GRETCHEN WHITMER
GOVERNOR

# STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS MICHIGAN OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

ORLENE HAWKS DIRECTOR



Date Mailed: September 5, 2019 MOAHR Docket No.: 19-008012

Agency No.:
Petitioner:

**ADMINISTRATIVE LAW JUDGE:** Aaron McClintic

# **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 August 28, 2019, from Lansing, Michigan. The Petitioner was represented by herself. The Department of Health and Human Services (Department) was represented by Gregory Folsom, Hearing Facilitator. Department Exhibit 1, pp. 1-45.

# **ISSUE**

Did the Department properly determine Petitioner's Food Assistance Program and Family Independence Program 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. On June 4, 2019, redetermination paperwork was sent to Petitioner.
- 2. On June 14, 2019, a verification checklist was sent to Petitioner requesting verification of school attendance, checking account, wages and 401K.
- 3. On July 8, 2019, Notice of Case Action was sent to Petitioner informing her that FAP and FIP would close effective August 1, 2019 for failing to return verifications.
- 4. On July 17, 2019, Petitioner requested hearing disputing the closure of FIP an 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 Family Independence Program (FIP) was established pursuant to the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Pub. L. No. 104-193, and 42 USC 601 to 679c. The Department (formerly known as the Department of Human Services) administers FIP pursuant to 45 CFR 233-260, MCL 400.10, the Social Welfare Act, MCL 400.1-.119b, and Mich Admin Code, R 400.3101-.3131.

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.

Send a negative action notice when:  ☐ The client indicates refusal to provide a verification, or  ☐ The time period given has elapsed and the client has not made a reasonable effort to provide it. BAM 130
Verification is not required:  ☐ When the client is clearly ineligible, or
☐ For excluded income and assets unless needed to establish the exclusion. BAM 130

In this case, the Department closed Petitioner's FIP and FAP cases for failing to return verifications. The verification Petitioner failed to provide was for her 401K. Petitioner's 401K is an excluded asset. Petitioner also made reasonable efforts to obtain verification of her 401K but was unable to do so due to no fault of hers. Therefore, the closure for failing to return verification was improper and incorrect. BAM 130 The Department representative at hearing agreed that Petitioner's FIP an FAP cases should be reinstated.

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 failed to satisfy its burden of showing that it acted in accordance with Department policy when it closed Petitioner's FIP and FAP cases for failing to return verifications.

# **DECISION AND ORDER**

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

THE DEPARTMENT IS ORDERED TO BEGIN DOING THE FOLLOWING, IN ACCORDANCE WITH DEPARTMENT POLICY AND CONSISTENT WITH THIS HEARING DECISION, WITHIN 10 DAYS OF THE DATE OF MAILING OF THIS DECISION AND ORDER:

- 1. Reinstate FIP and FAP going back to the date of closure.
- 2. Issue a supplement for any missed benefits.

AM/nr

Aaron McClintic

Administrative Law 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**

Gregory Folsom 4809 Clio Road Flint, MI 48504

Genesee Clio County DHHS- via electronic mail

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M. Holden- via electronic mail

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**Petitioner** 

