GRETCHEN WHITMER
GOVERNOR

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

MARLON I. BROWN, DPA DIRECTOR



Date Mailed: February 29, 2024 MOAHR Docket No.: 24-000079

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 February 27, 2024, from Lansing, Michigan. Petitioner represented himself. The Department was represented by Jacob Frankman.

ISSUE

Did the Department of Health and Human Services (Department) properly close Petitioner's Medical Assistance (MA) benefits?

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 November 2023, the Department received Petitioner's application for Medical Assistance (MA) benefits as a household of one. Exhibit A, pp 10-14.
- 2. Petitioner reported on his November 2023, application form that he was employed and expected to work 25 hours per week at a rate of \$■ per hour. Exhibit A, p 12.
- 3. Petitioner provide copies of his paycheck stubs showing that he received earned gross income totaling states in November of 2023. Exhibit A, pp 5-7.
- 4. On January 2024, the Department notified Petitioner that he was not eligible for Medical Assistance (MA) effective November 1, 2023. Exhibit A, p 15.
- 5. On January 2, 2024, the Department received Petitioner's request for a hearing protesting the closure of his Medical Assistance (MA) benefits. Exhibit A, pp 3-4.

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 through 42 USC 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 through 42 CFR 420.25. The Department administers the MA program pursuant to 42 CFR 435, MCL 400.10, and MCL 400.103 through MCL 400.112k of the Social Welfare Act, MCL 400.1 *et seq.*

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.

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 applied for MA benefits on November 2023, as a household of one. Petitioner reported that he was employed and that he expected to work 25 hours per week at a rate of per hour. Petitioner's expected earned income from employment is 165% of the federal poverty level for a household of one and based on the information Petitioner reported on his application for assistance, the Department properly determined that he is not eligible for MA benefits.

Petitioner provided verification that his actual earned income in November of 2023 was This income is 156% of the federal poverty level and Petitioner is ineligible for MA benefits based on this level of income.

Petitioner testified that his income has been reduced further due a reduction of his employment but did not offer any evidence of an income reduction.

However, the hearing record supports a finding that Petitioner was not eligible for MA benefits based on his income in the month he applied for benefits. As Petitioner's circumstances change, his eligibility for MA benefits may also change.

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 denied Petitioner's November 2023, application for Medical Assistance (MA) based on his income.

DECISION AND ORDER

Accordingly, the Department's decision is AFFIRMED.

KS/dm

Kevih 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 <u>Via-Electronic Mail :</u> DHHS

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<u>Via-First Class Mail :</u> Petitioner