STATE OF MICHIGAN MICHIGAN ADMINISTRATIVE HEARING SYSTEM ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:

Reg. No: 2012370 Issue No: 1038

Case No:

Hearing Date: October 27, 2011

Muskegon County DHS

ADMINISTRATIVE LAW JUDGE: Suzanne D. Sonneborn

HEARING DECISION

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and MCL 400.37 upon Claimant's request for a hearing received on September 12, 2011. After due notice, a telephone hearing was held on October 26, 2011. Claimant appeared and provided testimony.

<u>ISSUE</u>

Whether the Department of Human Services properly closed and sanctioned Claimant's Family Independence Program (FIP) benefits based on Claimant's noncompliance with Work First/Jobs, Education and Training (WF/JET) requirements?

FINDINGS OF FACT

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

- At all times relevant to this hearing, Claimant was a recipient of FIP benefits and, as a recipient of FIP benefits, Claimant was a mandatory WF/JET participant.
- On August 23, 2011, the Department mailed Claimant a Notice of Noncompliance (DHS 2444), advising her that she was in noncompliance for at least the third time by failing to participate as required in employment and/or self-sufficiency related activities. The Notice scheduled a triage appointment for Claimant on August 30, 2011 at 1:00 p.m. The Notice further advised Claimant that she had until September 2, 2011 to demonstrate good cause for her non-compliance. (Department Exhibits 5-8, 12-15, 37)

- 3. Claimant did not attend the August 30, 2011 triage appointment and did not submit any documentation by the September 2, 2011 deadline to demonstrate good cause for her non-compliance. (Department Exhibit 12)
- 4. On August 30, 2011, the Department mailed Claimant a Notice of Case Action advising her that, effective October 1, 2011, her FIP case would be closed and sanctioned for a 12-month period due to her failure to participate in employment and/or self-sufficiency related activities without good cause. (Department Exhibits 1-4)
- 5. On September 12, 2011, Claimant requested a hearing, protesting the closure and sanction of her FIP case. (Request for a Hearing)

CONCLUSIONS OF LAW

Clients have the right to contest a Department decision affecting eligibility or benefit levels whenever it is believed that the decision is incorrect. The Department will provide an administrative hearing to review the decision and determine the appropriateness of that decision. BAM 600. The regulations governing the hearing and appeal process for applicants and recipients of public assistance in Michigan are found in the Michigan Administrative Code, MAC R 400.901-400.951.

The Family Independence Program (FIP) was established pursuant to the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Public Law 104-193, 8 USC 601, et seq. The Department administers the FIP program pursuant to MCL 400.10, et seq., and MAC R 400.3101-3131. Department policies for the program are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM), Reference Table Manual (RFT), and the Bridges Reference Manual (BRM).

Department policy states that clients must be made aware that public assistance 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 the Department when the client applies for cash assistance. These clients must participate in employment and/or self-sufficiency-related activities to increase their employability and obtain stable employment. JET is a program administered by the Michigan Department of Licensing and Regulatory Affairs (LARA) through the Michigan Works Agencies (MWAs). The JET program serves employers and job seekers for employers to have skilled workers and job seekers to obtain jobs that provide economic self-sufficiency. JET program requirements, education and training opportunities, and assessments are covered by the JET case manager when a mandatory JET participant is referred at application. BEM 229.

Federal and State laws require each work eligible individual (WEI) in the FIP group to participate in the JET program or other employment-related activities unless temporarily deferred or engaged in activities that meet participation requirements. BEM 230A. A

spouse or parent who provides care for a spouse or child with disabilities living in the home is not a WEI and is not referred to the work participation program if: the spouse/child with disabilities lives with the spouse/parent providing care; and a doctor verifies the following: the spouse/child with disabilities requires a caretaker due to the extent of the disability; the spouse/parent is needed in the home to provide care; the spouse/parent cannot engage in an employment-related activity due to the extent of are required. BEM 230A.

A WEI who refuses, without good cause, to participate in assigned employment and/or self-sufficiency-related activities is subject to penalties. BEM 230A. Noncompliance of applicants, recipients, or member adds means doing any of the following without good cause:

. Failing or refusing to:

- .. Appear and participate with the 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 Self-Sufficiency Plan (FSSP) or a Personal Responsibility 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-sufficiency-related 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 behaving 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 self-sufficiency-related activity. BEM 233A.

JET participants will not be terminated from a JET program without first scheduling a "triage" meeting with the client to jointly discuss noncompliance and good cause. The Department coordinates the process to notify the MWA case manager of triage meetings including scheduling guidelines.

Clients can either attend a meeting or participate in a conference call if attendance at the triage meeting is not possible. If a client calls to reschedule an already scheduled triage meeting, the client is offered a telephone conference at that time. Clients must comply with triage requirement within the negative action period.

The Department is required to send a DHS-2444, Notice of Employment and/or Self Sufficiency Related Noncompliance within three days after learning of the noncompliance which must include the date of noncompliance, the reason the client was determined to be noncompliant, the penalty that will be imposed and the triage date within the negative action period. BEM 233A.

Good cause is a valid reason for noncompliance with employment and/or self-sufficiency-related activities that are based on factors that are beyond the control of the noncompliant person. A claim of good cause must be verified and documented 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. BEM 233A.

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 cause must be considered even if the client does not attend, with particular attention to possible disabilities (including disabilities that have not been diagnosed or identified by the client) and unmet needs for accommodation. BEM 233A.

The penalty for noncompliance 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 months unless the client is excused from the noncompliance as noted in "First Case Noncompliance Without Loss of Benefits" below.

- . For the second occurrence 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 number of noncompliance penalties. BEM 233A.

In this case, Claimant was required to participate in the Work First/JET program as a condition of receiving her FIP benefits. On August 23, 2011, the Department found that Claimant was noncompliant for having failed to submit her required job search verifications from May 22, 2011 through August 23, 2011. And, because Claimant did not attend her triage appointment or otherwise demonstrate good cause for her noncompliance, the department closed Claimant's FIP case and imposed a 12-month sanction period effective October 1, 2011.

At the hearing, Claimant testified that she didn't complete or submit any job search activity logs between May 22, 2011 and August 23, 2011 because it was her understanding that as long as she was enrolled in an online GED program, she was not required to submit her required job search verifications. However, Claimant could not verify that she was actually enrolled in an online GED program during this time period. More importantly, Claimant's understanding is contrary to the Work First/JET program requirements — requirements of which Claimant should be well aware, given her participation in the WF/JET program since as early as July 2008. Furthermore, the department representative testified that Claimant would have been advised following her completion of her Unlocking True Potential class that she must continue to participate in the WF program, despite her online enrollment in a GED program.

The Administrative Law Judge finds that, based on the material and substantial evidence presented during the hearing, Claimant has failed to credibly show good cause for her failure to participate as required in employment and/or self-sufficiency related activities and the Department properly closed and sanctioned Claimant's FIP case for non-compliance.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides that the Department properly closed and sanctioned Claimant's FIP benefits case due to Claimant's non-compliance with WF/JET requirements. The Department's actions are **UPHELD**.

It is SO ORDERED.

Suzanne D. Sonneborn Administrative Law Judge for Maura D. Corrigan, Director Department of Human Services

Date Signed: _____

Date Mailed: _____

NOTICE: The Michigan Administrative Hearing System (MAHS) may order a rehearing or reconsideration on either its own motion or at the request of a party within 30 days of the mailing date of this Hearing Decision and Order. MAHS will not order a rehearing or reconsideration on the Department's motion where the final decision cannot be implemented within 90 days of the filing of the original request.

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

SDS/cr

CC:

