GRETCHEN WHITMER GOVERNOR STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS MICHIGAN OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

ORLENE HAWKS DIRECTOR



Date Mailed: July 9, 2019 MOAHR Docket No.: 19-005806 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 3, 2019, from Lansing, Michigan. Petitioner was represented by herself. The Department of Health and Human Services was represented by Alisha Young.

#### **ISSUE**

Did the Department of Health and Human Services (Department) properly determine that Petitioner received an overissuance of Food Assistance Program (FAP) benefits that must be recouped?

#### 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 **Construction** 2018, the Department received Petitioner's application for Food Assistance Program (FAP) benefits where she reported that she was employed and that her husband would be receiving disability benefits from the Social Security Administration. Exhibit A, pp 39-51.
- 2. Petitioner received Food Assistance Program (FAP) benefits totaling \$1,360 from December 1, 2018, through March 31, 2019. Exhibit A, p 10.
- 3. On May 23, 2019, the Department sent Petitioner a Notice of Overissuance (DHS-4358-A) instructing her that a \$1,020 overissuance of Food Assistance Program (FAP) benefits would be recouped. Exhibit A, pp 5-9.

4. On June 3, 2019, the Department received Petitioner's request for a hearing protesting the recoupment of Food Assistance Program (FAP) benefits. Exhibit A, p 3.

## 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.

When a client group receives more benefits than it is entitled to receive, the Department must attempt to recoup the overissuance. Department of Human Services Bridges Administrative Manual (BAM) 700 (October 1, 2018), p 1.

The simplified reporting income limit for a group of three is \$2,252. Department of Health and Human Services Reference Table Manual (RFT) 250 (October 1, 2018), p 1. Petitioner was a FAP recipient as a group of three and received benefits totaling \$1,360 from December 1, 2018, through March 31, 2019. During that time, the household's gross income exceeded 130% of the federal poverty level in December, January, and March, making them ineligible for FAP benefits. Due to Department error, the Department issued FAP benefits of \$340 in each of those months. Even though it was the Department's error that cause the benefits to be issued when the household was not eligible, Department policy requires those benefits issued in error to be recouped.

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 received a \$1,020 overissuance of Food Assistance Program (FAP) benefits that must be recouped.

### DECISION AND ORDER

Accordingly, the Department's decision is AFFIRMED.

KS/hb

Administrative Lave Judge for Robert Gordon, 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 Office of Administrative Hearings and Rules (MOAHR).

A party may request a rehearing or reconsideration of this Order if the request is received by MOAHR 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. MOAHR will not review any response to a request for rehearing/reconsideration.

A written request may be mailed or faxed to MOAHR. If submitted by fax, the written request must be faxed to (517) 763-0155; Attention: MOAHR Rehearing/Reconsideration Request.

If submitted by mail, the written request must be addressed as follows:

Michigan Office of Administrative Hearings and Rules Reconsideration/Rehearing Request P.O. Box 30639 Lansing, Michigan 48909-8139

DHHS	Denise Croff 301 E. Louis Glick Hwy. Jackson, MI 49201
DHHS Department Rep.	MDHHS-Recoupment 235 S Grand Ave Suite 1011 Lansing, MI 48909

Jackson County, DHHS

BSC4 via electronic mail

M. Holden via electronic mail

D. Sweeney via elecronic mail

Petitioner

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