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

### IN THE MATTER OF:



Reg. No.: 15-004749 Issue No.: 3001, 3002

Case No.: Hearing Date:

May 07, 2015

County: Oakland (3) Southfield

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 Participants on behalf of the Department of Health and Human Services (Department) included Hearing Facilitator and Eligibility Specialist.

# **ISSUE**

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

## **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 a recipient of FAP benefits.
- 2. There was a prior reinstatement of the FAP case, and Claimant received FAP benefits through the month of January 2015.
- 3. On February 4, 2015, a Wage Match Client Notice was issued to Claimant regarding her employment, which was due by March 6, 2015.
- 4. On February 11, 2015, Claimant returned her completed Wage Match Client Notice.
- 5. On February 11, 2015, Claimant applied for FAP.

- 6. On February 11, 2015, a Verification Checklist was issued to Claimant stating what verifications were needed by the February 23, 2015, due date.
- 7. By the February 23, 2015, due date, Claimant submitted the requested verifications.
- 8. On February 24, 2015, a Notice of Case Action was issued to Claimant stating FAP was denied for February 1, 2015, and ongoing based on failure to provide verifications.
- 9. On March 18, 2015, Claimant filed a hearing request contesting the Department's action.

### **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.

Additionally, a Claimant must cooperate with the local office in determining initial and ongoing eligibility, including completion of necessary forms, and must completely and truthfully answer all questions on forms and in interviews. BAM 105, January 1, 2015, p. 8.

In general, verification is usually required upon application or redetermination and for a reported change affecting eligibility or benefit level. Verifications are considered timely if received by the date they are due. The Department must allow a client 10 calendar days (or other time limit specified in policy) to provide the requested verification. The Department worker must tell the client what verification is required, how to obtain it, and the due date. The client must obtain required verification, but the Department must assist if the client needs and requests help. If neither the client nor the Department can obtain verification despite a reasonable effort, the Department worker should use the best available information. If no evidence is available, the Department worker is to use their best judgment. BAM 130, 10-1-2014, pp. 1-3.

For FAP, if the client contacts the Department prior to the due date requesting an extension or assistance in obtaining verifications, the Department must assist them with

the verifications but not grant an extension. The Department worker must explain to the client they will not be given an extension and their case will be denied once the due date is passed. Also, the Department worker shall explain their eligibility and it will be determined based on their compliance date if they return required verifications. The Department must re-register the FAP application if the client complies within 60 days of the application date. BAM 130, pp. 6-7.

In this case, the Department did not provide sufficient evidence to establish that the closure of Claimant's prior FAP case effective February 1, 2015, was in accordance with Department policy. It is not clear why FAP benefits were last issued for January 2015 when the Wage March Client Notice issued February 4, 2015, was not due until March 6, 2015. Further, the evidence establishes that Claimant returned this Wage Match Client Notice on February 11, 2015.

Rather, the Department's hearing summary focused on the denial of a February 11, 2015, application that was based on a failure to comply with verification requirements. The February 11, 2015, a Verification Checklist stated verification of Claimant's wages and checking account were needed by the February 23, 2015, due date. An acceptable type of verification for Claimant's wages was an employer statement. On February 11, 2015, Claimant's employer signed the completed Wage March Client Notice. Further, the printout of Claimant's electronic case files documents that Claimant submitted bank statement verifications on February 23, 2015.

The documentary evidence supports Claimant's assertion that all proofs were turned in timely.

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 failed to satisfy its burden of showing that it acted in accordance with Department policy when it determined Claimant's eligibility for FAP.

### **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 FAP retroactive to February 1, 2015, 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

Department of Health and Human Services

Date Signed: 5/12/2015

Date Mailed: 5/12/2015

CL/jaf

**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

