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

IN THE MATTER OF:



 Reg. No.:
 14-006582

 Issue No.:
 1007; 3008

 Case No.:
 Hearing Date:

 Hearing Date:
 August 6, 2014

 County:
 WAYNE (P2P)

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 August 6, 2014, from Detroit, Michigan. Participants on behalf of Claimant included Claimant and Claimant's son, Participants on behalf of the Department of Human Services (Department) included Telephone, Family Independence Specialist.

ISSUE

Did the Department properly calculate Claimant's Family Independence Program (FIP) Allotment?

Did the Department properly calculate Claimant's Food Assistance Program (FAP) 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. The Department issued a Notice of Case Action on Claimant that her FIP and FAP allotments would be reduced due to new household income.
- 2. Claimant requested a hearing on action, 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), Department of Human Services Reference Tables Manual (RFT), and Department of Human Services Emergency Relief Manual (ERM).

The Family Independence Program (FIP) was established pursuant to the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Pub. L. No. 104-193, and 42 USC 601 to 679c. The Department (formerly known as the Family Independence Agency) administers FIP pursuant to 45 CFR 233-260, MCL 400.10, the Social Welfare Act, MCL 400.1-.119b, and Mich Admin Code, R 400.3101 to .3131.

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.

In this case, the Department issued a Notice of Case Action on **Exercise**, informing Claimant that her FIP and FAP allotments would be reduced due to new household income.

With regard to FIP eligibility, the standard monthly allowance for a group size of one is \$306.00. RFT 210 Families receive EFIP for up to six months, with a grant of \$10.00, when loss of FIP eligibility relates to income from employment of a FIP program group member. BEM 519 In the present case, Claimant's spouse's monthly income exceeded the standard amount of \$306.00. However, Claimant still received \$10.00 per month because the loss of FIP eligibility related to income from employment.

With regard to FAP benefits, BEM 550 instructs that eighty percent of the earned income of a household be added to unearned income to determine gross income. Adjusted gross income is determined by subtracting a standard amount. (RFT 255) Monthly net income for FAP purposes is then determined by subtracting allowable expenses, such as a shelter deduction, if any. (BEM 554)

In this case, Claimant testified that she agreed with the figures the Department used with regard to income and expense, although she states that her husband now makes less money than budgeted because his work hours have decreased. After careful review of the Department's budgets, it is concluded that the Department acted in accordance with Department policy when it calculated Claimant's FIP and FAP allotments. Claimant may present current pay stubs to the Department to allow the Department to calculate new budgets.

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.

Page 3 of 4 14-006582 SCB

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: 8/28/2014

Date Mailed: 8/28/2014

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

Page 4 of 4 14-006582 SCB

