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

ORLENE HAWKS DIRECTOR



GRETCHEN WHITMER

GOVERNOR

|             | d: January 20  | •      |
|-------------|----------------|--------|
| MOAHR D     | ocket No.: 22- | 005921 |
| Agency No   | .:             |        |
| Petitioner: |                |        |

# ADMINISTRATIVE LAW JUDGE: Colleen Lack

### 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 January 10, 2023, from Lansing, Michigan. **Excernent** the Petitioner, appeared on his own behalf. The Department of Health and Human Services (Department) was represented by Brian Roedema, Assistance Payments supervisor (APS).

During the hearing proceeding, the Department's Hearing Summary packet was admitted as Exhibit A, pp. 1-17.

### <u>ISSUE</u>

Did the 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 December 3, 2022, a mass Cost of Living Allowance (COLA) update increased Petitioner's income from Retirement Survivors Disability Insurance (RSDI) benefits. (Exhibit A, p. 1)
- 2. On December 3, 2022, a Notice of Case Action was issued to Petitioner approving FAP for a decreased amount of \$103.00 per month for the period of January 1, 2023 through June 30, 2023. (Exhibit A, pp. 12-16)

3. On December 8, 2022, Petitioner requested a hearing contesting the amount of his monthly FAP allotment. (Exhibit A, pp. 4-5)

### 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.

In calculating the FAP budget, the Department considers unearned income, which includes Social Security Administration (SSA) issued benefits such as RSDI. BEM 503, January 1, 2023, pp. 29-31. The Department counts the gross benefit amount as unearned income. BEM 503, p. 29.

For FAP, a shelter expense is allowed when the FAP group has a shelter expense or contributes to the shelter expense. BEM 554, (October 1, 2022), p. 13. Shelter expenses include property taxes. BEM 554 p. 15. The heat/utility (h/u) standard covers all heat and utility costs including cooling, except actual utility expenses, for example, installation fees etc. FAP groups that qualify for the h/u standard do not receive any other individual utility standards. FAP groups whose heat is included in their rent may still qualify for the h/u standard. Some additional ways include but are not limited to. receipt of the Home Heating Credit (HHC) or a Low Income Home Energy Assistance Payment (LIHEAP). The amount of either payment must be greater than \$20 in the month of application or in the immediately preceding 12 months prior to the application month. BEM 554, p. 16. FAP groups who pay for cooling (including room air conditioners) are eligible for the h/u standard if, they have the responsibility to pay for non-heat electric. BEM 554 p. 18. FAP groups not eligible for the h/u standard who have other utility expenses or contribute to the cost of other utility expenses are eligible for the individual utility standards. Use the individual standard for each utility the FAP group has responsibility to pay. BEM 554 p. 22. Verified allowable medical expenses can also be considered for senior/disabled/veteran (SDV) FAP group members. BEM 554 pp. 8-13)

In this case, the Department redetermined Petitioner's eligibility for FAP due to the COLA increase for Petitioner's RSDI income. The full heat and utility standard was included in the FAP budget. At that time, no shelter or medical expenses had been reported. (Exhibit A, pp. 6-11; APS Testimony)

During a December 8, 2022 call with Petitioner, the Department learned that Petitioner has property taxes. It was discussed that once verification is submitted, the Department would include that shelter expense in the ongoing FAP budget. (Exhibit A, p. 17) The property tax verification was provided and did result in somewhat of an increase in the FAP benefit amount, but still less than the prior amount. (APS Testimony) Similarly, during a December 20, 2022 call with Petitioner, the Department learned that Petitioner may have medical expenses. (Exhibit A, p. 17) Petitioner testified that the medical bill is still pending with insurance. (Petitioner Testimony) Once verification of the medical expense in the ongoing FAP budget.

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 FAP based on the information available at that time.

### DECISION AND ORDER

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

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Administrative Law Judge

**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

### Via Electronic Mail :

DHHS

Kimberly Kornoelje Kent County DHHS 121 Franklin SE Grand Rapids, MI 49507 **MDHHS-Kent-Hearings@michigan.gov** 

#### Interested Parties

BSC3 M Holden D Sweeney MOAHR

Via First Class Mail :

### Petitioner

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