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

## IN THE MATTER OF:



MAHS Reg. No.:15-021023Issue No.:3001Agency Case No.:January 27, 2016Hearing Date:January 27, 2016County:Wayne (41)

#### ADMINISTRATIVE LAW JUDGE: Christian Gardocki

## **HEARING DECISION**

Following Petitioner'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, an in-person hearing was held on January 27, 2016, from Detroit, Michigan. Petitioner appeared and was unrepresented. appeared as a Spanish language translator for Petitioner. The Michigan Department of Health and Human Services (MDHHS) was represented by hearing liaison.

#### ISSUE

The issue is whether MDHHS properly determined Petitioner's Food Assistance Program (FAP) eligibility.

#### FINDINGS OF FACT

The administrative law judge, based on the competent, material, and substantial evidence on the whole record, finds as material fact:

- 1. Petitioner was an ongoing FAP benefit recipient.
- 2. Petitioner was part of a household that included his adult son.
- 3. Petitioner's received \$1,109.00 per month in income from the Social Security Administration (SSA) income.
- On an unspecified date, MDHHS determined Petitioner was eligible for \$70.00 in FAP benefits, effective November 2015, in part, based on \$1,109/month unearned income.

5. On FAP benefits to \$63.00.

# CONCLUSIONS OF LAW

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. MDHHS (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. MDHHS policies are contained in the Bridges Administrative Manual (BAM), Bridges Eligibility Manual (BEM), and Reference Tables Manual (RFT).

Petitioner testified he intended to dispute his FAP eligibility from April 2015. Petitioner's hearing request only identified a dispute concerning a FAP benefit reduction. If Petitioner intended to dispute a FAP benefit issuance from seven months before his hearing request, it is expected he specify the dispute within his hearing request. It is found Petitioner did not request a hearing concerning FAP eligibility from April 2015.

Petitioner's hearing request noted a dispute concerning a reduction in FAP benefits to \$63.00. A Notice of Case Action dated November 6, 2015 (Exhibit 1, pp. 1-2) verified a \$70.00 FAP issuance beginning December 2015. Petitioner's FAP budget documents (Exhibit 1, pp. 8-10) verified Petitioner also received a \$70 issuance in November 2015. Other documentation (not admitted) indicated Petitioner's FAP eligibility was reduced beginning November 2015 from \$211.00 to \$70.00. Petitioner testimony did not indicate otherwise. Petitioner's hearing request will be interpreted to dispute his FAP eligibility from November 2015.

BEM 556 directs MDHHS to factor a FAP group's countable income and allowable expenses. During the hearing, Petitioner was asked if he disputed each of the income and expenses factored by MDHHS. Petitioner did not dispute any of th ebudgeted income or expenses.

It was not disputed Petitioner's income was \$1,109.00. Petitioner testimony noted a Hearing Summary drafted by MDHHS stated Petitioner's income was \$1,118.00. The Hearing Summary is not a document used to determine Petitioner's FAP eligibility. Thus, it is of no matter what income was cited by the Hearing Summary. Budget documents noted Petitioner's actual income of \$1,109.00 was factored (see Exhibit 1, p. 8).

MDHHS uses certain expenses to determine net income for FAP eligibility and benefit levels. BEM 554 (October 2014), p. 1. For groups without a senior (over 60 years old), disabled or disabled veteran (SDV) member, MDHHS considers the following expenses: child care, excess shelter (housing and utilities) up to a capped amount and court-ordered child support and arrearages paid to non-household members. For groups

containing SDV members, DHHS also considers the medical expenses for the SDV group member(s) and an uncapped excess shelter expense. It was not disputed that Petitioner was a member of an SDV group due to his age.

Verified medical expenses for SDV groups, child support, and day care expenses are subtracted from a client's monthly countable income. Petitioner conceded he had no such expenses.

Petitioner's FAP benefit group receives a standard deduction of \$154.00. RFT 255 (October 2015), p. 1. The standard deduction is given to all FAP benefit groups, though the amount varies based on the benefit group size. The standard deduction is subtracted from the countable monthly income to calculate the group's adjusted gross income. Petitioner's FAP group's adjusted gross income is found to be \$955.00.

MDHHS budgeted \$395.00 in housing expenses. Petitioner testimony conceded all of his utilities were included in his rent. MDHHS credited Petitioner with a \$33.00 telephone obligation; MDHHS gives standard credits (see RFT 255) for each utility that a client is responsible to pay. Petitioner's total shelter expenses are found to be \$428.00.

MDHHS only credits FAP benefit groups with what is called an "excess shelter" expense. This expense is calculated by subtracting half of Petitioner's adjusted gross income from Petitioner's total shelter obligation. Petitioner's excess shelter amount is found to be \$0.

The FAP benefit group's net income is determined by taking the group's adjusted gross income and subtracting the allowable excess shelter expense. Petitioner's FAP benefit group's net income is found to be \$955.00. A chart listed in RFT 260 is used to determine the proper FAP benefit issuance. Based on Petitioner's group size and net income Petitioner's proper FAP benefit issuance is found to be \$70.00, the same amount calculated by MDHHS.

## DECISION AND ORDER

The administrative law judge, based upon the above findings of fact and conclusions of law, finds that Petitioner did not request a hearing to dispute FAP eligibility from April 2015. It is further found that MDHHS properly determined Petitioner's FAP eligibility to be \$70.00, effective December 2015.

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The actions taken by MDHHS are **AFFIRMED**.

Thrutin Dordoch

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

Date Signed: 1/29/2016

Date Mailed: 1/29/2016

CG / hw

**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 may order a rehearing or reconsideration on its own motion. MAHS may 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

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