RICK SNYDER GOVERNOR STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS MICHIGAN ADMINISTRATIVE HEARING SYSTEM Christopher Seppanen Executive Director

SHELLY EDGERTON DIRECTOR



Date Mailed: May 20, 2016 MAHS Docket No.: 16-003960 Agency No.: Petitioner:

ADMINISTRATIVE LAW JUDGE: Kevin Scully

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. After due notice, telephone hearing was held on May 10, 2016, from Lansing, Michigan. Participants on behalf of Petitioner included (Assistance Payments Worker) represented the Department of Health and Human Services (Department). Witnesses on behalf of the Department included (Assistance Payments Supervisor).

ISSUE

Did the Department of Health and Human Services (Department) properly deny State Emergency Relief (SER) benefits?

FINDINGS OF FACT

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

- 1. On February 10, 2016, the Department received the Petitioner's State Emergency Relief (SER) application. Exhibit A, pp 4 7.
- 2. The Petitioner receives monthly earned income from employment in the gross monthly amount of \$
- 3. The Petitioner's benefit group receives total monthly unearned income in the gross monthly amount of \$

- 4. On March 2, 2016, the Department notified the Petitioner that he was approved for State Emergency Relief (SER) benefits with a **Second** co-payment. Exhibit A, pp 23 25.
- 5. On March 15, 2016, the Department received the Petitioner's request for a hearing protesting the denial of State Emergency Relief (SER) benefits. Exhibit A, p 3.

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 State Emergency Relief (SER) program is established by the Social Welfare Act, MCL 400.1-.119b. The SER program is administered by the Department (formerly known as the Department of Human Services) pursuant to MCL 400.10 and Mich Admin Code, R 400.7001-.7049.

All earned and unearned income available is countable unless excluded by policy. 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 (January 1, 2016).

On February 10, 2016, the Department received the Petitioner's SER application requesting assistance to avoid eviction. Based on the Petitioner's income, which was not disputed during the hearing, and unexpected automobile repair expenses, the Department approved the Petitioner for SER benefits contingent upon his payment of a **\$ co-payment**. On March 16, 2016, the Department had not received verification that the Petitioner had made his co-payment, and no SER benefits were issued.

The Petitioner argued that he was not given enough time to come with the money to make his co-payment. The Petitioner argued that such a short period to make a high co-payment displayed a lack compassion by the Department's employees.

The Petitioner's grievance centers on dissatisfaction with the Department's current policy. The Petitioner's request is not within the scope of authority delegated to this Administrative Law Judge. Administrative Law Judges have no authority to make decisions on constitutional grounds, overrule statutes, overrule promulgated regulations, or make exceptions to the department policy set out in the program manuals. Furthermore, administrative adjudication is an exercise of executive power rather than judicial power, and restricts the granting of equitable remedies. Michigan Mutual Liability Co. v Baker, 295 Mich 237; 294 NW 168 (1940).

This Administrative Law Judge finds that the Department was acting in accordance with policy when it determined that the Petitioner would be responsible for a high copayment before SER benefits could be issued. The Department policies do not allow for exceptions that allow it to issue SER benefits without the co-payment being made, and this Administrative Law Judge does not have the authority to order the Department to grant an exception.

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 denied State Emergency Relief (SER) benefits.

DECISION AND ORDER

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

KS/las

in Scully

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

NOTICE OF APPEAL: A party may appeal this Order in circuit court within 30 days of the receipt date. A copy of the circuit court appeal must be filed with the Michigan Administrative Hearing System (MAHS).

A party may request a rehearing or reconsideration of this Order if the request is received by MAHS within 30 days of the date the Order was issued. The party requesting a rehearing or reconsideration must provide the specific reasons for the request. MAHS will not review any response to a request for rehearing/reconsideration.

A written request may be mailed or faxed to MAHS. If submitted by fax, the written request must be faxed to (517) 335-6088; 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

DHHS



Authorized Hearing Rep.

Petitioner

