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: December 22, 2016 MAHS Docket No.: 16-017776 Agency No.: Petitioner:

### ADMINISTRATIVE LAW JUDGE: Michael J. Bennane

# **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 Admin Code, R 792.11002. After due notice, a telephone hearing was held on the petitioner and her mother, the due notice is the petitioner was represented by Petitioner and her mother, the due notice is the petitioner was represented by Petitioner and her mother, the due notice is the perimeter of Health and Human Services (Department) was represented by the petitioner was represented by the petitioner is the perimeter of the perim

### ISSUE

Did the Department properly deny the Petitioner's Food Assistance Program (FAP) application and close her Medical Assistance (MA) 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. On **Department that her daughter** had moved out of her home.
- 2. The Department sent the Petitioner a Health Care Coverage Determination Notice informing her that she was no longer eligible for MA benefits, effective

#### 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.

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's daughter ( ) moved out of her mother's home, with her young daughter,

Petitioner applied for MA and FAP benefits and was denied because she was unable to provide the Department with documentation that she no longer had a savings account. Petitioner had already provided documentation of her checking account and identification of herself and her daughter.

This is not a case of the Petitioner ignoring the request of the Department, and the documentation shows that the Petitioner provided the documentation requested except for the closure of her savings account.

Department policy demands that certain benefits be received after documenting various pieces of information including the Petitioner's savings account.

Petitioner testified that she attempted to get documentation from her bank about the closure of her savings account, but the bank was not forthcoming.

The above situation is exactly what the Department anticipated when its rule demanding documentation also allows the Department to accept the best information available.

In the instant case, the Petitioner provided all of the other documentation except for the closure of her savings account. The Department should have used the best information available as allowed in BAM 130. (BAM 130, July 2016).

## **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 denied the Petitioner's FAP benefits because she could not obtain evidence of her having closed her savings account. The Department is directed to use the best information available.

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

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:

1. Reregister and reprocess the Petitioner's FAP application dated and supplement for missed benefits.

MJB/jaf

Michael J. Bennane 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.

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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

Via email



