RICK SNYDER GOVERNOR STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS MICHIGAN ADMINISTRATIVE HEARING SYSTEM

SHELLY EDGERTON DIRECTOR



Date Mailed: February 23, 2018 MAHS Docket No.: 18-000498 Agency No.: Petitioner:

ADMINISTRATIVE LAW JUDGE: Kevin Scully

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. After due notice, telephone hearing was held on February 15, 2018, from Michigan. Petitioner represented herself. The Department was represented by

<u>ISSUE</u>

Did the Department of Health and Human Services (Department) properly determine Petitioner's eligibility for Food Assistance Program (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 Food Assistance Program (FAP) benefits as a group of one.
- 2. On November 28, 2017, Petitioner reported to the Department that she has a checking account. Exhibit A, p 3.
- 3. The Petitioner receives monthly Retirement, Survivors, and Disability Insurance (RSDI) in the gross monthly amount of \$
- 4. Petitioner is responsible for a monthly housing expenses of **\$** that includes heating expenses. Exhibit A, p 15.
- 5. On December 30, 2017, the Department notified Petitioner that her Food Assistance Program (FAP) benefits would close effective January 1, 2018. Exhibit A, pp 8-9.

- 6. On January 4, 2018, the Department notified Petitioner that she was approved for Food Assistance Program (FAP) benefits effective January 1, 2018. Exhibit A, pp 10-11.
- 7. On January 8, 2018, the Department received Petitioner's request for a hearing protesting the Food Assistance Program (FAP).

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.

Clients must cooperate with the local office in determining initial and ongoing eligibility and this includes the completion of necessary forms. Department of Human Services Bridges Assistance Manual (BAM) 105 (January 1, 2018), p 8.

Verification means documentation or other evidence to establish the accuracy of the client's verbal or written statements. Verification is usually required at application/redetermination and for a reported change affecting eligibility or benefit level when it is required by policy, required as a local office option, or information regarding an eligibility factor is unclear, inconsistent, incomplete, or contradictory. The Department uses documents, collateral contacts, or home calls to verify information. A collateral contact is a direct contact with a person, organization, or agency to verify information from the client. When documentation is not available, or clarification is needed, collateral contact may be necessary. Department of Human Services Bridges Assistance Manual (BAM) 130 (April 1, 2017), pp 1-10.

Petitioner was an ongoing FAP recipient on November 28, 2017, when the Department notified her that it would close her FAP benefits for failure to verify her checking account. When Petitioner provided verification of her checking account before her benefits closed, the Department reinstated her FAP benefits in accordance with BAM 205.

Petitioner receives a monthly income of **\$** from RSDI benefits, which was not disputed during the hearing. Petitioner's adjusted gross income of **\$** was determined by reducing her total income by the **\$** and and deduction.

Petitioner is responsible for paying monthly housing expenses of **\$** and receives a standard **\$** credit for telephone expenses. Since Petitioner's countable shelter expenses are less than 50% of her adjusted gross income, she is not entitled to an excess shelter deduction.

Therefore, Petitioner's net income is the same as her adjusted gross income. A group of one with a net income of **Sector** is entitled to a **Sector** monthly allotment of Food Assistance Program (FAP) benefits. Department of Health and Human Services Reference Table Manual (RFT) 260 (October 1, 2017).

For all Food Assistance Program (FAP) groups that received the heat and utility standard on or before February 7, 2014, the heat and utility standard will remain in place for a period of five months after the month of their first redetermination or first reported case change occurring on or after May 1, 2014. In order to continue receiving the heat and utility standard beyond the expiration of the five-month period, the Food Assistance Program (FAP) group must meet the requirements of the mandatory heat and utility standard section. Department of Human Services Bridges Eligibility Manual (BEM) 554 (August 1, 2017), p 15.

Petitioner testified that she received a heat and utility deduction in the past, which allowed her to receive a higher allotment of FAP benefits but did not dispute that she is not responsible for heating expenses at her home. Petitioner is not eligible for the heat and utility deduction.

Petitioner testified that her worker deletes documents from her electronic case file in order to cover up the negligent handling of her benefits.

A complaint as to alleged misconduct or mistreatment by a state employee shall not be considered through the administrative hearing process but shall be referred to the department personnel director. Mich Admin Code, R 792.11002.

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 Petitioner's eligibility for Food Assistance Program (FAP) benefits effective January 1, 2018.

DECISION AND ORDER

Accordingly, the Department's decision is AFFIRMED.

Administrative Law Judge for Nick Lyon, Director Department of Health and Human Services

KS/nr

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

DHHS



Petitioner