GRETCHEN WHITMER
GOVERNOR

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

MARLON BROWN DIRECTOR



Date Mailed: June 10, 2024 MOAHR Docket No.: 24-004808

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 May 30, 2024, from Lansing, Michigan. Petitioner represented herself. The Department was represented by Anna Peterson.

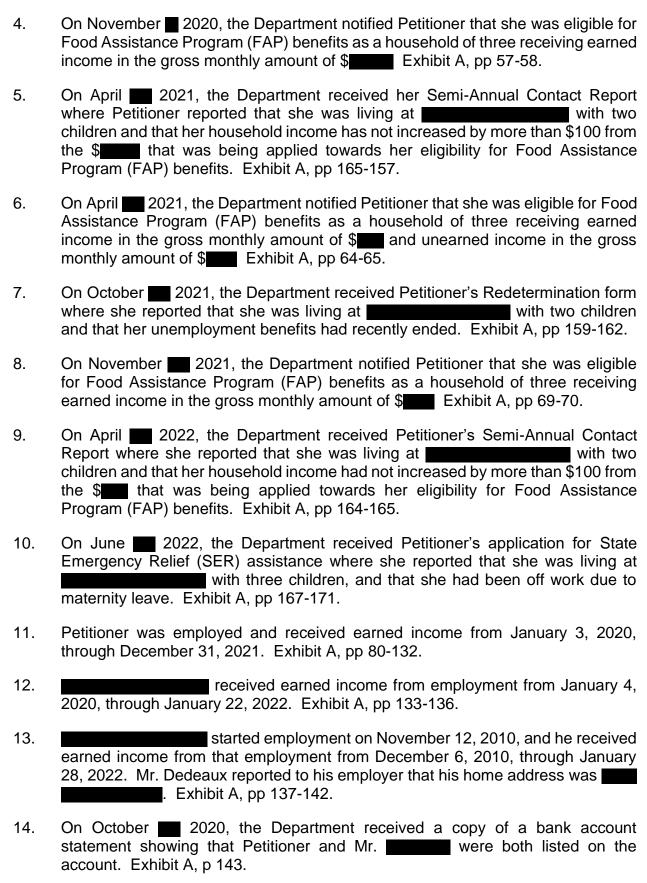
ISSUE

Did the Department of Health and Human Services (Department) properly determine that Petitioner received a \$8,335 overissuance of Food Assistance Program (FAP) benefits that the Department is required to recoup?

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 October 2019, Petitioner was an ongoing recipient of Food Assistance Program (FAP) benefits as a household of three people including herself and her two children, when the Department received her Semi-Annual Contact Report where she reported that her household income and not increased by more than \$100 from the \$ that was being applied towards her eligibility for Food Assistance Program (FAP) benefits. Exhibit A, pp 148-150.
- 2. On October 2020, the Department received Petitioner's Redetermination form where she confirmed that she was living at with two children. Exhibit A, pp 151-152.
- 3. On October 2019, the Department notified Petitioner that she was eligible for Food Assistance Program (FAP) benefits as a household of three receiving earned income in the gross monthly amount of \$ Exhibit A, pp 51-52.



- 15. Mr. as is named on the mortgage for the properly located at as of July 16, 2022. Exhibit A, p 144.
- 16. Petitioner received Food Assistance Program (FAP) benefits. Exhibit A, pp 14-21.
- 17. On April 2024, the Department sent Petitioner a Notice of Overissuance (DHS-4358) instructing her that she had received a succession overissuance of Food Assistance Program (FAP) benefits that the Department intends to recoup. Exhibit A, p 7.
- 18. On May 1, 2024, the Department received Petitioner's request for a hearing protesting the recoupment of Food Assistance Program (FAP) 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 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.

FAP group composition is established by determining who lives together, the relationship of the people who live together, whether the people living together purchase and prepare food together or separately, and whether the persons reside in an eligible living situation. Parents and their children must be in the same FAP benefit group. Department of Human Services Bridges Eligibility Manual (BEM) 212 (March 1, 2024), p 1.

Petitioner was an ongoing recipient of FAP benefits when the Department received her State Emergency Relief (SER) application requesting assistance with a utility bill. Petitioner claims that she pays rent in her home, but the Department discovered that the home is owned by the father of Petitioner's children. The father of Petitioner's children is employed and received earned income, and this income is countable towards Petitioner's eligibility for FAP benefits if he is living in the home.

Petitioner argues that the father of her children lives with his parents but failed to offer any evidence of where he lives.

The Father of Petitioner's children owns the home where Petitioner lives, and he reported that address to his employer as his home address. Petitioner has a bank account along

with the father of her children and this bank account lists the father of her children as a co-owner.

Based on the evidence and testimony available during the hearing, the hearing record supports a finding that the father of Petitioner's children lives in the home with Petitioner, and he is a mandatory group member as required by BEM 212. Department policy does not allow a parent to be excluded from a household even if the parent is not in the home full time.

Petitioner received FAP benefits for herself and her children totaling \$ from December 1, 2020, through January 31, 2022, not including certain supplemental benefits granted under the Consolidated Appropriations Act (CCA) due the public health emergency and PEBT benefits. If Petitioner had reported to the Department that the father of her children was living in the home, she would not have been eligible for any FAP benefits. Supplemental FAP benefits granted under the CCA and PEBT benefits can not be recouped by the Department. Therefore, Respondent received \$ of FAP benefits that she was not entitled to, and the Department is required to recoup those benefits.

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 that Petitioner received a soverissuance of Food Assistance Program (FAP) benefits that the Department is required to recoup.

DECISION AND ORDER

Accordingly, the Department's decision is AFFIRMED.

KS/dm

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