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 13, 2016 MAHS Docket No.: 16-006210

ADMINISTRATIVE LAW JUDGE: Carmen G. Fahie

## **HEARING DECISION**

Upon the request for a hearing by the Department of Health and Human Services (Department), this matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9, and in accordance with Titles 7, 42 and 45 of the Code of Federal Regulation (CFR), particularly 7 CFR 273.16 and 45 CFR 235.110; and with Mich Admin Code, R 400.3130 and 400.3178. After due notice, a telephone hearing was held on June 8, 2016, from Lansing, Michigan. The Department was represented by Recoupment Specialist. The Respondent was represented by herself.

#### ISSUE

Did Respondent receive an over-issuance (OI) of Food Assistance Program (FAP) benefits that the Department is required to recoup due to Department error?

#### FINDINGS OF FACT

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

- 1. The Respondent was a recipient of FAP benefits from the Department.
- 2. The Department alleges Respondent received a FAP OI during the period April 1, 2015, through December 31, 2015, due to **Department's** error.
- 3. The Department alleges that Respondent received OI that is still due and owing to the Department.

### **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), and Department of Health and Human Services Reference Tables Manual (RFT).

The Food Assistance Program (FAP) [formerly known as the Food Stamp program] is established by the Food and Nutrition Act of 2008, as amended, 7 USC 2011 to 2036a and is implemented by the federal regulations contained in 7 CFR 273. The Department (formerly known as the Department of Human Services) administers FAP pursuant to MCL 400.10, the Social Welfare Act, MCL 400.1-.119b, and Mich Admin Code, R 400.3001 to .3015.

Additionally, the Respondent was a recipient of FAP benefits from the Department. The Department alleges Respondent received a FAP OI during the period April 1, 2015, through December 31, 2015, due to **Department's** error. The Department was not properly budgeting the Petitioner's self-employment income even though she reported it the Department. The Department alleges that Respondent received \$598 OI that is still due and owing to the Department. BAM 105, 115, 200, 220, 700, 705, and 725. BEM 500, 502, 550, 554, and 556.

As a result, the Respondent received an overissuance of FAP benefits during the contested time period of April 1, 2015, through December 31, 2015 that she was not entitled to due to Department's error. The Respondent received an overissuance of that the Department is required to recoup.

The Administrative Law Judge, based upon the above Findings of Fact and Conclusions of Law, finds that the Department **did** establish a FAP benefit OI to Respondent totaling

# <u>DECISION AND ORDER</u>

Accordingly, the Department is AFFIRMED.

The Department is ORDERED to initiate collection procedures for a FAP OI in accordance with Department policy.

Carmen G. Fahie

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

Carmon II. Salvie

CF/db

**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

