# BEFORE THE ALASKA OFFICE OF ADMINISTRATIVE HEARINGS ON REFERRAL BY THE COMMISSIONER OF HEALTH AND SOCIAL SERVICES

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In the Matter of

LB

OAH No. 14-0160-SNA Agency No.

### DECISION

## I. Introduction

On January 7, 2014, L B applied for Food Stamps. The Division of Public Assistance (Division) approved benefits for her household, but did not consider her needs in determining the benefit amount because it found that Ms. B was convicted of a felony involving a controlled substance in 2010. She appealed, asserting that her conviction was set aside by the court and is no longer considered a conviction for Food Stamp purposes. However, under the Alaska Supreme Court's decision in *State of Alaska Division of Corporations, Business and Professional Licensing, Alaska Board of Nursing v. Platt*, <sup>1</sup> Ms. B's conviction is considered a felony drug conviction for Food Stamp benefit eligibility purposes. The Division's decision is therefore affirmed.

#### II. Facts

The facts are not in dispute. In 2010, Ms. B committed a felony drug offense: misconduct involving a controlled substance in the fourth degree.<sup>2</sup> The court imposed a suspended imposition of sentence (SIS), and her conviction was set aside on April 30, 2012.<sup>3</sup> On January 7, 2014, Ms. B applied for Food Stamps.<sup>4</sup> On her application Ms. B answered "no" the question of whether anyone in the household has been convicted of a drug-related felony.<sup>5</sup>

On January 21, 2014, during the application review process, an eligibility technician discovered Ms. B had a felony drug conviction. The Division approved Ms. B's household for Food Stamps, but without her needs taken into consideration for household size.<sup>6</sup> Ms. B

<sup>5</sup> Exhibit 2.9, (nothing in the record indicates that Ms. B intentionally answered the question inaccurately. Her belief at the time of the application was that she is no longer considered "convicted" of a drug felony).

<sup>&</sup>lt;sup>1</sup> 169 P.3d 595, 599 (Alaska 2007).

<sup>&</sup>lt;sup>2</sup> Ex. 3.1, AS 11.71.040(a)(3)(A).

<sup>&</sup>lt;sup>3</sup> Ex. 5.1.

<sup>&</sup>lt;sup>4</sup> Ex. 2.

<sup>&</sup>lt;sup>6</sup> Ex. 3, Ms. B lives with her fiancé and son.

requested a fair hearing, believing she should be eligible for Food Stamps because her conviction was set aside.<sup>7</sup>

A hearing was held on February 14, 2013. Ms. B appeared telephonically and represented herself. Terri Gagne, Public Assistance Analyst, also appeared telephonically and represented the Division.

Ms. B testified to her belief that those with drug convictions are separated out for punishment under the current regulations.<sup>8</sup> Ms. B stated that other addicts, including alcoholics, are able to receive Food Stamp benefits.<sup>9</sup> Ms. B submitted exhibits including a report outlining the injustice of the life-time ban for convicted drug felons,<sup>10</sup> information on several other states who have opted out of the lifetime ban<sup>11</sup>, and employment rejections letters based on her past conviction.<sup>12</sup>

### III. Discussion

The issue presented for hearing is whether Ms. B's felony drug conviction makes her ineligible to receive Food Stamps.

Food Stamps is a federal program administered by the State. Under federal regulations, unless a state opts out of the exclusion, individuals convicted of a drug related felony conviction are ineligible to be counted as a household member for purposes of Food Stamps.<sup>13</sup> If her SIS is considered a conviction under Alaska law, she cannot receive Food Stamps.

Ms. B was convicted of Misconduct Involving a Controlled Substance in the Fourth Degree.<sup>14</sup> That crime involved the possession, use, or distribution of a controlled substance, and is a felony in the State of Alaska.<sup>15</sup> Alaska has not passed legislation exempting individuals

<sup>&</sup>lt;sup>7</sup> Ex. 5.4. <sup>8</sup> B testime

<sup>&</sup>lt;sup>8</sup> B testimony.

<sup>&</sup>lt;sup>9</sup> B testimony. <sup>10</sup> Ev  $\Lambda$ 

<sup>&</sup>lt;sup>10</sup> Ex. A. 11 Ex. P.

<sup>&</sup>lt;sup>11</sup> Ex. B. <sup>12</sup> Ex. D

<sup>12</sup> Ex. D.

<sup>&</sup>lt;sup>13</sup> 7 C.F.R. § 273.11(m), Individuals convicted of drug-related felonies. An individual convicted (under Federal or State law) of any offense which is classified as a felony by the law of the jurisdiction involved and which has as an element the possession, use, or distribution of a controlled substance . . . shall not be considered an eligible household member unless the State legislature of the State where the individual is domiciled has enacted legislation exempting individuals domiciled in the State from the above exclusion. If the State legislature has enacted legislation limiting the period of disqualification, the period of ineligibility shall be equal to the length of the period provided under such legislation. Ineligibility under this provision is only limited to convictions based on behavior which occurred after August 22, 1996.

<sup>&</sup>lt;sup>14</sup> Ex. 3.1.

<sup>&</sup>lt;sup>15</sup> AS 11.71.040.

from the drug related felony conviction exclusion. Accordingly, Ms. B's crime constituted a "drug-related felony conviction" within the meaning of the applicable regulation, presumptively disqualifying her from the Food Stamp program.

The Alaska Supreme Court addressed the effect of the set-aside of a criminal conviction (i.e. a Suspended Imposition of Sentence) in *State of Alaska Division of Corporations, Business and Professional Licensing, Alaska Board of Nursing v. Platt.*<sup>16</sup> In *Platt*, the court explained that while an SIS limits the consequences of the conviction and indicates that the defendant has rehabilitated, an SIS does not "change the fact that an individual was previously found guilty of committing a crime."<sup>17</sup> It further states that regardless of the SIS, the applicant is a "person who 'has been convicted' of a criminal offense." Such is the case here.

Neither the Commissioner nor the Office of Administrative Hearings may disregard the court's interpretation regarding the limitations of a set- aside conviction. Accordingly, the Division was correct to conclude that Ms. B's conviction counts as a felony drug conviction for purposes of the Food Stamp program, even though she was granted a Suspended Imposition of Sentence.

# IV. Conclusion

Ms. B's felony drug conviction, even though set aside, is a barring condition preventing her from being counted as a household member for purposes of Food Stamps. The Division's denial of Ms. B's Food Stamps benefit, but not those of her remaining household members, is affirmed.

DATED this 19<sup>th</sup> day of February, 2014.

By:

<u>Signed</u> Bride Seifert Administrative Law Judge

<sup>&</sup>lt;sup>16</sup> 169 P.3d 595, 599 (Alaska 2007). <sup>17</sup> 160 P.3d 505, 600 (Alaska 2007).

<sup>&</sup>lt;sup>17</sup> 169 P.3d 595, 600 (Alaska 2007).

### Adoption

The undersigned, by delegation from the Commissioner of Health and Social Services, adopts this Decision, under the authority of AS 44.64.060(e)(1), as the final administrative determination in this matter.

Judicial review of this decision may be obtained by filing an appeal in the Alaska Superior Court in accordance with Alaska R. App. P. 602(a)(2) within 30 days after the date of this decision.

DATED this 21<sup>st</sup> day of March, 2014.

By:

<u>Signed</u> Name: Ree Sailors Title: Deputy Commissioner, DHSS

[This document has been modified to conform to the technical standards for publication.]