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: June 10, 2016 MAHS Docket No.: 15-026500 Agency No.: Petitioner:

ADMINISTRATIVE LAW JUDGE: Colleen Lack

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.*

After due notice, a telephone hearing was held on May 25, 2016, from Lansing, Michigan. Department was represented by the Petitioner, appeared on her own behalf. The Department was represented by the petitioner, Eligibility Specialist.

During the hearing proceedings, the Department's Hearing Summary packet was admitted as Exhibit A, pp. 1-21.

ISSUE

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:

1. On May 18, 2014, Petitioner applied for MA. (Exhibit A, pp. 5-12)

- 2. On the May 18, 2014, MA application, it was marked that Petitioner was a U.S. citizen or national. (Exhibit A, p. 7)
- 3. Petitioner's application was initially approved for Emergency Services Only (ESO) MA coverage. (Exhibit A, pp. 18-20)
- 4. On September 8, 2015, Petitioner filed a hearing request contesting the Department's determination. (Exhibit A, p. 3)
- 5. The Department subsequently approved full MA coverage for May 2014, through May 2015, as a verification period. (Exhibit A, pp. 1 and 14-15)
- On March 24, 2016, a Benefit Notice was issued to Petitioner stating she was eligible for full Medicaid coverage for May 2014, through May 2015. (Exhibit A, pp. 16-17)
- 7. The Department has been able to verify that Petitioner is a U.S. citizen. (Eligibility Specialist Testimony)

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 denial of full MA coverage. (Exhibit A, p. 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 1, 2014), p. 2.

For MA, an individual under specific immigration statuses is limited to emergency services for the first five years in the U.S. (BEM 225, pp. 7-8)

When an applicant for Medicaid claims to be a U.S. citizen or to have qualified immigrant status, and all other eligibility factors are met, certify benefits. Once the case

has been open and coverage entered in Bridges, verification of citizenship must be completed. Attempt to verify citizenship through a data match such as the Social Security Administration or a DCH vital records match. MAGI- related applicants will have citizenship and identity verified if the application comes to DHS via the Federally Facilitated Marketplace (FFM) or MAGI rules engine. If there is a discrepancy with the information or it is not available then contact with the beneficiary is necessary; see BEM 221 and 225. BAM 130, (October 1, 2014), p. 4.

On May 18, 2014, Petitioner applied for MA. (Exhibit A, pp. 5-12) Petitioner's application was initially approved for Emergency Services Only (ESO) MA coverage. (Exhibit A, pp. 18-20)

However, on the May 18, 2014, MA application, it was marked that Petitioner was a U.S. citizen or national. (Exhibit A, p. 7) Accordingly, the BAM 130 policy allowing for full MA coverage to be certified pending verification should have been applied when Petitioner's application was initially processed. The Department subsequently approved full MA coverage for May 2014, through May 2015, as a verification period. (Exhibit A, p. 1 and 14-15) On March 24, 2016, a Benefit Notice was issued to Petitioner stating she was eligible for full Medicaid coverage for May 2014, through May 2015. (Exhibit A, pp. 16-17)

The Eligibility Specialist confirmed that the Department has been able to verify that Petitioner is a U.S. citizen. Additionally, even though it is just beyond the relevant time frame for this appeal, to clarify the MA eligibility history print out in the record the Eligibility Specialist explained that starting June 1, 2015, the Department determined that Petitioner has a monthly spend-down for her MA eligibility due to income. The spend-down determination was unrelated to the issue of meeting citizenship and immigration status requirements for MA. (Exhibit A, pp. 13-14; Eligibility Specialist Testimony)

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 has already updated their determination about MA eligibility based on Petitioner's citizenship status for the relevant time period to full MA coverage.

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DECISION AND ORDER

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

CL/mc

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Colleen Lack 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

Petitioner