

STATE OF MICHIGAN

GRETCHEN WHITMER GOVERNOR DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS MICHIGAN OFFICE OF ADMINISTRATIVE HEARINGS AND RULES SUZANNE SONNEBORN EXECUTIVE DIRECTOR MARLON I. BROWN, DPA ACTING DIRECTOR



Date Mailed: September 28, 2023 MOAHR Docket No.: 23-003898 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 August 31, 2023, from Lansing, Michigan. The Petitioner was represented by herself. The Department of Health and Human Services (Department) was represented by Juanita Munoz. Department Exhibit 1, pp. 1-11 was received and admitted.

ISSUE

Did the Department properly determine that Petitioner was no longer eligible for the Medicare Savings Program?

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 June 8, 2023, a Health Care Coverage Determination was sent to Petitioner informing her that her Medicare Savings Program benefit was closing because she does not meet the basic criteria for the Medicare Savings Program. (Ex. 1, p.4)
- 2. On June 28, 2023, Petitioner requested hearing disputing the closure of the Medicare Savings Program.
- 3. The Department provided an SOLQ printout that showed Petitioner's Medicare part B ended on June 1, 2023, (Ex. 1, p.6)

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.

DEPARTMENT POLICY

MA Only

Medicare is a federal health insurance program administered by the Social Security Administration (SSA). Medicare has three parts: Part A, hospital insurance (HI), and Part B, supplementary medical insurance (SMI), Part D, prescription drug coverage. A person receiving Medicare may have to pay a monthly premium for his Medicare. A person is also responsible for some of the cost of Medicare-covered services. These costs are called coinsurances and deductibles.

Medicaid coverage includes Medicare cost-sharing benefits. This means Medicaid pays Medicare Part B premiums or Part A and B premiums, coinsurances and deductibles for certain Medicaid recipients. A person who can receive Medicare Part A free of charge is encouraged to apply for it.

The Michigan Department of Health and Human Services (MDHHS) Medical Services Administration (MSA) administers the Buy-In programs.

Part B Buy-In Program

The Part B Buy-In program is used to pay Part B premiums. The program is an agreement between MSA and SSA. The program can cover persons who are eligible for both Medicare Part B and are:

BEM 110, Low Income Families and FIP recipients.BEM 150, SSI recipients.BEM 155, 503 individuals.BEM 158, DAC recipients.

BEM 163, AD-Care recipients. BEM 164, Extended-Care recipients eligible for QMB. QMB, SLMB and ALMB recipients (BEM 165). BEM 174, Freedom to Work. Group 2 MA recipients (most).

For persons included in the Part B Buy-In program, Medicaid:

Pays the Medicare premiums; and Enrolls persons eligible for, but **not** enrolled in, Medicare Part B if they are enrolled in Medicare Part A or have refused Medicare Part B enrollment.

Generally, the Buy-In program operates automatically based on computer tapes from SSA and central office. Other insurance codes and social security claim numbers may be changed in Bridges by the Buy-In program activities.

Reference BEM 165 for Part B Buy-In criteria.

Part B Buy-In Effective Date

The Part B buy-in effective date is:

Determined by SSA for SSI recipients.

The month QMB or SLMB coverage begins if the only basis for buy-in is Medicare Savings Program eligibility.

Determined by MSA for ALMB.

The earliest date the client is both MA and Medicare Part B eligible for all other persons covered by the Buy-In Program, except that buy-in **under** Group 2 MA is **not** retroactive more than two years.

The buy-in is usually processed at the end of the calendar month that a case is opened in Bridges. It takes SSA about 120 days after that to adjust the client's RSDI check. The client will receive a refund for premiums paid while the buy-in was being processed. BAM 810 (January 2020)

In this case, according to the SOLQ printout provided by the Department, Petitioner's Medicare Part B ended effective June 1, 2023. (ex. 1, p.6) Since Petitioner did not have Medicare Part B she was not eligible for Medicare Cost Share and the closure by the Department was proper and correct and consistent with Department policy.

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 Medicare Savings Program benefit because her Medicare Part B ended on June 1, 2023, and she did not meet the criteria for the Medicare Savings Program. BAM 810

DECISION AND ORDER

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

AM/ml

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Aaron McClintic 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

Tracy Felder Wayne-Southwest-DHHS 2524 Clark Street Detroit, MI 48209 **MDHHS-Wayne-41-Hearings@michigan.gov**

Interested Parties BSC4 M Schaefer EQAD MOAHR

Via First Class Mail:

