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

#### IN THE MATTER OF:



Reg. No.: 14-006350 Issue No.: 2001, 3001

Case No.:

County:

Hearing Date: August 6, 2014 **DHS SSPC-WEST** 

ADMINISTRATIVE LAW JUDGE: Darryl T. Johnson

### **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 August 6, 2014, from Lansing, Michigan. Participants on behalf of Claimant included Claimant. Participants on behalf of the Department of Human Services (Department) included Eligibility Specialist

### ISSUE

Did the Department properly determine Claimant's eligibility for Medical Assistance (MA) and Food Assistance Program (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:

- Claimant applied for MA for himself and FAP for himself and his wife on June 20, 1. 2014.
- 2. Claimant has been determined to be disabled by the Social Security Administration.
- 3. Claimant receives in Veterans Aid and Attendance and in RSDI.
- Claimant's wife receives in RSDI. 4.
- 5. The Department mailed to Claimant a Notice of Case Action (NCA) dated June 20, 2014, advising him that he was denied FAP. (Exhibit 1 Pages 12-13.)

- 6. Claimant was subsequently approved, as of June 20, 2014, for Medicaid G2S with a monthly spend-down of per month; and he and his wife began receiving per month in FAP beginning July 1, 2014. (Exhibit 1 Pages 17-18.)
- 7. On June 27, 2014, the Department received Claimant's hearing request.

# **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 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.

When determining eligibility for FAP benefits, the household's total income must be evaluated. All earned and unearned income of each household member must be included unless specifically excluded. BEM 500. Per BEM 500 (7/1/14) at page 35, "The Department of Veterans Affairs (VA) has numerous programs that make payments to veterans and their families." At page 36, it discusses VA Aid and Attendance and Housebound Allowances, and states:

Payments are made to veterans, spouses of disabled veterans, and surviving spouses who are:

- Housebound.
- In regular need of the aid and attendance of another individual.

The payment is included with the pension or compensation payment.

Bridges excludes as income and as an asset the portion of a VA pension or compensation that is the aid and attendance or housebound allowance.

The Department originally included Claimant's Aid and Attendance income as unearned income, but it subsequently corrected that and excluded it from unearned income.

When the Department calculates a FAP budget, it takes into account, among many other factors, the earned and unearned income the Claimant receives, and costs of housing-related expenses. The Claimant did not dispute the amounts used by the Department in his budget. There is no evidence that the Department erred in its calculation of Claimant's FAP benefits after taking into account his monthly unearned income and expenses and excluding the Aid and Attendance income. Although the Department originally erred, it has corrected that error in determining the FAP award.

When the Department verified that Claimant was considered disabled by the Social Security Administration it properly provided him with G2S benefits. During the hearing Claimant asked whether his wife was receiving MA. The Department replied that no application has been received for her to be provided MA benefits and therefore none are being provided. Claimant was encouraged to have her submit an application for MA.

The Administrative Law Judge, based upon 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 determined Claimant's Food Assistance Program and Medical Assistance benefits.

# **DECISION AND ORDER**

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

Administrative Law Judge for Maura Corrigan, Director

Department of Human Services

Date Signed: 8/7/2014

Date Mailed: 8/7/2014

DTJ / jaf

**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

