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

#### IN THE MATTER OF:



Reg. No.: 14-017897 Issue No.: PATH

Case No.: Hearing Date:

January 14, 2015

County: OAKLAND-DISTRICT 4

ADMINISTRATIVE LAW JUDGE: Colleen Lack

## **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 January 14, 2015, from Lansing, Michigan. Participants on behalf of Claimant included, the Claimant, and mother. Participants on behalf of the Department of Human Services (Department) included Assistance Payments Supervisor.

# <u>ISSUE</u>

Did the Department properly deny Claimant's Family Independence Program (FIP) application for noncompliance with the Partnership Accountability Training Hope (PATH) program requirements?

# **FINDINGS OF FACT**

The Administrative Law Judge, based on the competent, material, and substantial evidence on the whole record, finds as material fact:

- 1. On October 16, 2014, Claimant applied for FIP.
- 2. On November 6, 2014, Claimant notified the Department she had a medical reason she could not participate in PATH.
- On November 6, 2014, the Department mailed Claimant a DHS-54E Medical Needs-PATH form to obtain verification of the medical reason, but did not indicate a due date.
- The Department determined Claimant's FIP application should be denied based on not participating in PATH because the DHS-54E Medical Needs-PATH form was not returned.

- 5. On November 20, 2014, the Department issued a Notice of Case Action to Claimant stating FIP was denied.
- 6. On December 1, 2014, the Claimant filed a request for hearing contesting 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), Department of Human Services Reference Tables Manual (RFT), and Department of Human Services Emergency Relief Manual (ERM).

The Family Independence Program (FIP) was established pursuant to the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Pub. L. No. 104-193, and 42 USC 601 to 679c. The Department (formerly known as the Family Independence Agency) administers FIP pursuant to 45 CFR 233-260, MCL 400.10, the Social Welfare Act, MCL 400.1-.119b, and Mich Admin Code, R 400.3101 to .3131.

FIP is temporary cash assistance to support a family's movement to self-sufficiency. The recipients of FIP engage in employment and self-sufficiency related activities so they can become self-supporting. Federal and state laws require each Work Eligible Individual (WEI) in the FIP group to participate in Partnership. Accountability. Training. Hope. (PATH) or other employment-related activity unless temporarily deferred or engaged in activities that meet participation requirements. BEM 230 A, 10-1-2014, p. 1.

A WEI and non-WEIs<sup>1</sup>, who fails to participate in employment or self-sufficiency-related activities without good cause, must be penalized. Depending on the case situation, penalties include the following: delay in eligibility at application; ineligibility (denial or termination of FIP with no minimum penalty period); case closure for a minimum of three months for the first episode of noncompliance, six months for the second episode of noncompliance and lifetime closure for the third episode of noncompliance. The goal of the FIP penalty policy is to obtain client compliance with appropriate work and/or self-sufficiency related assignments and to ensure that barriers to such compliance have been identified and removed. The goal is to bring the client into compliance. BEM 233A, 10-1-2014, p. 1.

Noncompliance of applicants, recipients, or member adds includes, without good cause, failing or refusing to: appear and participate with PATH or other employment service provider; appear for a scheduled appointment or meeting related to assigned activities. BEM 233A, p. 2.

<sup>&</sup>lt;sup>1</sup> Except ineligible grantees, clients deferred for lack of child care, and disqualified aliens. See BEM 228.

Good cause is a valid reason for noncompliance with employment and/or self-sufficiency related activities that are based on factors that are beyond the control of the noncompliant person. A claim of good cause must be verified and documented for member adds and recipients. BEM 233A, pp. 4 and 6. (Emphasis added by ALJ)

Additionally, when obtain verification for any program, the Department must tell the client what verification is required, how to obtain it, and the due date. For the FIP program, the Department is to allow the client 10 calendar days (**or** other time limit specified in policy) to provide the verification that is requested. BAM 130, 10-1-2014, pp. 3 and 6.

In this case, the Department requested verification of Claimant's reported medical reason she could not participate in PATH, but failed to provide any evidence that Claimant was told the due date for returning the DHS-54E Medical Needs-PATH form. Claimant's testimony indicated messages were left for the Department worker explaining that the doctor was on vacation then postponed completing the needed form, but she was never told a due date for when the completed form had to be returned. The Assistance Payments Supervisor testified that a Verification Checklist would not be issued in the circumstances of this case, but the due date should have been indicated on the DHS-54E Medical Needs-PATH form by the worker. It does not appear that any due date was indicated on the DHS-54E Medical Needs-PATH form sent to Claimant on November 6, 2014. Accordingly, Claimant's FIP application should not have been denied based on not participating in PATH because the DHS-54E Medical Needs-PATH form was not returned.

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 Department policy when it denied Claimant's FIP application for noncompliance with the PATH program requirements.

# **DECISION AND ORDER**

Accordingly, the Department's decision **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:

 Re-process Claimant's October 16, 2014, FIP application and re-determine eligibility in accordance with Department policy. 2. Issue Claimant any supplement she may thereafter be due.

Colleen Lack
Administrative Law Judge
for Nick Lyon, Interim Director

Department of Human Services

Date Signed: 1/16/2015

Date Mailed: 1/16/2015

CL / hj

**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.

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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 48909-8139

