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

IN THE MATTER OF:



Reg. No.: 14-008763

Issue No.: 3002 Case No.:

Hearing Date: September 4, 2014

County: KENT-DISTRICT 1 (FRANKLIN)

ADMINISTRATIVE LAW JUDGE: Carmen G. Fahie

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, telephone hearing was held on Thursday, September 04,2014, from Grand Rapids, Michigan. Participants on behalf of Claimant included the Claimant. Participants on behalf of the Department of Human Services (Department) included

<u>ISSUE</u>

Due to a failure to comply with the verification requirements, did the Department properly reduce Claimant's benefits for \boxtimes Food Assistance Program (FAP)?

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:

- Claimant received FAP benefits.
- 2. Claimant was required to submit requested verification by July 25, 2014.
- 3. On July 23, 2014, the Department reduced Claimant's benefits.
- 4. On July 23, 2014, the Department sent Claimant/Claimant's Authorized Representative (AR) notice of its action.
- 5. On July 31, 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.

Additionally, the Claimant had to provide verification that he had in obligation to pay the heat and utilities because of a Department policy change effective May 1, 2014 in order to continue to receive the heat and utility standard deduction for FAP benefits. On July 15, 2014, the Department Caseworker sent the Claimant a Verification Checklist for written verification of her heat and utilities obligation of that was due July 25, 2014. Department Exhibit 2-3. The Claimant failed to provide the required verification of her utility obligation by July 23, 2014 so the heat and utility standard deduction was eliminated, which resulted in a decrease of FAP from to Department Exhibit 9-16. As a result, the Department Caseworker sent the Claimant a notice on July 23, 2014, that FAP would be reduced effective September 1, 2014 due to failure to provide verification of utility obligation to receive the heat and utility standard deduction. Department Exhibit 4-8. BEM 554. BAM 105, 110, 115, 130, 210, 220, and 600. RFT 255.

After a further review of the testimony and objective evidence on the record, this Administrative Law Judge finds that the Department has not met their burden that the Claimant's FAP case should be reduced because the Claimant failed to provide the required verification to determine continued FAP eligibility by July 25, 2014. After a review of the record, the Department Caseworker reduced the Claimant's benefits on July 23, 2014 before the due date of the verification checklist of July 25, 2014.

The Administrative Law Judge, based on the above Findings of Fact and Conclusions of Law, and for the reasons stated on the record, finds that the Department did not act in accordance with Department policy when it reduced the Claimant's FAP benefits on July 23, 2014 before the verification checklist was due on July 25, 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. Initiate a redetermination of the Claimant's eligibility for FAP by sending a new verification checklist for the Claimant to provide verification of utility obligation for the contested time period retroactive to the previous due date of July 25, 2014 and issue any FAP supplement required effective September 1, 2014.
- 2. Provide the Claimant with written notification of the Department's revised eligibility determination.
- 3. Issue the Claimant any retroactive benefits she/he may be eligible to receive, if any.

Carmon II. Salvie

Carmen G. Fahie Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Date Signed: 9/12/2014

Date Mailed: 9/12/2014

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

CGF / tb

