned holds that the Department properly closed claimant's FAP benefits.

With regards to the denial of claimant's HMP application, BAM 130 states that verifications can be required when required by policy.

The form that claimant was required to return appeared to ask questions regarding assets and income, which should have already asked by the application in question.

However, the undersigned notes that as of yet, there does not appear to be published policy or procedures with regards to HMP. The undersigned cannot make a definitive determination as to whether the form in question, the DHS-1004, is required by policy, what triggers the sending of the form, or what the time limit is for returning such a form. The Department representative was not able to offer substantive information with regards to this form, though the representative could not be faulted, given that there does not appear to be policy with regards to HMP requirements.

Therefore, as the undersigned is unable to make a determination as to what information claimant was required by policy to return with regards to HMP, as there is no published policy available, the undersigned holds that the Department improperly required claimant to provide verification, in violation of BAM 130, and the application in question should be reprocessed .

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 closed claimant's FAP benefits.
- failed to satisfy its burden of showing that it acted in accordance with Department policy when it denied claimant's HMP application.

### **DECISION AND ORDER**

Accordingly, the Department's decision is

- AFFIRMED IN PART with respect to FAP benefits and REVERSED IN PART with respect to HMP benefits.
- 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. Reprocess claimant's March 31, 2014 HMP application.



---

**ROBERT J. CHAVEZ**  
Administrative Law Judge  
for Maura Corrigan, Director  
Department of Human Services

Date Signed: August 5, 2014

Date Mailed: August 5, 2014

RJC/tm

**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

cc:

