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

#### IN THE MATTER OF:



Reg. No.: 14-008247 Issue No(s).: 3008

Case No.:

Hearing Date: September 02, 2014

County: Macomb (12)

**ADMINISTRATIVE LAW JUDGE:** Zainab Baydoun

## **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.

## <u>ISSUE</u>

Did the Department properly calculate the amount of Claimant's 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:

- 1. Claimant was an ongoing recipient of FAP benefits.
- 2. On July 18, 2014, the Department sent Claimant a Notice of Case Action informing him that effective July 1, 2014, ongoing, he was approved for FAP benefits in the amount of \$92 monthly. (Exhibit 3)
- 3. On July 29, 2014, Claimant submitted a hearing request disputing the amount of his 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 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.

Additionally, all countable earned and unearned income available to the client must be considered in determining the Claimant's eligibility for program benefits. BEM 500 (July 2014), pp. 1 – 4. The Department considers the gross amount of money earned from Supplemental Security Income (SSI) in the calculation of unearned income for purposes of FAP budgeting. BEM 503 (July 2014), pp. 31-32. State SSI Payments (SSP) are issued quarterly and the payments are issued in the final month of each quarter; see BEM 660. The Department will count the monthly SSP benefit amount as unearned income. BEM 503, p.33.;see RFT 248.

At the hearing, the FAP EDG Net Income Results Budget for July 1, 2014 was reviewed. (Exhibit 1). The Department concluded that Claimant had unearned income of \$735 which it testified came from \$721 in SSI benefits and \$14 in SSP benefits. Claimant confirmed that he received monthly SSI benefits of \$721 and the Department provided an Other Income Search and an Eligibility Summary in support of its calculation of the SSP benefits. (Exhibit 2).

The budget shows that the Department properly applied the \$151 standard deduction applicable to Claimant's confirmed group size of two and the Department testified that the \$553.00 standard heat and utility deduction available to all FAP recipients was also properly applied. The Department did not consider Claimant's housing costs because Claimant informed the Department of his rental expense at the time of the hearing. RFT 255 (December 2013), p 1; BEM 554 (May 2014), pp. 12-15. Claimant was informed that his rental expense would be applied to future FAP budgets, provided that he submits sufficient verifications.

Additionally, because Claimant's FAP group includes Senior/Disabled/Veteran (SDV) members, the group is eligible for a deduction for verified medical expenses incurred in excess of \$35.00. BEM 554, p 1. The Department testified that because no medical expenses were submitted, this deduction was not considered in the budget.

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 after further review of the evidence presented, the Department properly determined that Claimant had monthly

net income of \$323 and that he was eligible to receive monthly FAP benefits in the amount of \$92. RFT 260 (December 2013), p.5. Therefore, the Department acted in accordance with Department policy when it calculated Claimant's FAP benefits.

## **DECISION AND ORDER**

Accordingly, the Department's decision is AFFIRMED.

Zainab Baydoun
Administrative Law Judge

for Maura Corrigan, Director Department of Human Services

Date Signed: September 9, 2014

Date Mailed: September 9, 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

## ZB/tlf

cc: