RICK SNYDER GOVERNOR

# STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS MICHIGAN ADMINISTRATIVE HEARING SYSTEM

SHELLY EDGERTON



Date Mailed: July 27, 2018 MAHS Docket No.: 18-006436

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 July 26, 2018, from Lansing, Michigan. The Petitioner was represented by herself. The Department of Health and Human Services (Department) was represented by Anthony Couls Hearing Facilitator. Department Exhibit 1, pp. 1-18 was received and admitted.

# <u>ISSUE</u>

Did the Department properly close Petitioner's Food Assistance Program (FAP) benefits for failing to return verifications?

#### 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 a recipient of FAP benefits.
- 2. On May 17, 2018, a verification checklist was sent to her requesting property tax, self-employment income unknown and employment unknown. (Ex. 1, p.2)
- 3. On June 11, 2018, Notice of Case Action was sent to Petitioner informing her that her FAP case would close on July 1, 2018, for failing to return verifications. (Ex. 1, pp. 4-7)
- On June 18, 2018, Petitioner requested hearing.

## **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.

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

In this case, Petitioner credibly testified that she provided proof that her employment ended on June 1, 2018. Petitioner credibly testified that she provided a letter from her employer at the pre-hearing conference confirming that her employment ended. The Department employee who attended the pre-hearing conference did not testify at hearing. In addition, the verification checklist issued on May 17, 2018, did not specify what information was requested of Petitioner. The checklist merely states Please provide information about "self-employment income unknown, employment unknown". (Ex. 1, p.2) Petitioner provided information about her LLC and bank account information showing a negative balance for the LLC. Petitioner provided her bank account statement showing how much she received in earned income. (Ex.1, p.11) The undersigned Administrative Law Judge does not find that Petitioner refused to provide or failed to make a reasonable effort to provide requested verifications, therefore the closure was improper and incorrect. BAM 130

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 did not act in accordance with Department policy when it closed Petitioner's FAP case 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 the Petitioner's FAP case going back to the date of closure.
- 2. Issue a supplement for any missed FAP benefits.

AM/nr

Aaron McClintic

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**

Jeanenne Broadnax 25637 Ecorse Rd. Taylor, MI 48180

Wayne 18 County DHHS- via electronic mail

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**Petitioner** 

