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: November 10, 2016 MAHS Docket No.: 16-014462 Agency No.: Petitioner:

## ADMINISTRATIVE LAW JUDGE: Jacquelyn A. McClinton

## **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 October 31, 2016, from Detroit, Michigan. The Petitioner was represented by Petitioner. The Department of Health and Human Services (Department) was represented by Family Independence Manager and

Manager.

#### <u>ISSUE</u>

Did the Department properly determine Petitioner's eligibility for FAP 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. Petitioner is an ongoing recipient of FAP benefits.
- 2. On Petitioner submitted a Mid-Certification Contact Notice.
- 3. The Department initially sent Petitioner a Notice of Case Action which informed Petitioner that her FAP benefits would decrease to per month as a result in a change in the standard deduction.
- 4. Subsequently, on **Example 1**, the Department sent Petitioner another Notice of Case Action which informed Petitioner that her FAP benefits would

decrease to per month as a result in a change to the heat and utility standard.

5. On performance, Petitioner filed a Request for Hearing disputing the Department's actions.

## 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 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-.3011.

Additionally, the Department is required to periodically redetermine or renew an individual's eligibility for active programs. The redetermination process includes thorough review of all eligibility factors. BAM 210 (January 2016), p. 1. In this case, Petitioner submitted a Mid-Certification Contact Notice which indicated that she had no changes. Petitioner receives **Example** in RSDI income. Petitioner also receives State Supplemental Income in the amount of **Example** per quarter, which the Department budgets at **Example** per month.

The Department presented a FAP net income budget showing that Claimant had a countable unearned income of . Based on Claimant's circumstances, she was eligible to receive a standard deduction of based on her one-person group size. RFT 255 (July 2016), p. 1. The Department indicated that Petitioner pays heat and electric expenses and as a result was entitled to a heat and utility standard of RFT 255 (July 2016), p. 1 and as of . RFT 255 (October 2016), in rent expense. After calculating Petitioner's shelter p. 1. Petitioner pays expense and standard deductions, she was eligible for a shelter deduction in the from July – September 2016 and amount of from ongoing. When the standard and the shelter deduction are subtracted from Petitioner's income, her net income amount for July 2016 through September 2016 was , ongoing was and for

The Department sent Petitioner a Notice of Case Action which notified her that her FAP benefits would decrease to **sector**, effective **sector** as a result in the standard deduction change. The Department also sent Petitioner a subsequent Notice of Case

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Action on **Action** which notified Petitioner that her FAP benefits would decrease to **Action** as a result of the standard deduction change. Based on the information available to the Department at the time the Mid-Certification Contact Notice was submitted, and based upon a net income of **Action**, it properly determined that Claimant was entitled to a FAP benefit amount of **Action** from July 2016 through September 2016 and **Action** effective **Action** ongoing

## DECISION AND ORDER

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 decreased Petitioner's FAP benefits to from July 2016 through September 2016 and further decreased Petitioner's FAP benefits to FAP benefits to from generative frequency, ongoing.

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

JM/hw

**Jacquelyn A. McClinton** 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

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# DHHS

Petitioner

