

Katie Hobbs Governor Angie Rodgers Director

Dear Arizona Restaurateur:

Thank you for contacting the Arizona Department of Economic Security (DES) regarding your interest in the United States Department of Agriculture (USDA), Food and Nutrition Service (FNS), Restaurant Meals Program. You must complete a Memorandum of Understanding (MOU) with the Arizona Department of Economic Security (DES). This letter explains the steps necessary to apply for this program.

Step 1: The MOU form is required to confirm the understanding between your restaurant and DES. You may also obtain a fillable MOU form at <u>des.az.gov</u> by completing a search for Restaurant Meals Program in the search bar on the DES webpage.

Step 2: The MOU must be filled out completely. We need your entity name registered with the Arizona Corporation Commission and your restaurant's name. (Example: John Johnson LLC DBA JJ's Tacos). One MOU document may be completed for restaurants applying for multiple locations, provided that all restaurants are under the same ownership or structure. When there is more than one restaurant location, all location names and addresses must be listed on page 4 of the MOU form.

Step 3: When the business has more than one board member, an MOU page 3 is required to be completed and signed by each board member. Include a copy of each owner's government-issued photo identification card with a signature.

Step 4: Once complete, the MOU and copies of the government photo ID must be sent to the Department of Economic Security Family Assistance Administration by any of the following methods:

Email to: FAAMOU@azdes.gov

Fax to: (602)-256-4856 Mail to: Susan Tunks

DBME Systems Administrator/EBT Project Director P.O. Box 6123, Mail Drop 33I1 Phoenix, Arizona 85005

Step 5: Once you submit the MOU and copies of the IDs to DES, everything will be reviewed to ensure they are correct and complete. After approval the signed MOU will then be returned to you.

For any questions or concerns with your MOU, please contact DES by e-mail at FAAMOU@azdes.gov

Step 6: If you are a restaurant owner who has a signed agreement with the state and is ready to apply for SNAP authorization, you will need to submit a completed FNS 252-2 application to FNS.

For any questions about your USDA Supplemental Nutrition Assistance Program Application for Meal Services contact FNS by going to: https://www.fns.usda.gov/snap/retailer/restaurant-meals-program

Mail your complete application package and your signed MOU agreement to the following address:

Retailer Service Center USDA Food and Nutrition Services PO Box 7228 Falls Church, VA 22040

This institution is an equal opportunity provider.

To request this document in alternative format or for further information about this policy, contact your local office; TTY/TDD Services: 7-1-1.

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Restaurant Name	Agreement Date

Memorandum of Understanding Between The Arizona Department of Economic Security and

Corporation Name DBA Restaurant Name (Example: John Johnson LLC DBA JJ's Tacos)				
This Agreement is mad	de on	between		
· ·	Date		Corporation Name	

hereinafter referred to as "the Restaurant," and the Arizona Department of Economic Security, hereinafter referred to as "the Department," in order to arrange for recipients of Nutrition Assistance (NA) benefits who are also elderly, disabled, or homeless to eat in the restaurant and pay for their meals using NA benefits.

In consideration of the customers being directed to the Restaurant by the Department, and the services being furnished by the Restaurant, the parties agree as follows:

- 1. Obligations of the Restaurant (Check one of the boxes):
 - a. Restaurant shall provide low-cost or reduced-price meals for breakfast, lunch, and dinner, as applicable, during regular hours to eligible elderly, disabled, or homeless persons.
 Restaurant defines low-cost or reduced-price meals as: (i) Discounted meals already offered to certain customers; or (ii) advertised special or sale priced meals offered to all customers.
 - b. Restaurant shall require proof of eligibility from customers wishing to purchase meals with NA benefits. All customers eligible under this Memorandum of Understanding (MOU) will have a QUEST EBT card. Possession of the EBT card does not confirm eligibility. The EBT card must be swiped to determine whether the cardholder has eligibility related to this MOU.
 - c. Restaurant shall provide meals to all eligible customers under this MOU without regard to race, color, religion, national origin, age, sex, or disability.
 - d. Restaurant shall collect payment from customers eligible under this MOU in cash or by use of the QUEST EBT card. Restaurant is not permitted to include a service gratuity in the cost of the lowcost meals to be offered, nor is the Restaurant permitted to accept NA benefits as payment of a gratuity. Restaurant is further prohibited from charging a sales or meals tax to any eligible household that uses NA benefits to purchase a low-cost meal.
 - e. Restaurant is not permitted to accept NA benefits for the purchase of alcoholic beverages.
 - f. Restaurant is not permitted to accept NA benefits as payment for gift cards.
 - g. Restaurant shall abide by the rules and regulations of the United States Department of Agriculture (USDA) regarding NA acceptance and redemption. After executing this MOU, Restaurant shall complete an Application for Authorization to Participate in the Supplemental Nutrition Assistance Program (SNAP) Program for Communal Dining Facilities (Form FNS-252-2) with the USDA.
 - h. Restaurant shall notify the Department once it receives the authorization from the USDA.

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Restaurant Name Agreement Date

i. Maintaining and producing records in accordance with A.R.S. §§ 35-214 and 215: The Restaurant shall retain, and shall require all of its contractors to retain, for inspection and audit by the State, all books, accounts, reports, files, and other records relating to the acquisition and performance of this Agreement for a period of five years after the completion of the Agreement. All records shall be subject to inspection and audit by the State at reasonable times. Upon request, the Restaurant shall produce a legible copy of any or all such records.

2. Obligation of the Department:

- a. The Department shall certify elderly, disabled, and homeless recipients of NA benefits as eligible to purchase low-cost meals with NA benefits in the Restaurant and in other restaurants with which the Department has entered into MOUs for this purpose.
- b. The Department shall issue to each eligible NA recipient a QUEST EBT card, as indicated in paragraph 1.b. above.
- c. The Department shall inform eligible recipients of the name and address of the Restaurant and of the ability of the recipient to purchase low-cost or reduced-price meals with NA benefits at the Restaurant.
- d. The Department shall note on this MOU the date that FNS authorizes the Restaurant to participate in the SNAP Program for Communal Dining Facilities, or attach the Restaurant's notification of its authorization under paragraph 1(h).
- e. Cancellation for Conflict of Interest. Pursuant to A.R.S. § 38-511, the State or any subdivision thereof may, within three (3) years after its execution, cancel this Agreement without penalty or further obligation if any person significantly involved in initiating, negotiating, securing, drafting or creating the Agreement on behalf of the State is or becomes at any time while the Agreement or an extension thereof is in effect an employee of or a consultant to any other party to this Agreement with respect to the subject matter of the Agreement.
- f. Cancellation made pursuant to this Section shall be effective when the parties receive written notice of the cancellation unless the notice specifies a later time.

Use of Arbitration. The parties agree to use arbitration to the extent required by A.R.S. § 12-1518.

Non-Discrimination. The parties agree to comply with all applicable state and federal statutes and regulations concerning non-discrimination practices, including Executive Orders 99-4 and 75-5.

The term of this MOU is five years from the date the Restaurant is authorized by the Food and Nutrition Service (FNS). This MOU shall be automatically renewed upon FNS renewal authorization. However, either party, without cause, may give written notice of its intent to terminate this MOU. Such written notice shall be provided at least thirty (30) days prior to the intended termination date. The failure of either party to comply with the terms of this MOU shall be grounds for an immediate termination of this MOU. Notice of an immediate termination by either party shall be by certified letter addressed to the named party at the address listed below.

In the event that FNS revokes authorization, this MOU shall terminate effective the date of FNS' revocation.

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	Restaurant Name Agreement Date
In Witness Whereof, the parties hereto have executed the Effective Date Of Mou Approval:	nis MOU.
Department of Economic Security	Restaurant
Susan Tunks,	Name of Restaurant
DBME System Administrator/EBT Project Director Department of Economic Security	Address
Mail Drop 33l1 P.O Box 6123 Phoenix, AZ 85005	City, State, ZIP
FAAMOU@azdes.gov	Telephone Number
Prior to mailing:	Email Address
To be sure everything needed is provided, it is recommended to allow the Department to preview the application and supporting documents by sending the pages by fax to (602) 256-4856 or through encrypted email to FAAMOU@azdes.gov .	
Email encryption is needed to protect your application information and attachments. If you are unsure how	Signature (No electronic signatures accepted)
to encrypt your email, please check with your Internet service provider.	Name
	Title

When the number of locations is greater than one, list the name and address of each location on Page 4.

Number of Locations

		Restaurant Name	Agreement Date
	n the restaurant has more than one loc ving locations under this MOU.	eation, it is mutually understood that the restauran	nt will provide service(s) at the
1.	Restaurant Name: Store Number (when applicable): Location Address:		
2.	Restaurant Name: Store Number (when applicable): Location Address:		
3.	Restaurant Name: Store Number (when applicable): Location Address:		
4.	Restaurant Name: Store Number (when applicable): Location Address:		
5.	Restaurant Name: Store Number (when applicable): Location Address:		
6.	Restaurant Name: Store Number (when applicable): Location Address:		
7.	Restaurant Name: Store Number (when applicable): Location Address:		
8.	Restaurant Name: Store Number (when applicable): Location Address:		
9.	Restaurant Name: Store Number (when applicable): Location Address:		
10.	Restaurant Name: Store Number (when applicable): Location Address:		

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When applying for more than 10 locations under this MOU, please print additional copies of Page 4 to list all restaurant locations.