STATE OF MICHIGAN STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:

Reg. No: 201051603 Issue No: 1038 Case No: Load No: Hearing Date: October 19, 2010 Kent County DHS

ADMINISTRATIVE LAW JUDGE: Kevin Scully

HEARING DECISION

This matter is before the undersigned Administ rative Law Judge by authority of MC L 400.9 and MCL 400.37. Claimant's request for r a hearing was r eceived on August 19, 2010. After due notice, a telephone hearing was held on Tuesday, October 19, 2010.

<u>ISSUE</u>

Whether the Department of H uman Servic es (Department) properly san ctioned the Claimant's Family Independence Program (FIP) case for noncompliance wit h the Jobs, Education, and Training (JET) program?

FINDINGS OF FACT

The Administrative Law Judge, based upon the competent, material and substantial evidence on the whole record, finds as material fact:

- 1. The Claimant received FIP benefits until September 1, 2010.
- 2. The Department referred the Claimant to the Jobs, Education, and Train ing (JET) program as a condition of receiving FIP benefits.
- 3. The Claimant was noncompliant with the JET program when he did not complete his JET assignment for the week of July 17, 2010.
- 4. The Department conducted a triage meeting on August 3, 2010.
- 5. On August 3, 2010, the D epartment notified the Claimant that it would terminate her FIP benefits as of September 1, 2010.

6. The Department received the Claimant's request for a hearing on August 19, 2010, protesting the termination of her FIP benefits.

CONCLUSIONS OF LAW

The Family Independence Program (FIP) was established pursuant to the Personal Responsibility and Work Opportunity Reconc iliation Act of 1996, P ublic Law 104-193, 8 USC 601, et seq. The Department of Human Services (DHS or Department) administers the FIP program pursuant to MCL 400.10, et seq., and MAC R 400.3101-3131. The FIP program replaced the Ai d to Dependent Children (ADC) program effective October 1, 1996. De partment policies are found in the Bridges Administrative Manual (BAM), the Bridges Elig ibility Manual (BEM), Refe rence Table Manual (RF T), and the Bridges Reference Manual (BRM).

Department policy states that clients must be made aware that public as sistance is limited to 48 months to meet their family's needs and that they must take personal responsibility to achieve self-sufficiency. This message, along with information on ways to achieve independence, direct support services, non-compliance penalties, and good cause reasons, is initially shared by DHS when the client applies for cash assistance. Jobs, Education and Training (JET) program requirements, education and training opportunities, and as sessments will be covered by the JET case manager when a mandatory JET participant is referred at application. PEM 229, p. 1.

Federal and State laws require each work eligib le individual (WEI) in the FIP and RAP group to participate in the Jobs, Educati on and T raining (JET) Program or other employment-related activities unless temporar ily deferred or engaged in activities that meet participation requirements. These c lients must participate in employment and/or self-sufficiency-related activities to in crease their employability and obtain stab le employment. JET is a program administer ed by the Michigan D epartment of Labor and Economic Growth (D LEG) through the Mi chigan Works Agencies (MWAs). The JET program serves employers and job seekers for employers to have skille d workers and job seekers to obtain jobs that provide economic self-sufficiency. A WEI who refuses, without good cause, to participate in as signed employment and/or self-sufficiency-related activities. PEM 230A, p. 1.

Noncompliance of applic ants, recipients, or member adds means doing any of the following without good cause:

- Failing or refusing to:
 - Appear and participate with the Jobs, Education and Training (JET) Program or other employment service provider.

- Complete a Family Automated Screening Tool (FAST), as assigned as the first step in the FSSP process.
- Develop a Family Se If-Sufficiency Plan (F SSP) or a Personal Respons ibility Plan and Family Contract (PRPFC).
- Comply with activities assigned to on the Family Self-Sufficiency Plan (FSSP).
- Provide legitimate documentation of work participation.
- Appear for a scheduled appointment or meeting related to assigned activities.
- Participate in employment and/or self-sufficiencyrelated activities.
- Accept a job referral.
- Complete a job application.
- Appear for a job interview (see the exception below).
- Stating orally or in writing a definite intent not to comply with program requirements.
- Threatening, physically abusing or otherwise behav ing disruptively toward anyone conducting or participating in an employment and/or self-sufficiency-related activity.
- Refusing employment support services if the refusal prevents participation in an employment and/or s elfsufficiency-related activity. PEM 233A, pp. 1-2.

The Department is required to send a DHS -2444, Notice of Employment and/or Self Sufficiency Related Noncompliance within noncompliance which must in clude the date of noncompliance e, the reason the client was determined to be noncompliant, the penalty that will be imposed and the triage date within the negative action period. PEM 233A, p. 9

Good cause is a valid reason for nonc ompliance wit h employ ment and/or self-sufficiency-related activities that are based on factors that are beyond the control of the noncompliant per son. A claim of good c ause must be verified and doc umented for member adds and recipients. If it is determined at triage that the client has good cause ,

and good cause issues have been resolved, the client should be sent back to JET. PEM 233A, p. 4, 5

Good cause should be determined based on the best information available during the triage and prior to the negative action date. Good cause may be verified by information already on file with DHS or MWA. Good c ause must be considered even if the client does not attend, with particular attention to that have not been diagnosed or ident accommodation. PEM 233A, p. 9

The penalty for noncomplianc e without good cause is FIP closure. Effective April 1, 2007, the following minimum penalties apply:

- For the first occurrence on the FIP case, close the FIP for not less than 3 calendar mont hs unless the client is excused from the noncomplianc e as noted in "First Case Noncompliance Without Loss of Benefits" below.
- For the second occur rence on the FIP case, close the FIP for not less than 3 calendar months.
- For the third and subsequent occurrence on the FIP case, close the FIP for not less than 12 calendar months.
- The penalty counter also begins April 1, 2007 regardless of the previous num ber of noncompliance penalties. PEM, Item 233A.

Noncompliance, without good cause, with employment r equirements for FIP/RAP(SEE PEM 233A) may affect FAP if both programs were active on the date of the FIP noncompliance. PEM 233b, p. 1 The FAP group member should be disqualified for noncompliance when all the following exist:

- The client was active bot h FIP and FAP on the date of the FIP noncompliance, and
- The client did not comply wit h FIP/RAP employment requirements, and
- The client is s ubject to a penalty on the FIP/RA P program, and
- \circ The client is not deferred from FAP work requirements, and

• The c lient did not have good c ause for the noncompliance. PEM 233B, p.2

The Department should budget the Last FIP grant amount on the FAP budget for the number of months that corres ponds with the FIP penalty (e ither three months for the first two noncomplianc es or 12 months for the third and subsequent noncompliances) after the FIP case closes for employment and/or self sufficiency-related noncompliance. The Last F IP grant amount is the grant amount the client received immediat ely before the FIP case closed.

The Claimant was an ongoing FIP rec ipient until Septemb er 1, 2010, and th е Department had referred the Claimant's hus band, a FIP group mem ber, to the Jobs, Education and Training (JET) program as a condition of the group receiving FIP benefits. The Claimant's hus band completed part of his JET assignment through parttime employment and part through job searches. During the week of July 17, 2010, the Claimant's husband failed to submit docu mentation of his job searches. The Department held a triage meeting on August 3, 2010, where the Claimant was given the the husband's noncompliance with the JET opportunity to establish good cause for program. The Claimant's husband attended the triage meeting, and the Department did not find good cause. The Department then sanctioned the Claimant's FIP case effective September 1, 2010.

The Claim ant's husband argued that he completed the job search portion of his J ET assignment, but did not turn in the documenta tion. The Claima nt testified that he was not aware of the proper procedure for recording his JET assignment logs.

The Department's representative testified that the Claimant had been counseled in the past for not properly submitting documentation of his JET assignment.

A lack of awareness of the requirements of the JET pr ogram cannot be used to establish good cause for noncompliance wit h the JET program. The D epartment's determination that the Claim ant did not have good cause is r easonable, and the Department has established t hat it properly sanctioned t he Claimant's FIP case for noncompliance with the JET program.

DECISION AND ORDER

The Administrative Law Judge, based upon t he above findings of fact and conclusion s of law, decides that the D epartment acted in accordance with policy when it sanctioned the Claimant's Family Independence Program (FIP) case for noncompliance with the Jobs, Education, and Training (JET) program.

The Department's FIP sanction is AFFIRMED. It is SO ORDERED.

Kevin Scully Administrative Law Judge for Ismael Ahmed, Director Department of Human Services

Date Signed: October 29, 2010

Date Mailed: October 29, 2010

NOTICE: Administrative Hearings may or der a rehearing or reconsideration on either its own motion or at t he request of a party within 30 days of the mailing date of this Decision and Order. Administrative Hear ings will not order a rehearing or reconsideration on the Department's mo tion where the final decis ion cannot be implemented within 60 days of the filing of the original request.

The Claimant may appeal the Decision and Order to Circuit Court within 30 days of the receipt of the Decision and Order or, if a ti mely request for rehearing was made, within 30 days of the receipt date of the rehearing decision.

KS/alc

