RICK SNYDER GOVERNOR

# STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS MICHIGAN ADMINISTRATIVE HEARING SYSTEM Christopher Seppanen Executive Director

SHELLY EDGERTON



Date Mailed: December 15, 2016 MAHS Docket No.: 16-015681

**ADMINISTRATIVE LAW JUDGE: Carmen G. Fahie** 

# **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 November 22, 2016, from Lansing, Michigan. The Petitioner was represented by herself and her witness, from the Department of Health and Human Services (Department) was represented by Hearing Facilitator.

## **ISSUE**

Did the Department properly determine the Petitioner's eligibility for Medicaid (MA)?

# 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 September 9, 2016, the Petitioner applied for MA and Medical Cost Share Program with a bank statement. Department Exhibit 1, pgs. 5-15.
- 2. On September 13, 2016, the Department Caseworker sent the Petitioner a Health Care Coverage Determination Notice, DHS 1606, that she had excess assets for MA program eligibility. Department Exhibit 1, pg. 16.

3. On October 19, 2016, the Department received a hearing requests from the Petitioner, contesting the Department's negative action.

## **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.

In this case, the Petitioner applied for MA and with a bank statement on September 9, 2016. Department Exhibit 1, pgs. 5-15. On September 13, 2016, the Department Caseworker sent the Petitioner a Health Care Coverage Determination Notice, DHS 1606, that she had excess assets for MA program eligibility. Department Exhibit 1, pg. 16. On October 19, 2016, the Department received a hearing requests from the Petitioner, contesting the Department's negative action. BAM 115 and 600. BEM 163 and 400.

During the hearing, the Department conceded that the Petitioner was eligible for MA QMB from July 2016 forward. She had a prior application from June 6, 2016, which made her eligible for July 2016. The asset limit for MA QMB is \$7,220 and the Petitioner was not over asset.

### **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 did not act in accordance with Department policy when it determined that the Petitioner was not eligible for MA QMB due to excess assets.

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

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The Department is ordered to begin doing the following, in accordance with Department policy and consistent with this hearing decision, within 10 days of the date of mailing of this decision and order of initiating a redetermination of the Petitioner's eligibility for MA QMB retroactive to her June 6, 2016 application, which should make her eligible for MA QMB beginning in July 2016.

Carmen G. Fahie

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

