GRETCHEN WHITMER GOVERNOR STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS MICHIGAN OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

ORLENE HAWKS DIRECTOR



Date Mailed: July 21, 2020 MOAHR Docket No.: 20-003374 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 July 16, 2020, from Lansing, Michigan. The Petitioner was represented by herself. The Department of Health and Human Services (Department) was represented by Jennifer Travis, ES and Tasha Merlington, AP Supervisor. Department Exhibit 1, pp. 1-31 was received and admitted.

## <u>ISSUE</u>

Did the Department properly close Petitioner's Food Assistance Program case due to excess income?

#### 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 a recipient of FAP benefits receiving \$438 per month.
- 2. On April 6, 2020, Petitioner began to receive pandemic unemployment benefits on in the amount of \$600 per week. (Ex 1, p.6)
- 3. On May 4, 2020, Notice of Case Action was sent to Petitioner informing her that her FAP case would close effective June 1, 2020, due to excess income.

## 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.

# UNEMPLOYMENT BENEFITS

## All Programs Except Freedom To Work (FTW)

Unemployment benefits include all the following:

□ Unemployment benefits (UB) available through the Michigan Unemployment

Insurance Agency (UIA) and comparable agencies in other states.

□ Supplemental unemployment benefits (SUB pay) from an employer or other source.

□ Trade Readjustment Act (TRA) payments.

Count the gross amount as unearned income. BEM 503

In this case, Petitioner began receiving pandemic unemployment compensation supplement on April 4, 2020 in the amount of \$600 per week. There was a directive from the Department that this unemployment income was countable for the purpose of FAP eligibility. BEM 503 Petitioner testified that she had heard that this income should not be counted but could not explain where she heard that or cite any policy. The pandemic relief payment from the United States Treasury was not counted for FAP eligibility and that may have been what Petitioner heard about. The Department correctly counted Petitioner's unemployment supplement and correctly determined that Petitioner was over the income limit for FAP and closed her case. BEM 503, BEM 550, RFT 260

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 closed Petitioner's FAP case due to excess income.

# **DECISION AND ORDER**

Accordingly, the Department's decision is **AFFIRMED**.

AM/nr

-milt

Aaron McClintic 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 Kimberly Kornoelje 121 Franklin SE Grand Rapids, MI 49507

Kent County DHHS- via electronic mail

BSC3- via electronic mail

- M. Holden- via electronic mail
- D. Sweeney- via electronic mail

#### Petitioner

DHHS

