RICK SNYDER GOVERNOR State of Michigan DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS MICHIGAN ADMINISTRATIVE HEARING SYSTEM

SHELLY EDGERTON DIRECTOR

Date Mailed: September 22, 2017 MAHS Docket No.: 17-006412 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; 42 CFR 438.400 to 438.424; 45 CFR 99.1 to 99.33; and 45 CFR 205.10; and Mich Admin Code, R 792.11002. After due notice, an in-person hearing was held on August 2, 2017, from Detroit, Michigan. The Petitioner was represented by Petitioner. The Department of Health and Human Services (Department) was represented by

#### **ISSUE**

Did the Department properly determine that Petitioner was ineligible for 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. Petitioner was a recipient of MA benefits.
- 2. Petitioner reported asset information to the Department which included checking account information, savings account information and two vehicles.
- 3. The Department redetermined Petitioner's eligibility for MA benefits and on April 27, 2017, it sent Petitioner a Health Care Coverage Determination Notice which indicated that he was ineligible for MA benefits effective June 1, 2017 as a result of exceeding the asset limit.
- 4. The MA asset limit is \$

5. On May 8, 2017, 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 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, assets must be considered in determining eligibility for FIP, SDA, RCA, G2U, G2C, RMA, SSI-related MA categories, CDC and FAP. **FIP, SDA, RCA, G2U, G2C, CDC and RMA consider only the following types of assets:** 

- Cash (which includes savings and checking accounts).
- Investments (which includes 401(k), Roth IRA etc.).
- Retirement Plans.
- Trusts. BEM 400 (April 2017), p. 1.

Further, **assets** include the following:

- Cash (see Cash in this item).
- Personal property. **Personal property** is any item subject to ownership that is not real property (examples: currency, savings accounts and vehicles).
- Real property. **Real property** is land and objects affixed to the land such as buildings, trees and fences. Condominiums are real property. *Id.*

The MA asset limit is **Sector** BEM 400, p. 8. In this case, Petitioner reported his assets to the Department. The Department indicated that based upon the submitted information, it redetermined Petitioner's eligibility for MA benefits. Although Petitioner submitted information relating to multiple bank accounts, the Department only used the banking information submitted on April 26, 2017. Petitioner's checking account balance at that time was **Sector** Petitioner's savings account balance was **Sector** Petitioner and his wife each own a vehicle. The Petitioner's car, which is also his work vehicle, at **Sector** Petitioner submitted information to show that his vehicle was

valued at **Sector** The Department did not include Petitioner's wife's vehicle in the asset test.

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 Petitioner was ineligible for MA benefits effective June 1, 2017.

## DECISION AND ORDER

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

JAM/tlf

**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

# Via Email:



Petitioner – Via First-Class Mail: