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

#### IN THE MATTER OF:



MAHS Reg. No.: 15-022773

Issue No.: ESO

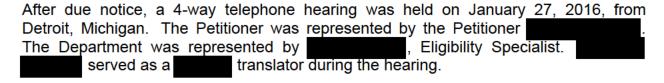
Agency Case No.:

Hearing Date: January 27, 2016
County: DHHS SSPC OFFICE

ADMINISTRATIVE LAW JUDGE: Lynn M. Ferris

## **HEARING DECISION**

Pursuant to a September 8, 2014, federal lawsuit, the Department of Health and Human Services (Department) issued notices to Medicaid applicants who were potentially denied full Medicaid coverage based on immigration status between January 2014 and May 2015. The notice included information about how to request a hearing. Petitioner filed a request for a hearing; and accordingly, this matter is before the undersigned Administrative Law Judge pursuant to Michigan Administrative Hearing Rules (R 792.10101 – R 792.11903) and the Administrative Procedures Act, 1969 PA 306, as amended, MCL 24.201 et seq.



#### <u>ISSUE</u>

Did the Department properly determine Petitioner's immigration status or citizenship when determining Medicaid (MA) eligibility?

#### FINDINGS OF FACT

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

- On April 7, 2014, Petitioner applied for MA or had a redetermination of current MA benefits.
- 2. On the date of MA application or redetermination, Petitioner was not a United States citizen.

- 3. Beginning April 2014, Petitioner's **application** was **approved** for Emergency Services Only (ESO) MA coverage or denied MA coverage.
- 4. The Department issued a Benefit Notice in December 2015 indicating the Petitioner had full MA from April 2014 through September 2014 at which time she was again placed on ESO coverage. The Benefit Notice was not correct based upon the Petitioner's Permanent Resident Status. Exhibit 3 and Exhibit 4.
- 5. The Petitioner has been a Permanent U.S. resident since April 26, 2011. Exhibit 4.
- 6. On an unknown date, the Department issued a notice to the Petitioner indicating she might have been denied full MA coverage based on immigration status between January 2014 and May 2015.
- 7. On August 28, 2015, Petitioner requested 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), Department of Health and Human Services Modified Adjusted Gross Income (MAGI) Related Eligibility Manual (MREM), 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 administers the MA program pursuant to 42 CFR 435, MCL 400.10, and MCL 400.105-.112k.

In this case, Petitioner requested a hearing disputing the ESO **MA and denial** of full MA coverage. The Department incorrectly provided the Petitioner full MA coverage (Healthy Michigan Plan) after the application even though Petitioner was not eligible for Healthy Michigan Plan. This change was completed by a Benefit Notice dated December 11, 2015. Exhibit 3.

To be eligible for full MA coverage, a person must be a U.S. citizen or an alien admitted to the U.S. under a specific immigration status. BEM 225 (January 2014), p. 2. Petitioner testified that she is not a U.S. citizen and has been a permanent resident since May 12, 2011. At the time of application or redetermination, Petitioner or Petitioner's family member status was a permanent resident. Exhibit 1.

An individual who is a permanent resident alien with a class code on the permanent residency card other than RE, AM or AS is eligible only for ESO MA coverage for the first five years in the U.S. unless the alien is a qualified military alien or the spouse or dependent child of a qualified military alien. BEM 225, pp. 7-8, 30; MREM, § 3.6. A

qualified military alien is a qualified alien on active duty in, or veteran honorably discharged from, the U.S. Armed Forces. BEM 225, p. 5; MREM, § 3.6.

A person who does not meet an acceptable alien status, including undocumented aliens and non-immigrants who have stayed beyond the period authorized by the U.S. Citizenship and Immigration Services, are eligible only for ESO MA coverage. BEM 225, p. 9. The alien status of each non-citizen must be verified to be eligible for full MA coverage. BEM 225, p. 2. Non-citizens receiving ESO MA do not have to verify alien status. BEM 225, p. 20. A person who is unable to obtain verification of alien status or refuses to cooperate in obtaining it is limited to ESO until verification is obtained. BEM 225, p. 20.

In this case, the Department testified that because Petitioner indicated in her application that she did have eligible immigration status, it approved her for the Healthy Michigan Plan in December 2015 without requesting any verification, which was Department error. There was evidence presented that originally beginning April 1, 2014, Petitioner's coverage had been determined to be ESO Emergency Services ongoing. Petitioner's testimony at the hearing established that she did not have eligible alien status as a permanent resident for five years at the time of her application. Exhibit 4. Accordingly, she was eligible for only ESO coverage. At the time of the Application for MA, the Petitioner had not been a permanent resident alien for five years. Exhibits 1 and 4.

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 <u>did</u> properly determine Petitioner's immigration status or citizenship when determining MA eligibility.

# **DECISION AND ORDER**

Accordingly, the Department's determination about MA eligibility based on immigration status is **AFFIRMED**.

M. Serris
Lynn M. Ferris

Date Mailed: 1/27/2016 Administrative Law Judge for Nick Lyon, Director

Department of Health and Human Services

LMF/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.

