

GRETCHEN WHITMER
GOVERNOR

# STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS LANSING

ORLENE HAWKS DIRECTOR



Date Mailed: April 18, 2019 MAHS Docket No.: 19-000962

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 March 20, 2019, from Lansing, Michigan. Petitioner represented himself. The Department was represented by April Nemec.

# **ISSUE**

Did the Department of Health and Human Services (Department) properly determine Petitioner's eligibility for the Medicare Savings Program (MSP)?

#### 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 2018, the Department received Petitioner's application for Medical Assistance (MA) benefits. Exhibit A, pp 11-18.
- 2. On November 8, 2018, the Department notified Petitioner that he was eligible for Medical Assistance (MA) effective November 1, 2018. Exhibit A, pp 19-21.
- 3. On December 19, 2018, the Department received Petitioner's Retroactive Medicaid Application (DHS-3243). Exhibit A, pp 26-28.
- 4. On January 15, 2019, the Department notified Petitioner that he was not eligible for the Medicare Savings Program (MSP) in October of 2018. Exhibit A, pp 29-34.

- 5. Petitioner received social security benefits in the annual amount of \$15,768 for 2018. Exhibit A, p 8.
- 6. On January 25, 2019, the Department received Petitioner's request for a hearing. 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.

There are three categories of Medicare Savings Program (MSP) benefits including the Qualified Medicare Beneficiary (QMB), the Special Low Income Medicare Beneficiary (SLMB), and the Additional Low Income Medicare Beneficiary (ALMB). QMB pays Medicare premiums, and Medicare coinsurances, and Medicare deductibles. QMB coverage begins the calendar month after the processing month. SLMB pays Medicare Part B premiums. SLMB coverage is available for retro MA months and later months. ALMB pays Medicare Part B premiums provided funding is available. The Department of Community Health notifies the Department of Human Services if funding is available. ALMB coverage is available for retro MA months and later months. Department of Human Services Bridges Eligibility Manual (BEM) 165 (January 1, 2018), pp 2-4.

ALMB coverage is available for retro MA months and later months; however, not for time in a previous calendar year. The Department will not approve ALMB for any month that is in a previous calendar year, even if application was made in the previous calendar year. BEM 165, p 4.

Petitioner applied for assistance with paying for his Medicare Part B premiums on 2018. Petitioner only meets the financial requirements of the ALMB category of MSP benefits because his gross monthly income exceeds 120% of the federal poverty level. The Department did not approve Petitioner's application for MSP benefits until January 15, 2019. Assistance with paying Medicare premiums is available retroactively but not in a previous calendar year even if the application was made in the previous calendar year. Therefore, the Department was acting in accordance with BEM 165 when it denied MSP benefits in 2018.

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 denied Medicare Savings Program (MSP) benefits in the application month, or in prior months.

## **DECISION AND ORDER**

Accordingly, the Department's decision is AFFIRMED.

KS/dh

Administrative Law dudge 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

Tamara Morris

125 E. Union St, 7th Floor

Flint, MI 48502

Genesee County, DHHS

BSC2 via electronic mail

EQAD via electronic mail

D. Smith via electronic mail

**Petitioner** 

