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: July 20, 2016 MAHS Docket No.: 16-007790

Agency No.: Petitioner:

ADMINISTRATIVE LAW JUDGE: Susanne E. Harris

## **HEARING DECISION**

Following the 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 July 14, 2016, from Lansing, Michigan. The Petitioner, appeared and testified. The Department of Health and Human Services (Department) was represented by Hearing Facilitator,

# **ISSUE**

Did the Department properly determine that the Petitioner's Medical Assistance (MA) case be subject to a deductible and, if so, did the Department properly determine that deductible?

### 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 9, 2016, the Petitioner was sent a Redetermination for his Healthy Michigan Plan MA.
- 2. On March 1, 2016, the Petitioner returned the Redetermination.
- 3. On May 11, 2016 the Petitioner's redetermination was processed and it was determined that the Petitioner is now eligible for Medicare.
- 4. The Petitioner has monthly RSDI in the amount of

- 5. When calculating the budget the Department afforded the Petitioner the unearned income general exclusion of \$ and a protected income limit of \$ which resulted in a deductible of \$
- 6. On May 11, 2016, the Department sent the Petitioner a Health Care Coverage Determination Notice informing the Petitioner that he is eligible for MA with a deductible.

# **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.

Additionally, Bridges Eligibility Manual (BEM) 137 (2016) p. 1, provides that the Healthy Michigan Plan (HMP) provides health care coverage for individuals who do not qualify for or are not enrolled in Medicare. In this case, the Petitioner is now eligible for Medicare. The Petitioner questioned why it was he could not have full MA anymore. The Administrative Law Judge explained that BEM 137 requires that participants in HMP not be eligible for or enrolled in Medicare.

During the hearing, the Petitioner's income and the Department's MA budget accuracy was not contested. As such, this Administrative Law Judge concludes that the Department was acting in accordance with its policy when determining that the Petitioner was eligible for MA with a monthly deductible of

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 determined that the Petitioner was eligible for MA with a monthly deductible of \$\frac{1}{2}\frac{1}{2

# **DECISION AND ORDER**

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

SH/nr Susanne E. Harris

Administrative Law Judge for Nick Lyon, Director

Department of Health and Human Services

Susanne E Harris

**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

# Petitioner