RICK SNYDER GOVERNOR State of Michigan DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS MICHIGAN ADMINISTRATIVE HEARING SYSTEM

SHELLY EDGERTON DIRECTOR



Date Mailed: December 21, 2018 MAHS Docket No.: 18-010682 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 November 21, 2018, from Lansing, Michigan. The Petitioner was represented by himself. The Department of Health and Human Services (Department) was represented by Yvonne Jasper FIM. Department Exhibit 1, pp. 1-18 was received and admitted.

<u>ISSUE</u>

Did the Department properly determine Petitioner's Medical Assistance (MA) eligibility and deductible amount?

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 September 17, 2018, a Health Care Coverage Determination Notice was sent to Petitioner informing him that he was eligible for MA with a \$4,565 deductible. (Ex. 1, pp. 6-9)
- 2. On September 28, 2018, Petitioner requested a hearing contesting the amount of his MA deductible. (Ex. 1, pp. 2-3)
- 3. Petitioner earns \$7,500 in employment income from Chrysler.

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 Medical Assistance (MA) program is established by Title XIX of the Social Security Act, 42 USC 1396-1396w-5; 42 USC 1315; the Affordable Care Act of 2010, the collective term for the Patient Protection and Affordable Care Act, Pub. L. No. 111-148, as amended by the Health Care and Education Reconciliation Act of 2010, Pub. L. No. 111-152; and 42 CFR 430.10-.25. The Department (formerly known as the Department of Human Services) administers the MA program pursuant to 42 CFR 435, MCL 400.10, and MCL 400.105-.112k.

countable income

Use only countable income. Countable income is income remaining after applying MA policy in BEM 500, 501, 502, 503, 504. See **countable income** in BEM 546 for posteligibility patient-pay amount computations. BEM 530

In this case, Petitioner had employment income from two jobs that were budgeted when determining Petitioner's deductible. Petitioner credibly testified that the only current employment income that he has is from **second** in the amount of \$7,500. Petitioner credibly testified that his employment with ACC ended some time ago. The Department agreed to re-process and re-budget Petitioner's MA benefit and deductible amount based on his current employment income of \$7,500. BEM 530 Other issues were raised at hearing regarding Petitioner's children's MA-OHK coverage and an outstanding redetermination. Those issues were not addressed because they were not raised in Petitioner's request for hearing.

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 determined Petitioner's MA deductible amount.

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. Reprocess and re-budget Petitioner's MA benefit and deductible amount going back to September 2018
- 2. Issue a Health Care Coverage Determination after Petitioner's MA coverage and deductible amount are determined.

AM/nr

-miet

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	Tara Roland 82-17 8655 Greenfield Detroit, MI 48228
	Wayne 17 County DHHS- via electronic mail
	BSC4- via electronic mail
	D. Smith- via electronic mail
	EQAD- via electronic mail
Petitioner	