

RICK SNYDER GOVERNOR

# STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS LANSING

SHELLY EDGERTON DIRECTOR



Date Mailed: July 30, 2018 MAHS Docket No.: 18-004233

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, a telephone hearing was held on July 12, 2018, from Lansing, Michigan. Petitioner represented herself. The Department of Health and Human Services was represented by Arnesha Woods.

### **ISSUE**

Did the Department of Health and Human Services (Department) properly reduce the level of Petitioner's 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 an ongoing Medical Assistance (MA) recipient receiving "full coverage." Exhibit A.
- 2. Petitioner receives monthly Retirement, Survivors, and Disability Insurance (RSDI) in the gross monthly amount of \$1,423. Exhibit B.
- 3. Petitioner receives monthly child support in the gross monthly amount of \$96.18. Exhibit D.
- 4. On May 2, 2018, the Department notified Petitioner that she was eligible for Medical Assistance (MA) with a \$1,124 monthly deductible as of June 1, 2018. Exhibit E.

5. On May 2, 2018, the Department received Petitioner's request for a hearing protesting the reduction of the level of Medical Assistance (MA) benefits she is receiving,

## 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.

The Health Michigan Plan (HMP is a "full coverage" program available to those who do not qualify for Medicare. Department of Health and Human Services Bridges Eligibility Manual (BEM) 137 (April 1, 2018), p 1.

Petitioner was receiving benefits under the HMP program and the Department determined her eligibility under the most beneficial category available after closing her HMP benefits because she is eligible for Medicare.

A review of Petitioner's case reveals that the Department budgeted the correct amount of income received by Petitioner. Petitioner's "protected income level" is \$1,519, and this amount cannot be changed either by the Department or by this Administrative Law Judge. Department of Human Services Reference Table Manual (RFT) 240 (December 1, 2013), p 1. The Department's determination that Petitioner has a \$1,124 deductible per month she must meet in order to qualify for MA for any medical expenses above is therefore correct.

Petitioner testified that she was not notified of the reduction to the level of her MA benefits.

The Department presented substantial evidence that written notice of her approval for MA benefits with a \$1,124 monthly deductible was mailed to her at her current address of record. Further, Petitioner failed to establish that she is eligible for a more beneficial category of MA benefits and the category she was placed in effective June 1, 2018.

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 reduced the level of Medical Assistance (MA) Petitioner is eligible for as of June 1, 2018.

### **DECISION AND ORDER**

Accordingly, the Department's decision is AFFIRMED.

KS/hb

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) 763-0155; 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

Richard Latimore 4733 Conner Detroit, MI 48215

Wayne County (District 57), DHHS

BSC4 via electronic mail

D. Smith via electronic mail

EQADHShearings via electronic mail

**Petitioner** 

