GRETCHEN WHITMER
GOVERNOR

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

ORLENE HAWKS DIRECTOR



Date Mailed: December 11, 2020 MOAHR Docket No.: 20-006714

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 December 3, 2020, from Lansing, Michigan. The Petitioner was represented by herself. The Department of Health and Human Services (Department) was represented by Jennifer Braxmeier, Recoupment Specialist. Department Exhibit 1, pp. 1-63 was received and admitted.

ISSUE

Did the Department properly determine that Petitioner received an overissuance of Food Assistance Program (FAP) benefits due to Department error?

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 December 6, 2019, Petitioner reported that she began receiving RSDI income from the Social Security Administration.
- 2. The Department failed to budget Petitioner's RSDI income.
- 3. On October 12, 2020, Notice of Overissuance was sent to Petitioner alleging that she received an overissuance of FAP benefits totaling \$2,757.
- 4. On October 20, 2020, Petitioner requested hearing disputing the overissuance determination.

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.

OVERISSUANCE PROCESSING

FIP, SDA, CDC and FAP Agency errors (other than CDC system errors) are not pursued if the amount is under \$250 per program. BAM 705 (October 2018)

In this case, Petitioner reported her RSDI income as required. The Department failed to budget Petitioner's RSDI income and as a result Petitioner received an overissuance of FAP benefits due to Agency error. Department policy requires that overissuances due to Agency error must be recouped if they are over \$250. Petitioner's overissuance was \$2,757 and therefore must 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 an overissuance of \$2,757 in FAP benefits due to Department error and that this overissuance must be recouped.

DECISION AND ORDER

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

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 Department Rep.

MDHHS-Recoupment- via electronic mail 235 S Grand Ave Suite 1011 Lansing, MI 48909

Wexford County DHHS- via electronic mail

OIG Hearings- via electronic mail

L. Bengel- via electronic mail

DHHS

Sheila Crittenden 10641 W. Watergate Rd. Cadillac, MI 49601

Petitioner

