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

## IN THE MATTER OF:



MAHS Reg. No.: Issue No.: Agency Case No.: Hearing Date: County:

15-023049 1008

January 27, 2016 WAYNE-DISTRICT 18

# ADMINISTRATIVE LAW JUDGE: Robert J. Chavez

# 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, a telephone hearing was held on January 27, 2016, from Detroit, Michigan. The Petitioner appeared pro se. The Department of Health and Human Services (Department) was represented by Law Judge Department, PATH Coordinator, PATH Worker, and PATH Worker.

#### ISSUE

Did the Department properly terminate Petitioner's benefits for noncompliance with the PATH program?

#### 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 FIP recipient in Wayne County.
- 2. Petitioner was a mandatory PATH participant.
- 3. In October 2015, Petitioner became employed, but was not working in hours sufficient to satisfy their work-related hour requirement; Petitioner did not supplement this hour requirement with other job related activities.
- 4. The Department considered this as a failure to meet hour requirements and determined Petitioner non-participatory with employment related activities.

- 5. On November 24, 2015, Petitioner was sent a DHS-2444 which scheduled a triage for December 3, 2015.
- 6. On December 3, 2015, a triage was held.
- 7. Petitioner attended the triage.
- 8. Petitioner did not provide documentary evidence of good cause.
- 9. The Department held that Petitioner had no good cause for their non-participation with work related activities.
- 10. The Department found Petitioner noncompliant.
- 11. On November 24, 2015, Petitioner was sent a notice of case action.
- 12. This was 2<sup>nd</sup> incident of noncompliance for the Petitioner.
- 13. Petitioner's case was sanctioned and closed beginning January 1, 2016.
- 14. On December 7, 2015, Petitioner requested a hearing.

# CONCLUSIONS OF LAW

Department policies are contained in the Department of Human Services Bridges Administrative Manual (BAM), Department of Human Services Bridges Eligibility Manual (BEM), Department of Human Services Reference Tables Manual (RFT), and Department of Human Services Emergency Relief Manual (ERM).

The Family Independence Program (FIP) was established pursuant to the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Pub. L. No. 104-193, and 42 USC 601 to 679c. The Department (formerly known as the Family Independence Agency) administers FIP pursuant to 45 CFR 233-260, MCL 400.10, the Social Welfare Act, MCL 400.1-.119b, and Mich Admin Code, R 400.3101 to .3131.

All Family Independence Program (FIP) and Refugee Assistance Program (RAP) eligible adults and 16- and 17-year-olds not in high school full-time must be referred to the Partnership. Accountability. Training. Hope. (PATH) Program or other employment service provider, unless deferred or engaged in activities that meet participation requirements. These clients must participate in employment and/or self-sufficiency-related activities to increase their employability and to find employment. BEM 230A, p. 1 (2014). A cash recipient who refuses, without good cause, to participate in assigned employment and/or self-sufficiency-related activities is subject to penalties. BEM 230A, p. 1. This is commonly called "non-compliance". BEM 233A defines non-compliance as failing or refusing to, without good cause:

"...Participate in employment and/or self-sufficiency-related activities...." BEM 233A pg. 2 (2015).

Refusing suitable employment is also defined as quitting a job, and is reason for being found non-participatory. BEM233A, pg 3.

However, non-participation can be overcome if the client has "good cause". Good cause is a valid reason for non-participation with employment and/or self-sufficiency-related activities that are based on factors that are beyond the control of the non-participatory person. BEM 233A. A claim of good cause must be verified and documented.

The penalty for noncompliance is FIP closure. For the second occurrence of noncompliance on the FIP case, the client is sanctioned for a period not exceeding 6 months. BEM 233A.

Furthermore, PATH participants cannot be terminated from the PATH program without first scheduling a "triage" meeting with the client to jointly discuss noncompliance and good cause. At these triage meetings, good cause is determined based on the best information available during the triage and prior to the negative action date. Good cause may be verified by information already on file with DHS or MWA. BEM 233A.

If the client establishes good cause within the negative action period, penalties are not imposed. The client is sent back to PATH, if applicable, after resolving transportation, CDC, or other factors which may have contributed to the good cause. BEM 233A.

After reviewing the facts of the case, the undersigned holds that the Department has properly shown that Petitioner was non-participatory. Verification of hours confirmed by Petitioner shows that Petitioner was not meeting hour requirements of 30 hours per week; in one two week pay period, for instance, Petitioner had 46 work hours, which averaged to 23 hours per week. At no point did Petitioner return to PATH to supplement these hours. Department Exhibit 6.

Furthermore, Petitioner had been notified of the hour requirements and had been given several chances to rectify the situation. Department Exhibits 2-6.

Additionally, the Department appears to have provided a procedurally correct triage; a triage was properly held, Petitioner was given a chance to provide evidence of good cause, and a determination of good cause was made using the evidence at hand.

However, Petitioner submitted no evidence of good cause.

Thus, as there was no proof of good cause, the Department could not have found good cause when it reviewed the case at triage.

Therefore, the Department has met its burden in proving its case. It has shown that Petitioner was non-participatory with PATH and employment related activities. It showed that Petitioner did not meet the standards of good cause. It showed that a triage was properly held, and that Petitioner was given an adequate chance to submit documentation of good cause, which Petitioner failed to do.

BEM 233A states that the Petitioner must submit verification and documentation of good cause, and the Administrative Law Judge agrees that proof up to the current point in time has been lacking. Therefore, because Petitioner has failed to prove that they had good cause, and failed to submit evidence of good cause to the Department before the date of negative action, as well as failed to submit evidence that they were not non-participatory, the Administrative Law Judge holds that the Department was correct to find the Petitioner in noncompliance, and correct to impose the sanction prescribed.

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 closed Petitioner's FIP benefits and levied a sanction on Petitioner's FIP case.

# DECISION AND ORDER

Accordingly, the Department's decision is AFFIRMED.

Robert J. Chavez Administrative Law Judge for Nick Lyon, Director Department of Health and Human Services

Date Signed: 2/22/2016

Date Mailed: 2/22/2016

RJC/tm

**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

CC:		_	