

RICK SNYDER GOVERNOR

# STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS LANSING

SHELLY EDGERTON DIRECTOR



Date Mailed: August 1, 2018 MAHS Docket No.: 18-004892

Agency No.: Petitioner:

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; 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, a telephone hearing was held on July 12, 2018, from Lansing, Michigan. Petitioner was represented by herself. The Department of Health and Human Services (Department) was represented by Susan Engle, Hearing Facilitator.

#### <u>ISSUE</u>

Did the Department properly determine Petitioner's eligibility for Medical Assistance (MA) due to excess income?

#### 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 March 2, 2018, Petitioner applied for MA. Department Exhibit 1, pgs. 9-28.
- 2. Petitioner receives \$1,433.00 in Social Security RSDI income that was confirmed on March 12, 2018, through SOLQ. Department Exhibit 1, pg. 37.
- 3. On April 24, 2018, the Department Caseworker sent Petitioner a Health Care Coverage Determination Notice, DHS 1606, that Petitioner was eligible for MA with a deductible of \$1,022.00 per month, retroactive to March 1, 2018. Department Exhibit 1, pgs. 3-8.

4. On May 3, 2018, the Department received a hearing request from 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, Petitioner applied for MA on March 2, 2018. Department Exhibit 1, pgs. 9-28. Petitioner receives \$1,433.00 in Social Security RSDI income that was confirmed on March 12, 2018, through SOLQ. Department Exhibit 1, pg. 37.

As a result of her excess income for MA AD-Care with a limit of \$1,031.67 for a fiscal group of 1, Petitioner was determined eligible for a MA Spend-down/Deductible case. Department Exhibit 1, pg. 39. Petitioner had unearned income of \$1,433.00. After deductions of a \$20.00 unearned income general exclusion and a protected income of \$391.00, Petitioner had a deductible of \$1,022.00 that she must meet before being eligible for MA. Department Exhibit 1, pg. 88. On April 24, 2018, the Department Caseworker sent Petitioner a Health Care Coverage Determination Notice, DHS 1606, that Petitioner was eligible for MA with a deductible of \$1,022.00 per month retroactive to March 1, 2018. Department Exhibit 1, pgs. 3-8.

### **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 acted in accordance with Department policy when it determined that Petitioner had excess income for MA AD-Care resulting in MA Spenddown/Deductible case with a deductible of \$1,022 per month.

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

CF/dh

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) 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** 

Kathleen Verdoni 411 East Genesee PO Box 5070 Saginaw, MI 48607

Saginaw County, DHHS

BSC2 via electronic mail

D. Smith via electronic mail

EQAD via electronic mail

**Petitioner** 

