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

MARLON I. BROWN, DPA DIRECTOR



GRETCHEN WHITMER

GOVERNOR

Date Mailed: March 21, 2024 MOAHR Docket No.: 24-001050 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 March 19, 2024, from Lansing, Michigan. Petitioner represented herself. The Department was represented by Jennifer Richard.

## **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 December 2023, the Department received Petitioner's application for Food Assistance Program (FAP) benefits. Exhibit A, p 6.
- 2. Petitioner reported that she has cash assets of \$ in a saving account on her December 2023, application form. Exhibit A, p 9.
- 3. On December 2023, the Department requested that Petitioner provide verification of her available cash assets by January 2, 2024. Exhibit A, pp 15-18.
- 4. On December 2023, the Department notified Petitioner that she was not eligible for Medical Assistance (MA) effective February 1, 2024. Exhibit A, pp 20-23.
- 5. On January 2, 2024, the Department received 6 pages of printouts showing bank account information that did not contain Petitioner's name or bank account numbers printed on the documents. Exhibit A, pp 24-29.

6. On January 29, 2024, the Department received Petitioner's request for a hearing protesting the closure of her Medical Assistance (MA) benefits. 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 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.* 

Clients must cooperate with the local office in determining initial and ongoing eligibility and this includes the completion of necessary forms. Department of Human Services Bridges Assistance Manual (BAM) 105 (October 1, 2023), p 9.

Verification means documentation or other evidence to establish the accuracy of the client's verbal or written statements. Verification is usually required at application/redetermination and for a reported change affecting eligibility or benefit level when it is required by policy, required as a local office option, or information regarding an eligibility factor is unclear, inconsistent, incomplete, or contradictory. The Department uses documents, collateral contacts, or home calls to verify information. A collateral contact is a direct contact with a person, organization, or agency to verify information from the client. When documentation is not available, or clarification is needed, collateral contact may be necessary. Department of Human Services Bridges Assistance Manual (BAM) 130 (October 1, 2023), pp 1-10.

Reinstatement restores a closed program to active status without completion of a new application. Closed programs may be reinstated for complying with program requirements before the negative action date. Department of Health and Human Services Bridges Administrative Manual (BAM) 205 (January 1, 2022), p 1.

Petitioner was an ongoing recipient of MA benefits on December 2023, when the Department requested that she provide verification of her cash assets by January 2, 2024. On January 2, 2024, the Department received 6 pages of printouts showing bank account information that did not contain Petitioner's name or bank account numbers. Since the information Petitioner submitted did not verify her available cash assets, the Department notified Petitioner that she was not eligible for MA benefits.

Petitioner had a duty to provide the Department with information necessary to accurately determine her eligibility for MA benefits. Had Petitioner provided the Department with

information that verified the balance of her bank account before February 1, 2024, the Department would have reinstated Petitioner's MA benefits. Since the Department did not receive the information that was requested before the negative action date, Petitioner's MA benefits remained closed.

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 Medical Assistance (MA) benefits due to her failure to provide the Department with information necessary to determine her eligibility to receive benefits.

## **DECISION AND ORDER**

Accordingly, the Department's decision is AFFIRMED.

KS/dm

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 Kimberly Kornoelje Kent County DHHS MDHHS-Kent-Hearings@michigan.gov

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Via-First Class Mail :

Petitioner