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

#### IN THE MATTER OF:

Reg. No.: 14-009806 Issue No.: 3001 Case No.:

Hearing Date: October 20, 2014

County: Wayne (19)

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 three way telephone hearing was held on October 20, 2014, from Detroit, Michigan. Participants on behalf of Claimant included Claimant. Participants on behalf of the Department of Human Services (Department) included Independence Manager, and , Assistance Payment Worker.

## ISSUE

Did the Department properly close 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 is an ongoing recipient of FAP benefits.
- On May 1, 2014, the Department sent Claimant a Notice of Case Action notifying 2. her that her FAP benefits would close effective June 1, 2014 for failure to provide missing pay stubs.
- 3. On June 9, 2014, the Department learned that the pay stubs were contained in its file and were not missing.
- The Department failed to reinstate Claimant's benefits. 4.
- 5. On July 18, 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.

On May 1, 2014 the Department sent Claimant a Notice of Case Action notifying her that her FAP benefits would close effective June 1, 2014 for failure to return missing pay stubs. The Department testified that after review of Claimant's file on June 9, 2014, it determined the pay stubs were not missing. Department policy requires a negative action to be deleted in some situations. BAM 220 (January 2014), p. 12. The Department failed to delete the negative action when it learned that Claimant had provided required pay stubs.

The Department testified that Claimant's case was scheduled for review by June 30, 2014. The Department further testified that because the case closed in error, it was not able to send Claimant a Redetermination. Instead it sent Claimant a new application for benefits. However, Department policy states that a new application is not required to reinstate eligibility. BAM 115 (July 2014), p. 7.

Claimant testified that she never received the new application. Claimant's testimony is found to be credible. Claimant testified that she talked to her worker a few times in both June and July and she spoke to her worker the day before the hearing. Claimant previously requested a hearing and as a result, the Department was required to supplement her FAP benefits. It does not seem reasonable that Claimant would be diligent regarding her case and simply ignore documents with due dates sent to her by the Department. It is therefore found that the Department improperly closed Claimant's FAP benefits effective June 1, 2014 and failed to reinstate her benefits after it discovered it had erred.

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 benefits effective 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; and
- 2. Issue supplements to Claimant effective June 1, 2014.

Jacquelyn A. McClinton
Administrative Law Judge
for Maura Corrigan, Director
Department of Human Services

Date Signed: 10/24/2014

Date Mailed: 10/24/2014

JAM / cl

**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

