

GRETCHEN WHITMER
GOVERNOR

# STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS LANSING

ORLENE HAWKS DIRECTOR



Date Mailed: February 1, 2019 MAHS Docket No.: 18-011302

Agency No.:
Petitioner:

**ADMINISTRATIVE LAW JUDGE:** Kevin Scully

#### **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; 45 CFR 99.1 to 99.33; and 45 CFR 205.10. After due notice, telephone hearing was held on January 10, 2019, from Lansing, Michigan. Petitioner represented himself. The Department was represented by Kimberly Kilmer.

## **ISSUE**

Did the Department of Health and Human Services (Department) properly determine Petitioner's eligibility for Medical Assistance (MA)?

#### 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 an ongoing Medical Assistance (MA) recipient on June 14, 2018, when the Department received his Health Care Coverage Supplemental Questionnaire (DHS-1004). Exhibit A, pp 6-9.
- 2. Petitioner was born on 1953, and he is eligible for Medicare. Exhibit A, p 7.
- 3. Petitioner receives monthly Retirement, Survivors, and Disability Insurance (RSDI) in the gross monthly amount of \$1,084. Exhibit A, p 40-42.
- 4. On October 31, 2018, the Department notified Petitioner that he was eligible for Medical Assistance (MA) with a \$723 monthly deductible effective December 1, 2018. Exhibit A, pp 29-34.

5. On October 26, 2018, the Department received Petitioner's request for a hearing protesting the category of Medical Assistance (MA) he has been placed in. Exhibit A, p 4.

### **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.

Persons may qualify under more than one MA category. Federal law gives them the right to the most beneficial category. The most beneficial category is the one that results in eligibility or the least amount of excess income. Department of Health and Human Services Bridges Eligibility Manual (BEM) 105 (April 1, 2017), p 2.

The Health Michigan Plan (HMP) is a "full Medicaid" category of Medical Assistance (MA) benefits that is available for individuals who are age 19-64 years of age. Department of Health and Human Services Bridges Eligibility Manual (BEM) 137 (April 1, 2018), p 1.

Petitioner does not meet the criteria for receiving HMP benefits.

The Department then considered Petitioner's eligibility for MA under the AD-CARE category, which is available to persons whose income is less than 100% of the federal poverty level and who are age 65 or older and/or are disabled. Department of Health and Human Services Bridges Eligibility Manual (BEM) 163 (July 1, 2017), p 1.

Petitioner receives RSDI in the gross monthly amount of \$1,084, and the federal poverty level for a single person in 2018 was \$1,011.67. Therefore, Petitioner is not eligible for AD-CARE benefits.

The Department then considered Petitioner's eligibility for MA under the MA-G2S category. A review of Petitioner's case reveals that the Department budgeted the correct amount of income received by Petitioner. Petitioner's "protected income level" is \$341, and this amount cannot be changed either by the Department or by this Administrative Law Judge. Department of Human Services Reference Table Manual (RFT) 240 (December 1, 2013), p 1. Department's determination that Petitioner has a

\$723 deductible per month that he must meet in order to qualify for MA for any medical expenses above is therefore correct.

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 eligibility for Medical Assistance (MA) benefits and placed him the most beneficial category that he is eligible for.

## **DECISION AND ORDER**

Accordingly, the Department's decision is AFFIRMED.

KS/dh

Kevin Scully

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 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

Kimberly Kilmer 800 Watertower Big Rapids, MI 49307

Mecosta County, DHHS

BSC3 via electronic mail

EQAD via electronic mail

D. Smith via electronic mail

**Petitioner** 

