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

#### IN THE MATTER OF:



Reg. No.: Issue No.: Case No.: Hearing Date: County:

14-016210 3002, 3008

December 18, 2014 Washtenaw

### ADMINISTRATIVE LAW JUDGE: Kevin Scully

## **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 December 18, 2014, from Lansing, Michigan. Participants on behalf of Claimant included **Comparison**. Participants on behalf of the Department of Human Services (Department) included **Comparison** and **Comparison**.

## <u>ISSUE</u>

Did the Department properly determine the Claimant's Food Assistance Program (FAP) eligibility?

## 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 Claimant is an ongoing Food Assistance Program (FAP) recipient.
- 2. On November 17, 2014, the Claimant reported that his monthly shelter expenses would be reduced to \$
- 3. The Claimant receives monthly Retirement, Survivors, and Disability Insurance (RSDI) in the gross monthly amount of \$
- 4. On November 17, 2014, the Department notified the Claimant that it would reduce his monthly allotment of Food Assistance Program (FAP) benefits to \$
- 5. On November 7, 2014, the Department received the Claimant's request for a hearing protesting the amount of Food Assistance Program (FAP) he is receiving.

#### 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.

All earned and unearned income available to the Claimant is countable. Earned income means income received from another person or organization or from self-employment for duties for duties that were performed for compensation or profit. Unearned income means all income that is not earned, including but not limited to funds received from the Family Independence Program (FIP), State Disability Assistance (SDA), Child Development and Care (CDC), Medicaid (MA), Social Security Benefits (RSDI/SSI), Veterans Administration (VA), Unemployment Compensation Benefits (UCB), Adult Medical Program (AMA), alimony, and child support payments. The amount counted may be more than the client actually receives because the gross amount is used prior to any deductions. Department of Human Services Bridges Eligibility Manual (BEM) 500 (July 1, 2014).

The Department will only apply medical expenses to Food Assistance Program (FAP) benefits groups containing a disabled person and will determine the amount of the expenses from:

- Verified allowable medical expenses.
- Available information about the group member's medical condition and health insurance.
- Changes that can reasonably be anticipated to occur during the benefit period. BEM 554.

The Claimant is an ongoing Food Assistance Program (FAP) recipient as a group of five and the Claimant is considered to be disabled. The Claimant receives monthly Retirement, Survivors, and Disability Insurance (RSDI) in the gross monthly amount of The Claimant has a monthly shelter expense of **\$** and is obligated to pay \$ for heat and utilities separate from his shelter expenses. The Claimant's adjusted gross was determined by subtracting the standard \$ income of \$ deduction from his The Claimant did not report any medical expenses to the total gross income. Department and has no obligation to pay for his Medicare premiums; therefore there were no medical expenses to further reduce his adjusted gross income. The Claimant's excess shelter deduction of \$ was determined by adding his monthly shelter expenses to the standard \$ heat and utility deduction, then subtracting 50% of his adjusted gross income.

The Claimant's net income of **\$** was determined by subtracting the excess shelter deduction from his adjusted gross income. A group of five with a net income of **\$** is entitled to a **\$** monthly allotment of Food Assistance Program (FAP).

While the Claimant is entitled to credit for medical expenses when determining his Food Assistance Program (FAP) eligibility, the Claimant is required to provide verification for each expense paid unless the expense can be verified as an ongoing expense. Ongoing expenses do not need to be verified each month. BEM 554.

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 when it determined the Claimant's eligibility for the Food Assistance Program (FAP).

# **DECISION AND ORDER**

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

evin Scully

Administrative Law Judge for Maura Corrigan, Director Department of Human Services

Date Signed: 12/22/2014

Date Mailed: 12/22/2014

KS/las

**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

