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 23, 2016 MAHS Docket No.: 16-006162

Agency No.:
Petitioner:

ADMINISTRATIVE LAW JUDGE: Darryl Johnson

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 June 21, 2016, from Lansing, Michigan. The Petitioner appeared on his own behalf. The Department of Health and Human Services (Department) was represented by Hearings Facilitator

ISSUE

Did the Department properly close Petitioner's Medical Assistance (MA) in the Healthy Michigan Plan (HMP)?

FINDINGS OF FACT

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

- Petitioner was an on-going recipient of HMP.
- 2. Petitioner is employed, and has a group size of one.
- 3. Petitioner's gross income as of March 31, 2016 was \$ per month. That is the equivalent of \$ per year.
- 4. The income limit for a group of one to be eligible for the HMP is \$15,800.40 per year. See Exhibit 1 Page 2.

- 5. On April 18, 2016, the Department mailed to Petitioner a Health Care Coverage Determination Notice (Pages 4-6) informing him that his HMP was closing because he did not return a Redetermination form (Pages 7-12) that was mailed on March 14, 2016 with a due date of April 1, 2016 with information regarding his income.
- 6. When Petitioner provided documentation regarding his income, the Department found that his income exceeded the limit. But, because he was already denied HMP, the Bridges system did not generate a letter explaining that he was again denied for excess income.
- 7. On May 2, 2016, the Department received Petitioner's hearing request.

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 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 (formerly known as the Department of Human Services) administers the MA program pursuant to 42 CFR 435, MCL 400.10, and MCL 400.105-.112k.

Per BEM 103, the Department is to:

"Send a negative action notice when:

"The client indicates refusal to provide a verification, or

"The time period given has elapsed and the client has **not** made a reasonable effort to provide it."

Further guidance is found in BAM 130 (10/1/14):

BAM 130.

"The client must obtain required verification, but you must assist if they need and request help."

"If neither the client nor you can obtain verification despite a reasonable effort, use the best available information. If no evidence is available, use your best judgment."

The issue is whether the Petitioner provided timely verification in response to the request. In this case, Petitioner conceded that he did not timely provide the required verification. Because of that, the Department correctly denied his application. Then, once he provided the verification, the issue then becomes whether he was eligible for the HMP. Petitioner does not dispute the income considered by the Department in determining he was not eligible. There is no question that his income exceeds the income limit applicable to a group of one.

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 HMP MA program benefits.

DECISION AND ORDER

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

DJ/mc

Darryl Johnson

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

