GRETCHEN WHITMER
GOVERNOR

# STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS MICHIGAN OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

ORLENE HAWKS DIRECTOR



Date Mailed: December 6, 2019 MOAHR Docket No.: 19-010476

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, a telephone hearing was held on November 7, 2019, from Lansing, Michigan. Petitioner was represented by himself. The Department of Health and Human Services was represented by Markita Mobley.

#### **ISSUE**

Did the Department of Health and Human Services (Department) properly determine Petitioner's eligibility for the Food Assistance Program (FAP)?

#### 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 May 29, 2019, the Department received Petitioner's Redetermination (DHS-1010). Exhibit 4.
- 2. Petitioner received earned income in the gross weekly amounts of \$781.25 on May 31, 2019, \$1,153.12 on June 7, 2019, \$953.13 on June 14, 2019, and \$1,056.25 on June 21, 2019. Exhibit 5.
- 3. On August 21, 2019, the Department notified Petitioner that he was eligible for Medical Assistance (MA) with a \$2,014 monthly deductible as of July 1, 2019. Exhibit 3.
- 4. On September 18, 2019, the Department received Petitioner's request for a hearing protesting the level of Medical Assistance (MA) that he is eligible for. Exhibit 2.

#### **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.

The income limit to participate in the Healthy Michigan Plan (HMP) is 133% of the federal poverty level. Department of Health and Human Services Reference Table Manual (RFT) 246 (April 1, 2014), p 1.

Petitioner is an ongoing recipient of MA benefits as a household of four, including himself, his wife, and two minor children. Petitioner provided verification of his earned income of a 30-day period where he received earned income totaling \$3,843.76, which is 179% of the federal poverty level for a household of four. Therefore, Petitioner is not eligible for full Medicaid under the Healthy Michigan Plan.

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.

A review of Petitioner's case reveals that the Department budgeted correct amount of income received by the Petitioner. The "protected income level" 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 the Petitioner has a \$2,014 deductible per month he must meet in order to qualify for MA for any medical expenses above is therefore correct. Petitioner's monthly deductible changed after July 1, 2019, and these changes were the result of Petitioner's varying level of income, but the evidence supports a finding that his income exceeded 133% of the federal poverty level in each of those months.

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 the level of Medical Assistance (MA) benefits that Petitioner is eligible for and placed him in the most beneficial category.

### **DECISION AND ORDER**

Accordingly, the Department's decision is AFFIRMED.

KS/hb

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 Office of Administrative Hearings and Rules (MOAHR).

A party may request a rehearing or reconsideration of this Order if the request is received by MOAHR 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. MOAHR will not review any response to a request for rehearing/reconsideration.

A written request may be mailed or faxed to MOAHR. If submitted by fax, the written request must be faxed to (517) 763-0155; Attention: MOAHR Rehearing/Reconsideration Request.

If submitted by mail, the written request must be addressed as follows:

Michigan Office of Administrative Hearings and Rules Reconsideration/Rehearing Request P.O. Box 30639 Lansing, Michigan 48909-8139 **DHHS** 

Keisha Koger-Roper 12140 Joseph Campau Hamtramck, MI 48212

Wayne County (District 55), DHHS

BSC4 via electronic mail

D. Smith via electronic mail

EQADHS via electronic mail

**Petitioner** 

