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

### IN THE MATTER OF:



Reg. No.: 15-005509 Issue No.: 2001, 2002

Case No.: Hearing Date:

County:

May 20, 2015 Oakland-District 2

ADMINISTRATIVE LAW JUDGE: Kevin Scully

# **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, telephone hearing was held on May 20, 2015, from Lansing, Michigan. Participants on behalf of Claimant included the Claimant's authorized hearings representative of Participants on behalf of the Department included as hearings facilitator.

## ISSUE

Did the Department of Health and Human Services (Department) properly determine the Claimant's eligibility for Medical Assistance (MA)?

### FINDINGS OF FACT

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

- On October 30, 2014, the Claimant applied for Medical Assistance (MA).
- 2. On October 30, 2014, the Department sent the Claimant a Health Care Coverage Supplemental Questionnaire (DHS-1004) with a due date of November 10, 2014.
- 3. On November 10, 2014, the Claimant's representative returned the DHS-1004 to the Department by e-mail.
- 4. On January 5, 2015, the Department notified the Claimant that the MA application had been denied.
- 5. On March 31, 2015, the Department received the Claimant's request for a hearing.

## **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.

Clients must cooperate with the local office in determining initial and ongoing eligibility and this includes the completion of necessary forms. Department of Human Services Bridges Assistance Manual (BAM) 105 (October 1, 2014), p 5.

Verification means documentation or other evidence to establish the accuracy of the client's verbal or written statements. Verification is usually required at application/redetermination and for a reported change affecting eligibility or benefit level when it is required by policy, required as a local office option, or information regarding an eligibility factor is unclear, inconsistent, incomplete, or contradictory. The Department uses documents, collateral contacts, or home calls to verify information. A collateral contact is a direct contact with a person, organization, or agency to verify information from the client. When documentation is not available, or clarification is needed, collateral contact may be necessary. Department of Human Services Bridges Assistance Manual (BAM) 130 (October 1, 2014), pp 1-9.

On October 30, 2014, the Claimant applied for MA benefits. On October 30, 2014, the Department sent the Claimant a Health Care Coverage Supplemental Questionnaire (DHS-1004) with a due date of November 10, 2014.

The Department denied MA benefits based on its determination that the Claimant had failed to return a completed DHS-1004 form, or in the alternative, that the Claimant was ineligible for MA benefits based on excess income for the Healthy Michigan Plan (HMP).

The Claimant's representative argued that the DHS-1004 was returned in a timely manner and provided substantial documentation supporting this claim.

The Claimant's representative argued that the Department failed to properly determine the Claimant's eligibility for all categories of MA benefits that he may be eligible to receive. The Claimant's representative argued that the Claimant may be eligible for MA benefits as a caretaker relative.

This Administrative Law Judge finds as a matter of fact that the Claimant's representative returned a completed DHS-1004 by e-mail in a timely manner, although the form was not acknowledged by the Department.

This Administrative Law Judge finds that the Department failed to properly determine the Claimant's eligibility for MA benefits in the category of benefits most beneficial to his circumstances.

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 the Claimant's Medical Assistance (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. Reprocess the October 30, 2014, application for assistance and initiate a determination of the Claimant's eligibility for Medical Assistance (MA).
- 2. Provide the Claimant with a Notice of Case Action (DHS-1605) describing the Department's revised eligibility determination.
- 3. Issue the Claimant any retroactive benefits he may be eligible to receive, if any.

Kevin Scully
Administrative Law Judge
for Nick Lyon, Director

Department of Health and Human Services

Date Signed: **5/28/2015** 

Date Mailed: 5/28/2015

KS/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 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 <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

