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

#### IN THE MATTER OF:



Reg. No.: 15-011649 Issue No.: Case No.: Hearing Date: County:

3008

August 19, 2015 KALAMAZOO

#### 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 August 19, 2015, from Lansing, Michigan. Participants on behalf of Claimant included . Participants on behalf of as hearing facilitator. the Department included

## ISSUE

Did the Department of Health and Human Services (Department) properly determine the Claimant's eligibility for Food Assistance Program (FAP) benefits?

#### FINDINGS OF FACT

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

- The Claimant is an ongoing Food Assistance Program (FAP) recipient. 1.
- 2. The Department discovered that the Claimant received Retirement, Survivors, and Disability Insurance (RSDI) in the gross monthly amount of \$ , effective May 1, 2015.
- On June 12, 2015, the Department notified the Claimant that it would reduce her 3. monthly allotment of Food Assistance Program (FAP) benefits to **\$** as of July 1, 2015.
- On June 29, 2015, the Department received the Claimant's request for a hearing 4. protesting the reduction of her Food Assistance Program (FAP) benefits.

## 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.

All earned and unearned income available to the Claimant is countable. Earned income means income received from another person or organization or from self-employment for duties for duties that were performed for compensation or profit. Unearned income means all income that is not earned, including but not limited to funds received from the Family Independence Program (FIP), State Disability Assistance (SDA), Child Development and Care (CDC), Medicaid (MA), Social Security Benefits (RSDI/SSI), Veterans Administration (VA), Unemployment Compensation Benefits (UCB), Adult Medical Program (AMA), alimony, and child support payments. The amount counted may be more than the client actually receives because the gross amount is used prior to any deductions. Department of Human Services Bridges Eligibility Manual (BEM) 500 (July 1, 2014).

Verify shelter expenses at application and when a change is reported. If the client fails to verify a reported change in shelter, remove the old expense until the new expense is verified. Department of Human Services Bridges Eligibility Manual (BEM) 554 (October 1, 2014), p 14.

The Claimant was on ongoing FAP recipient as a group of one when the Department discovered that she was receiving Retirement, Survivors, and Disability Insurance (RSDI) in the gross monthly amount of \$ . The Claimant's adjusted gross income of \$ was determined by reducing her total monthly income by the \$ . Standard deduction and her allowable medical expenses over \$ . The Claimant is entitled to a \$ excess shelter deduction, which was determined by subtracting 50% of her adjusted gross income from the \$ .

The Claimant's net income of **\$** was determined by subtracting her excess shelter deduction from her adjusted gross income. A group of one with a net income of **\$** entitled to a **\$** monthly allotment of FAP benefits.

The Claimant failed to provide the Department with verification of any medical expenses other than her **\$100** Medicare premium, which is an ongoing expense. The Claimant is

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entitled to medical expenses that exceed \$ . One-time expenses must be verified each month. BEM 554, pp 11-12.

The Claimant failed to provide the Department with verification of housing expenses other than utilities. The Department will not consider unverified housing expenses. Furthermore, groups that qualify for the heat and utility deduction do not receive any other individual utility standards. BEM 554, p 15.

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 Department policy when it determined the Claimant's monthly allotment of Food Assistance Program (FAP) benefits as of July 1, 2015.

# DECISION AND ORDER

Accordingly, the Department's decision is AFFIRMED.

Administrative Law Judge for Nick Lyon, Director Department of Health and Human Services

Date Signed: 8/25/2015

Date Mailed: 8/25/2015

KS/

**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

