

RESOURCES REAL PROPERTY

PRODUCING PERSONAL GOODS/SERVICES

Description: Real property used to produce personal goods/services includes, but is not limited to: garden plots; wood lots; and pastureland.

Policy: Real property which is used to produce personal goods/services and which is part of the A/R's homestead is exempt. (See **RESOURCES REAL PROPERTY HOMESTEAD**)

All non-homestead real property used to produce personal goods/services is reviewed to determine if it is a countable resource. The treatment of real property used to produce personal goods/services depends on the category of the A/R.

Interpretation: For ADC-related and SSI-related A/Rs, the first \$12,000 equity value of any non-homestead real property used to produce personal goods/services is exempt. If the A/R owns more than one piece of real property that produces personal goods/services only a total equity value of \$12,000 is exempt. The remaining equity value plus any other countable resources owned by the A/R are compared to the appropriate resource level.

NOTE: There is no 6% test as there is for income-producing property. (See **RESOURCES REAL PROPERTY INCOME-PRODUCING**)

For LIF and S/CC, real property producing personal goods/services is counted toward the appropriate resource limit. (See **RESOURCES LIF RESOURCE LEVEL** and **S/CC RESOURCE LEVEL**) When an A/R owns non-homestead real property, regardless of whether that property produces goods/services, the entire equity value plus any other countable resources owned by the A/R are compared to the applicable resource limit.

References: Dept. Reg. 360-4.4(d)(3)

ADM 91 ADM-30