

RICK SNYDER GOVERNOR

STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS LANSING

SHELLY EDGERTON DIRECTOR

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Date Mailed: September 18, 20 MAHS Docket No.: 18-008215
WATS DUCKET NO 10-000213
Agency No.:
Petitioner:

ADMINISTRATIVE LAW JUDGE: John Markey

HEARING DECISION

<u>ISSUE</u>

Did the Department properly determine Petitioner's FAP benefits, effective September 1, 2018?

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 is an ongoing recipient of FAP benefits.
- 2. On May 4, 2018, the Department issued to Petitioner a Redetermination in order to gather relevant information regarding Petitioner's ongoing eligibility for FAP benefits. Exhibit A, pp. 4-11.

- 3. On 2018, Petitioner returned the completed Redetermination to the Department. Petitioner also participated in an interview as part of the Redetermination process. Exhibit A, pp. 4-11.
- 4. During the Redetermination process, Petitioner represented to the Department that she had monthly unearned income of \$764, paid \$355 per month in rent, and had no other income or expenses. Exhibit A, pp. 4-11.
- 5. On July 21, 2018, the Department issued to Petitioner a Notice of Case Action informing Petitioner that her FAP benefits would be decreased to \$33 per month, effective September 1, 2018. Exhibit A, pp. 43-46.
- 6. On ______, 2018, Petitioner submitted to the Department a request for hearing with respect to the Department's calculation of her FAP monthly benefits.

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.

Petitioner objects to the Department's calculation of her monthly FAP benefits. The Department calculated Petitioner's FAP benefit amount for September of 2018 ongoing by taking into account Petitioner's reported and verified income and expense information. Petitioner had total income of \$764, all of which was unearned. The standard deduction of \$154 was then taken out, resulting in adjusted gross income of \$610. Petitioner did not report any child care, medical, or child support expenses. Thus, those deductions are not applicable.

However, Petitioner is eligible for the excess shelter deduction. Petitioner had housing costs of \$355 and was eligible for the telephone standard of \$32. Petitioner was not eligible for the heating and utility standard, as she reported that her \$355 per month housing cost included all utilities. Thus, Petitioner was not responsible for any utility payments. Adding the expenses Petitioner qualified for together, Petitioner had monthly shelter expenses of \$387. The excess shelter deduction is calculated by subtracting from the \$387 one half of the adjusted gross income of \$610, which is \$305. The remaining amount, if it is greater than \$0, is the excess shelter deduction. In this case,

the remaining amount is \$82, which the Department properly calculated as Petitioner's excess shelter deduction. Exhibit A, p. 42. Petitioner's net income of \$528 is calculated by subtracting the excess shelter deduction (\$82) from the adjusted gross income (\$610), which is what the Department properly found. Exhibit A, p. 41.

The Food Assistant Issuance Table shows \$33 in benefits for \$528 net income for a household of one. RFT 260 (October 2017), p. 8. This is the amount determined by the Department and is correct. The Department acted in accordance with Department policy when it determined Petitioner's FAP benefits for September of 2018 ongoing.

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 Petitioner's FAP benefits for September of 2018 ongoing. Accordingly, the Department's decision is **AFFIRMED**.

JM/dh

John Markey

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

Mark Epps 4809 Clio Road Flint, MI 48504

Genesee County, DHHS

BSC2 via electronic mail

M. Holden via electronic mail

D. Sweeney via electronic mail

Petitioner

