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

# IN THE MATTER OF:



Reg. No.: 14-014930 Issue No.: 2004 Case No.: Hearing Date: County: Wayne-District 17

January 22, 2015

# 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 three way telephone hearing was held on January 22, 2015, from Detroit, Michigan. Participants on behalf of Claimant included her Authorized Hearing . from Representative (AHR), . Participants on behalf of the Department of Human Services (Department) included , Medical Contact Worker.

### ISSUE

Did the Department properly process Claimant's application for Medical Assistance (MA) benefits?

# FINDINGS OF FACT

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

- On or around October 30, 2013, submitted an application for MA benefits, 1. retroactive to July 2013 on behalf of Claimant.
- 2. On September 29, 2014, submitted a hearing request on behalf of Claimant requesting that the Department finish processing the October 30, 2013, MA application arguing that the Department had still not determined Claimant's MA eligibility for the retro period, ongoing.

# 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 Medical Assistance (MA) program is established by Title XIX of the Social Security Act, 42 USC 1396-1396w-5; 42 USC 1315; the Affordable Care Act of 2010, the collective term for the Patient Protection and Affordable Care Act, Pub. L. No. 111-148, as amended by the Health Care and Education Reconciliation Act of 2010, Pub. L. No. 111-152; and 42 CFR 430.10-.25. The Department (formerly known as the Family Independence Agency) administers the MA program pursuant to 42 CFR 435, MCL 400.10, and MCL 400.105-.112k.

Additionally, when the Department receives an application for assistance, it is to be registered and processed in accordance with Department policies. The date of application is the date the local office receives the required minimum information on an application or the filing form. BAM 110 (July 2013), pp.4-7,17-19. The standard of promptness (SOP) begins the date the department receives an application/filing form, with minimum required information. BAM 115 (July 2013), pp. 1,12-15. Retro MA coverage is available back to the first day of the third calendar month prior to the current application for FIP and MA applicants and persons applying to be added to the group. BAM 115, pp. 9-12.

The Department is to certify program approval or denial of the application within 45 days, unless an exception applies and upon certification of eligibility results, the Department is to notify clients in writing of positive and negative actions by generating the appropriate notice of case action, which is printed and mailed centrally from the consolidated print center. A negative action is a Department action to deny an application or to reduce, suspend or terminate a benefit. After processing an initial application, the Department will notify clients of the approval or denial. BAM 115, pp. 1, 12-19.BAM 220 (July 2013), p. 1.

In this case, requested a hearing disputing the Department's actions with respect to the processing of the October 30, 2013, MA application, retro to July 2013 that it submitted on Claimant's behalf. (Exhibit 1). At the hearing, the Department testified that although the application was received and registered, at the time of Claimant's hearing request, the application had not been processed and Claimant's eligibility for MA benefits for the retro period, ongoing, had not been determined. The Department further stated that as of the hearing date, the application had been processed and that Claimant and her child were approved for MA benefits under the LIF program for July 1, 2013, ongoing. The Department presented an eligibility summary in support of its testimony. (Exhibit 2). The Department confirmed that because the MA approval and certification date was January 22, 2015, the date of the hearing, it had not yet issued a Notice of Case Action or Health Care Coverage Determination Notice informing Claimant and her AHR of the Department's decision with respect to the application, thus the application was not fully processed.

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 because as of the hearing date, the Department had not yet finished completed processing the MA application, failed to satisfy its burden of showing that it acted in accordance with Department policy when it failed to finish processing the MA application.

# 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. Register and process Claimant's October 30, 2013, application for MA, retroactive to July 2013, to determine Claimant's ongoing eligibility for MA benefits under the most beneficial category;
- 2. Issue supplements to Claimant for any MA coverage that she and her child were entitled to receive but did not from July 2013, ongoing; and
- 3. Notify Claimant and **of** its decision in writing.

Laurab Raydown

Zainab Baydoun Administrative Law Judge for Nick Lyon, Interim Director Department of Human Services

Date Signed: 2/6/2015

Date Mailed: 2/6/2015

ZB / tlf

**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 <u>MAY</u> 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

