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

### IN THE MATTER OF:



MAHS Reg. No.: 15-017932 Issue No.: 3008

Agency Case No.:

Hearing Date:

January 07, 2016

County: INGHAM

**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 January 07, 2016, from Lansing, Michigan. Participants on behalf of Claimant included and her daughter (Hearing Facilitator) represented the Department of Health and Human Services (Department).

# <u>ISSUE</u>

Did the Department of Health and Human Services (Department) properly determined the 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:

- The Claimant is an ongoing Food Assistance Program (FAP) recipient as a group of six.
- 2. The Claimant receives monthly earned income in the gross monthly amount of
- 3. The Claimant's husband received monthly earned income in the gross monthly amount of \$ \_\_\_\_\_\_
- 4. The Claimant has a monthly shelter expenses of \$
- On October 1, 2015, the Department received the Claimant's request for a hearing protesting the amount of Food Assistance Program (FAP) benefits that she has been granted.

## **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, 2015).

All income is converted to a standard monthly amount. If the client is paid weekly, the Department multiplies the average weekly amount by 4.3. If the client is paid every other week, the Department multiplies the average bi-weekly amount by 2.15. Department of Human Services Bridges Eligibility Manual (BEM) 505 (July 1, 2015), pp 7-8.

The Claimant is an ongoing FAP recipient as a group of six. The Claimant receives monthly earned income in the gross monthly amount of \$ which was determined by multiplying her average gross income for the previous 30 days by the 2.15 The Claimant's husband receives earned income in the gross conversion factor. monthly amount of \$ which was determined by multiplying the average of his fluctuating gross pay by the 2.15 conversion factor. The group's total monthly income was reduced by the 20% earned income deduction and the \$ standard deduction. leaving them with an adjusted gross income of \$ The Claimant is not entitled to a deduction for shelter expenses because their adjusted gross income is more than double their monthly housing expense of \$ combined with the \$ standard heat and utility deduction.

Therefore, the Claimant's net income is the same as their adjusted gross income. A group of three with a net income of \$ is entitled to a \$72 monthly allotment of FAP

benefits. Department of Health and Human Services Reference Table Manual (RFT) 260 (October 1, 2015).

Before October 1, 2015, the Department had mistakenly applied another FAP recipients reported housing expenses towards her eligibility for FAP benefits. When this error was discovered, the Claimant's housing expenses were corrected, and the Claimant's monthly allotment of FAP benefits was redetermined with the most recent information available.

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 Food Assistance Program (FAP) eligibility as of October 1, 2015.

# **DECISION AND ORDER**

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

Administrative Law Judge for Nick Lyon, Director

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Department of Health and Human Services

Date Mailed: 1/8/2016

KS/nr

**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

