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

### IN THE MATTER OF:



Reg. No.: 14 008087 Issue No(s).: 3002

Issue No(s).: 30 Case No.:

Hearing Date: September 2, 2014

County: Wayne (57)

ADMINISTRATIVE LAW JUDGE: Jacquelyn A. McClinton

### **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 September 2, 2014, from Detroit, 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 close Claimant's Food Assistance Program (FAP) benefits due to failure to verify information?

# **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 was an ongoing FAP recipient.
- 2. On or about May 14, 2014, the Department sent Claimant a Verification Checklist (VCL) requesting paystubs which were due on May 24, 2014.
- 3. Claimant submitted paystubs for only one of her places of employment.
- 4. On May 7, 2014, the Department sent Claimant a Notice of Case Action notifying her that her FAP case would close effective June 1, 2014 for failure to verify information.

5. On July 23, 2014, Claimant filed a Request for Hearing disputing the Department's actions.

## **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 Department testified that on May 7, 2014, it notified Claimant that her FAP benefits would close effective June 1, 2014 due to excess income. However, the Department failed to provide the Notice of Case Action, the paystubs it used in computing Claimant's income or a budget showing how it determined Claimant's income exceeded the allowable income. Accordingly, the Department failed to establish that it properly closed Claimant's FAP benefits due to excess income.

Claimant testified that she received a Notice of Case Action stating that her FAP benefits would closed for failure to verify information. Claimant stated that the verification requested paystubs and was due on March 24, 2014. Claimant acknowledged that she did not return the paystubs until March 25, 2014. Although Claimant returned the verification after the due date, she returned the paystubs before the Notice of Case Action was even generated. When a client meets the requirement that caused the negative action before the negative effective date, the Department is required to delete the negative action. BAM 220 (January 2014) p. 12. Accordingly, because Claimant cured the issue causing the negative action before the effective date, the negative action should have been deleted. Claimant stated that she only submitted paystubs for one of her employers but further stated that the VCL did not identify what paystubs were being requested. Therefore, it is found that Claimant submitted requested information on a date which would have allowed the Department to determine eligibility.

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 did not act in accordance with policy when it closed Claimant's FAP case effective on or about June 1, 2014.

### **DECISION AND ORDER**

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

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. Reinstate Claimant's FAP benefits effective June 1, 2014, ongoing; and
- 2. Issue FAP supplements to Claimant from June 1, 2014 based on monthly FAP amount prior to closure.

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

Date Signed: September 11, 2014

Date Mailed: September 11, 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

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

JAM/cl
cc: