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

IN THE MATTER OF:



Reg. No.: 15-004468 Issue No.: 3002

Case No.:

Hearing Date: May 05, 2015

County: Berrien

ADMINISTRATIVE LAW JUDGE: Gary Heisler

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 5, 2015, from Lansing, Michigan. Participants on behalf of Claimant included himself. Participants on behalf of the Department of Health and Human Services (Department) included Family Independence Manager (FIM) and Eligibility Specialist (ES)

ISSUE

Did the Department properly close Claimant's Food Assistance Program beginning February 1, 2015?

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 was an ongoing recipient of Food Assistance Program benefits. Claimant was due for an eligibility re-determination by January 31, 2015.
- On February 27, 2015, Claimant was sent a Notice of Case Action (DHS-1605) which stated his Food Assistance Program closed on February 1, 2015 for failure to provide unearned income payment verifications.
- 3. On April 1, 2015, Claimant made a verbal hearing request to the Department.

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 Food Assistance Program (FAP) [formerly known as the Food Stamp program] is established by the Food and Nutrition Act of 2008, 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 Department of Human Services) administers FAP pursuant to MCL 400.10, the Social Welfare Act, MCL 400.1-.119b, and Mich Admin Code, R 400.3001-.3011.

The Department submitted evidence which shows that during a previous eligibility determination Claimant submitted a 2012 Form 1099 (Exhibit 2, page 3) showing his receipt of unearned income METLIFE policyholder trust. The Department closed Claimant's Food Assistance Program on February 1, 2015, at the end of his certification period. The Department took the action because no verification was received about the source of unearned income identified on the previously submitted 2012 Form 1099.

Claimant testified that he had received unearned income in the past from two separate life insurance policies but they were both closed out since 2009. When specifically asked about the unearned income from the METLIFE policyholder trust in 2012, Claimant said he never heard of it and does not know anything about it.

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 Bridges Administration Manual (BAM) 130 when it closed Claimant's Food Assistance Program beginning February 1, 2015.

DECISION AND ORDER

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

Gary Heisler

Administrative Law Judge for Nick Lyon, Director

Department of Health and Human Services

Date Signed: 5/8/2015

Date Mailed: 5/8/2015

GH/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 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 <u>MAY</u> 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

