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

ORLENE HAWKS DIRECTOR



Date Mailed: August 15, 2023
MOAHR Docket No.: 23-004007
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 August 9, 2023, from Lansing, Michigan. Petitioner represented herself. The Department was represented by Margo Sherman and Corlette Brown.

## 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. Petitioner is an ongoing recipient of Food Assistance Program (FAP) benefits as a household of three.
- 2. Petitioner receives monthly earned income from employment in the gross monthly amount of \$
- 3. Petitioner is responsible for rent in the monthly amount of \$450, and she is responsible for utility bills separate from her rent.
- 4. On July 6, 2023, the Department notified Petitioner that she was eligible for a \$179 monthly allotment of Food Assistance Program (FAP) benefits.
- 5. On July 7, 2023, the Department received Petitioner's request for a hearing protesting the size of her monthly allotment of Food Assistance Program (FAP) benefits.

## 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) is funded under the federal Supplemental Nutrition Assistance Program (SNAP) established by the Food and Nutrition Act of 2008, as amended, 7 USC 2011 through 7 USC 2036a. It is implemented by the federal regulations contained in 7 CFR 273. The Department administers FAP pursuant to MCL 400.10 of the Social Welfare Act, MCL 400.1 *et seq*, and Mich Admin Code, R 400.3001 through 400.3011.

All earned and unearned income available is countable unless excluded by policy. Earned income means income received from another person or organization or from self-employment for duties for duties that were performed for compensation or profit. Unearned income means all income that is not earned income. The amount counted may be more than the client actually receives because the gross amount is used prior to any deductions. Department of Human Services Bridges Eligibility Manual (BEM) 500 (April 1, 2022), pp 1-17.

All income is converted to a standard monthly amount. If the client is paid weekly, the Department multiplies the average weekly amount by 4.3. If the client is paid every other week, the Department multiplies the average bi-weekly amount by 2.15. Department of Human Services Bridges Eligibility Manual (BEM) 505 (October 1, 2017), pp 7-8.

The heat and utility standard covers all heat and utility costs including cooling, except actual utility expenses. FAP groups that qualify for the heat and utility standard do not receive any other individual utility standards. A FAP group which has a heating expense or contributes to the heating expense separate from rent, mortgage or condominium/maintenance payments must use the heat and utility standard. Department of Human Services Bridges Eligibility Manual (BEM) 554 (January 1, 2020), pp 15-21.

The Department will verify shelter expenses at application and when a change is reported. If the client fails to verify a reported change in shelter, the Department will remove the old expense until the new expense is verified. Department of Health and Human Services Bridges Eligibility Manual (BEM) 554 (April 1, 2023), p 15.

Petitioner is an ongoing recipient of FAP benefits as a household of three. Petitioner receives earned income in the gross monthly amount of **Sector** which was determined by multiplying her average bi-weekly income by the 2.15 conversion factor as directed by BEM 503. Petitioner's adjusted gross monthly income of **Sector** was determined by

reducing her prospective gross income by the 20% earned income deduction and the \$193 standard deduction.

Petitioner is entitled to a \$139 excess shelter deduction, which was determined by adding her monthly \$450 rent payment to the standard \$624 heat and utility deduction, then reducing that amount by 50% of her adjusted gross income.

Petitioner's net income of **Sector** was determined by reducing her adjusted gross income by the excess shelter deduction. A household of three with a net income of **Sector** is entitled to a \$220 monthly allotment of FAP benefits. Department of Health and Human Services Reference Table Manual (RFT) 260 (October 1, 2022), pp 24.

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 the Food Assistance Program (FAP).

# DECISION AND ORDER

Accordingly, the Department's decision is AFFIRMED.

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Kevin Scully Administrative Law Judge Michigan Office of Administrative Hearings and Rules (MOAHR)

**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

Corlette Brown Wayne-District 31 (Grandmont) 17455 Grand River Detroit, MI 48227 **MDHHS-Wayne-31-Grandmont-Hearings@Michigan.gov** 

### Interested Parties

Wayne 31 County DHHS BSC4 M. Holden D. Sweeney MOAHR

Via-First Class Mail :

### Petitioner

