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

MARLON BROWN DPA DIRECTOR



Date Mailed: April 23, 2024	
MOAHR Docket No.: 24-002942	2
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 April 16, 2024, from Lansing, Michigan. The Petitioner was represented by herself. The Department of Health and Human Services (Department) was represented by Walita Randle Overpayment Establishment Analyst. Department Exhibit 1, pp. 1-48 was received and admitted.

# **ISSUE**

Did the Department properly determine that Petitioner received an overissuance of Food Assistance Program (FAP) benefits due to client error?

# **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 was a recipient of FAP benefits.
- 2. Petitioner began working at **Exercise 1** in the second quarter of 2019 and did not report that employment within 10 days as required.
- 3. On February 8, 2024, a Notice of Overissuance was sent to Petitioner alleging that she received an overissuance of FAP benefits in the amount of \$768 from June 1, 2019, through August 31, 2019, because she failed to report new employment that resulted in income not being budgeted that should have been included.
- 4. On February 21, 2024, Petitioner requested a hearing disputing the determination of overissuance.

# 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) [formerly known as the Food Stamp program] is established by the Food and Nutrition Act of 2008, as amended, 7 USC 2011 to 2036a and is implemented by the federal regulations contained in 7 CFR 273. The Department (formerly known as the Department of Human Services) administers FAP pursuant to MCL 400.10, the Social Welfare Act, MCL 400.1-.119b, and Mich Admin Code, R 400.3001-.3011.

### **Client Error**

#### All Programs

A client error occurs when the client received more benefits than they were entitled to because the client gave incorrect or incomplete information to the department. BAM 700

In this case, Petitioner had employment income from that was not reported that should have been budgeted. Nothing in the electronic case file showed that Petitioner reported her new employment with the provided sufficient proof to establish that Petitioner failed to report her new employment with the was not income that should have been budgeted that was not. As a result, Petitioner received \$768, in FAP benefits from the time period June 1, 2019, through August 31, 2020, due to client error. Department policy requires that agency error overissuances be recouped if they are over \$250. BAM 700

Petitioner testified that she did not recall whether she reported her new employment with within 10 days as required and stated her memory would likely be better if the matter had been brought to her attention sooner. It should be noted that even if Petitioner had reported her new employment, the income was not budgeted so the Department would still be required to pursue the overissuance.

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 an overissuance of FAP benefits in the amount of \$768 during the time period from June 1, 2019, and August 31, 2019, due to client error.

# **DECISION AND ORDER**

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

AM/cc

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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 :

#### **Interested Parties**

MDHHS-Muskegon-Hearing BSC3-HearingDecisions MDHHS-Recoupment-Hearings N. Denson-Sogbaka B. Cabanaw M. Holden MOAHR

#### Via-First Class Mail :

#### Petitioner

