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

IN THE MATTER OF:



Reg. No.: 15-003940 Issue No.: 2001

Issue No.: Case No.:

Hearing Date: May 07, 2015

County: Jackson

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; and Mich Admin Code, R 792.11002. After due notice, a telephone hearing was held on May 7, 2015, from Lansing, Michigan. Participants on behalf of Claimant included , Authorized Hearing Representative (AHR). Participants on behalf of the Department of Health and Human Services (Department) included Family Independence Manger, and Eligibility Specialist.

<u>ISSUE</u>

Did the Department properly determine Claimant's eligibility for Medical Assistance (MA) for the retroactive months requested with the March 4, 2014 and April 3, 2014, MA applications?

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 March 4, 2014, Claimant applied for MA and retroactive MA.
- 2. On April 3, 2014, Claimant applied for MA and retroactive MA.
- At the time of the applications, the Department was unable to process retroactive coverage.
- 4. On January 15, 2015, a Health Care Coverage Determination Notice was issued stating Claimant was not eligible for February and March 2014, based on a failure to return verification of disability.

5. On March 9, 2015, Claimant's AHR filed a hearing request contesting the Department's determination.

CONCLUSIONS OF LAW

Department policies are contained in the Department of Health and Human Services Bridges Administrative Manual (BAM), Department of Health and Human Services Bridges Eligibility Manual (BEM), Department of Health and Human Services Reference Tables Manual (RFT), and Department of Health and 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 Department of Human Services) administers the MA program pursuant to 42 CFR 435, MCL 400.10, and MCL 400.105-.112k.

The Medicaid program is comprised of several sub-programs or categories. BEM 105, October 1, 2014, p. 1. MA-only eligibility is determined on a calendar month basis. BEM 105, p. 2. Persons may qualify under more than one MA category. Federal law gives them the right to the most beneficial category. The most beneficial category is the one that results in eligibility or the least amount of excess income. BEM 105, p. 2.

In this case, a January 15, 2015, a Health Care Coverage Determination Notice was issued stating Claimant was not eligible for February and March 2014, based on a failure to return verification of disability.

In the hearing request, the AHR asserts that the requested verifications were provided before the final extension for the Verification Checklist had tolled.

The Department explained that at the time the MA application was processed, the Department was unable to process the request for retroactive coverage. A new Medicaid program, Healthy Michigan Plan (MA-HMP), started in April 2014; and there were problems with the Department's computer system. Claimant was found eligible for MA-HMP for April 2014 and ongoing. At that time, the system was not also allowing for processing the request for disability based Medicaid (MA-P) for the retroactive months.

The Department confirmed that they are now able to process Claimant's application for retroactive MA-P.

Accordingly, the evidence indicates that the January 15, 2015, determination that Claimant was not eligible for February and March 2014 based on a failure to return verification of disability was in error.

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 determined Claimant's eligibility for the retroactive months requested with the March 4, 2014 and April 3, 2014, MA applications.

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. Re-determine Claimant's eligibility for MA for the retroactive months requested with the March 4, 2014, and April 3, 2014, MA applications, in accordance with Department policy.
- 2. Issue written notice of the determination in accordance with Department policy.
- 3. Supplement for lost benefits (if any) that Claimant was entitled to receive, if otherwise eligible and qualified in accordance with Department policy.

Colleen Lack

Administrative Law Judge for Nick Lyon, Director

lleen Fact

Department of Health and Human Services

Date Signed: 5/26/2015

Date Mailed: 5/26/2015

CL/iaf

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 copy of the claim or application for appeal must be filed with the Michigan Administrative Hearing System (MAHS).

A party may request a rehearing or reconsideration of this Hearing Decision from 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 <u>MAY</u> 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

