

# WIOAB 14-19

DATE:	April 30, 2020
TO:	Local Workforce Development Boards All WIOA Subrecipients
FROM:	Danilo Cabrera
SUBJECT:	Confirmation of PY19 WIOA Title 1B Allocation Process; TEGL 19-19 – Dislocated Worker reallotment

**Purpose:** This bulletin confirms and clarifies the PY2019/FY2020 WIOA Title IB funds (Adult, Youth and Dislocated Worker) allocation notice to local workforce development areas (local areas), as originally published in Workforce Innovation and Opportunity Act Bulletins (WIOAB's) 10-18 and 4-19 (including PY18 carry-in), and as amended by this WIOAB. Additionally, this bulletin allocates Dislocated Worker funding as described in TEGL 19-19, due to federal recapture and reallotment. All funds from TEGL 19-19 have been passed through to the local areas, without state set asides for Rapid Response and Governor's Reserve.

Since 2006, under guidance from the Governor, WIA and WIOA Title 1B program funds have been allocated to the local areas, with continued distribution directly to the state's six service delivery areas. This WIOAB clarifies structural and allocation processes in the state's distribution of WIOA Title 1B formula funds, which now align with WIOA, and state and local workforce development board policy. These policies - Designation of Local Workforce Development Areas and Distribution of WIOA Title 1B Formula Funds-Recapture and Reallocation - continue to direct the Idaho Department of Labor, the state's administrative entity for WIOA Title 1B funds, to allocate funds, first to the local areas and then distribute to the service delivery areas within those local areas. Funds calculated and distributed, as reflected with this WIOAB in Attachments A-1 and A-2, remain the same as those distributed in WIOAB's 10-18 and 11-18.

The U.S. Department of Labor (USDOL) provided PY 2019 WIOA Allotments to states and territories on April 10, 2019 in TEGL No. 16-18: <u>https://wdr.doleta.gov/directives/corr\_doc.cfm?docn=8335</u> and TEGL 16-18, Change 1: <u>https://wdr.doleta.gov/directives/corr\_doc.cfm?DOCN=9450</u>. Idaho's total allotment for Adult, Dislocated Worker and Youth programs, combined, was \$6,293,094 – a 6.7% decrease from the final PY 2018 allotment of \$6,749,859.

Consistent with federal guidelines, funding allocations are based on state unemployment rates, using a set USDOL formula with Bureau of Labor Statistics (BLS) data. See Attachment B. Attachment A-2 details the allocations by Local Workforce Development Area (LWDA) and, per the request of the Local Workforce Development Boards, by service delivery area (SDA), less all "hold back" amounts. Hold back amounts are as follows:

• Governor's Reserve = 15% (Adult, Dislocated Worker, Youth)

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• Rapid Response = 15%, rather than the 25% allowed by USDOL (Dislocated Worker)

# **General Parameters:**

- Funds were initially available for obligation beginning July 1, 2019 (WIOAB 10-18); another allocation was issued October 1, 2019 (WIOAB 11-18);
- At a minimum, funds must be 80% obligated at the end of the program year in which the funds were formula allocated (which is June 30, 2020 for PY 2019 allocations);
- Funds must be 100% expended by the end of the program year succeeding the program year in which the funds were formula allocated or be returned to the state (which is June 30, 2021 for PY 2019 WIOA allocations);
- Local administration costs are limited to a maximum of 10 percent.

**Transfer Authority:** Please note that USDOL allows Workforce Development Boards (WDBs) to transfer up to 100% of the Adult and Dislocated Worker allocations, upon the Governor's approval. No funds may be transferred to or from the WIOA Youth program.

Thank you for your dedication and commitment to connecting as many people in Idaho to the resources they need to advance their lives through our workforce development system.

Please refer questions to Gail Richardson at Gail.Richardson@labor.idaho.gov.

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## ATTACHMENT A-1

# Workforce Innovation and Opportunity Act (WIOA) Title 1B Funding Program Year 2019 Per TEGL 16-18, Change 1 and TEGL 19-19

Funding Stream		July (Base)		_	October (Base)	Share	Total
Youth Total	\$	2,226,649		\$	-		\$ 2,226,649
Formula - Local Areas	\$	1,892,652	85.00%	\$	-		\$ 1,892,652
Governor's Reserve	\$	333,997	15.00%	\$	-		\$ 333,997
Adult Total	\$	333,055		\$	1,775,550		\$ 2,108,605
Formula - Local Areas	\$	283,097	85.00%	\$	1,509,218	85.00%	\$ 1,792,315
Governor's Reserve	\$	49,958	15.00%	\$	266,332	15.00%	\$ 316,290
Dislocated Worker Total		340,813		\$	1,622,337		\$ 1,963,150
Formula - Local Areas	\$	238,571	70.00%	\$	1,137,229	70.10%	\$ 1,375,800
Rapid Response		51,121	15.00%	\$	242,554	14.95%	\$ 293,675
Governor's Reserve		51,121	15.00%	\$	242,554	14.95%	\$ 293,675
Total WIOA Funds	\$	2,900,517		\$	3,397,887		\$ 6,298,404
Formula - Local Areas		2,414,320		\$	2,646,447		\$ 5,060,766
Rapid Response		51,121		\$	242,554		\$ 293,675
Governor's Reserve		435,077		\$	508,886		\$ 943,962

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## PY2019/FY2020 Substate Allocations, per TEGL 16-18, Change 1 and TEGL 19-19

## ATTACHMENT A-2

	Are	a of Substantial Ur Excess Unemplo	%),	Econo Disadva		PY2019		PY2019			
Local Areas	Labor Force	Unemployed Total	ASU Rate 2.97%	ASU ASU	Excess Applicable 0.00%	Excess	ED Applicable	нн		Final Allocation	Relative Share 90.01%
Local Area - Balance of State	740,804						86.57%	*	\$	1,613,277	
1 - Northern SDA	111,199	4,292	3.86%	0.00%	0.00%	19,075	13.03%	*	\$	461,163	25.73%
2 - North Central SDA	52,400	1,669	3.19%	0.00%	0.00%	10,235	6.99%	*	\$	265,083	14.79%
3 - Southwestern SDA	392,797	11,166	2.84%	0.00%	0.00%	65,474	44.74%		\$	596,376	33.27%
4 - South Central SDA	99,541	2,554	2.57%	0.00%	0.00%	16,405	11.21%		\$	149,426	8.34%
5 - Southeastern SDA	84,867	2,325	2.74%	0.00%	0.00%	15,505	10.59%		\$	141,229	7.88%
Local Area - Region 6	111,461	2,695	2.42%	0.00%	0.00%	19,656	13.43%	*	\$	179,038	9.99%
6 - Eastern SDA	111,461	2,695	2.42%	0.00%	0.00%	19,656	13.43%		\$	179,038	9.99%
Statewide Totals	852,264	24,700	2.90%	0.00%	0.00%	146,350	100.00%	*	\$	1,792,315	100.00%

## Youth Program Formula Allocations by LWDA

Area of Substantial Unemployment (at least 6.5%),							Economically			PY2019	
		Excess Unemplo	yment (exce	eds 4.5%)		Disadva	antaged				
	Labor	Unemployed	ASU	ASU	Excess		ED			Final	Relative
Local Areas	Force	Total	Rate	Applicable	Applicable	Excess	Applicable	HH		Allocation	Share
Local Area - Balance of State	740,804	22,006	2.97%	0.00%	0.00%	29,255	84.67%	*	\$	1,671,540	88.32%
1 - Northern SDA	111,199	4,292	3.86%	0.00%	0.00%	3,785	10.96%	*	\$	459,536	24.28%
2 - North Central SDA	52,400	1,669	3.19%	0.00%	0.00%	3,530	10.22%	*	\$	295,822	15.63%
3 - Southwestern SDA	392,797	11,166	2.84%	0.00%	0.00%	15,230	44.08%		\$	635,983	33.60%
4 - South Central SDA	99,541	2,554	2.57%	0.00%	0.00%	3,830	11.09%		\$	159,935	8.45%
5 - Southeastern SDA	84,867	2,325	2.74%	0.00%	0.00%	2,880	8.34%		\$	120,265	6.35%
Local Area - Region 6	111,461	2,695	2.42%	0.00%	0.00%	5,295	15.33%	*	\$	221,112	11.68%
6 - Eastern SDA	111,461	2,695	2.42%	0.00%	0.00%	5,295	15.33%		\$	221,112	11.68%
Statewide Totals	852,264	24,700	2.90%	0.00%	0.00%	34,550	100.00%	*	\$	1,892,652	100.00%

## DW Program Formula Allocations by LWDA

				Plant						PY2019	PY2019
		Insured		Closings/					ре	r TEGL 19-19	1
	Labor	Unemployment	Unemp	Mass	Declining	Farm-Ranch	Long Term			Final	Relative
Local Areas	Force	Data	Concentr	Layoffs	Industries	Hardship	Unemp	HH		Allocation	Share
Local Area - Balance of State	740,804	89.05%	96.73%	92.77%	90.77%	80.25%	93.62%	*	\$	1,279,759	93.02%
1 - Northern SDA	111,199	17.33%	33.69%	9.32%	23.96%	0.00%	19.15%		\$	303,925	22.09%
2 - North Central SDA	52,400	6.80%	6.55%	5.11%	14.66%	12.35%	6.91%		\$	91,202	6.62%
3 - Southwestern SDA	392,797	45.12%	53.19%	56.17%	27.80%	17.28%	54.26%		\$	669,464	48.66%
4 - South Central SDA	99,541	10.36%	1.01%	15.26%	7.26%	26.54%	6.92%	*	\$	130,291	9.47%
5 - Southeastern SDA	84,867	9.44%	2.29%	6.91%	17.09%	24.08%	6.38%	*	\$	84,877	6.17%
Local Area - Region 6	111,461	10.95%	3.27%	7.23%	9.23%	19.75%	6.38%	*	\$	96,041	6.98%
6 - Eastern SDA	111,461	10.95%	3.27%	7.23%	9.23%	19.75%	6.38%	*	\$	96,041	6.98%
Statewide Totals	852,264	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	*	\$	1,375,800	100.00%

Attachment B

### U. S. Department of Labor Employment and Training Administration

Workforce Innovation and Opportunity Act (WIOA) and Wagner-Peyser Act Statutory Formulas for State Allotments

State Allotment Formula Descriptions - FOR INFORMATION ONLY

### WIOA Youth Activities

- Formula:
- 1/3: State relative share of total unemployed in areas of substantial unemployment (ASU) (average 12 months ending 6/30)
- 1/3: State relative share of excess unemployed (average 12 months ending 6/30)
- 1/3: State relative share of disadvantaged youth (American Community Survey 2011-2015)
- Minimums:
- (a) If total amount available for States is \$1 billion or less:
  - State allotment cannot be less than
  - (1) 90 percent of State relative share of prior year funding
  - (2) 0.25 percent of total available funds for States
- (b) If total amount available for States exceeds \$1 billion:
  - State allotment cannot be less than
  - 90 percent of State relative share of prior year funding
    2014 allotment amount (Not applicable for Adult minimum)
  - (3) 0.3 percent of first \$1 billion plus 0.4 percent of amount over \$1 billion
- Maximum:

130% of State relative share of prior year funding

### WIOA Adult Activities

- Same as Youth Activities, except
- (a) Formula uses disadvantaged ADULTS instead of YOUTH
- (b) Threshold for selecting minimum provisions is \$960 million instead of \$1 billion

#### WIOA Dislocated Workers

- Formula:
- 1/3: State relative share of total unemployed (average 12 months ending 09/30)
- 1/3: State relative share of excess unemployed (average 12 months ending 09/30)
- 1/3: State relative share of long-term unemployed (average 12 months ending 09/30)
- Minimum: 90 percent of State relative share of prior year funding
- Maximum: 130 percent of State relative share of prior year funding

#### Employment Service (Wagner-Peyser Act)

- Formula for 97% of funds:
  - 2/3: State relative share of civilian labor force (average 12 months ending 9/30 (preliminary) or 12/31 (final))
  - 1/3: State relative share of total unemployment (average 12 months ending 9/30 (preliminary) or 12/31 (final))
  - Minimums:
    - (a) 90 percent of State relative share of prior year funding
    - (b) 0.28 percent of total available funds for States
  - Maximum: None

Distribution of 3% of funds:

- (1) States with civilian labor force below 1 million and under the national median civilian labor force density receive an amount which, when added to their share of the 97 percent portion, will result in an amount equal to 100 percent of their relative share of the prior year funding.
- (2) Remaining States losing in relative share receive a share of the remaining funds prorated based on the amount needed to achieve 100 percent of their relative share of prior year funding.

### Formula Data Factor Definitions

WIOA Youth and Adults Programs

ASU: contiguous areas with unemployment rate of 6.5 percent or more

Excess unemployed: higher of:

(1) excess unemployed (unemployment in excess of 4.5 percent) in ASU's; or

(2) excess unemployed (unemployment in excess of 4.5 percent) in all areas

- Disadvantaged adults: individuals, age 22-72, meeting (or member of family meeting):
  - Census poverty level or

70 percent of lower living standard income level (LLSIL).

- Disadvantaged youth: individuals, age 16-21, meeting (or member of family meeting):
  - Census poverty level or
  - 70 percent of lower living standard income level (LLSIL).

### WIOA Dislocated Workers Program

Excess unemployed: unemployment in excess of 4.5 percent

Long-term unemployed: number unemployed 15 or more weeks

### Employment Service (Wagner-Peyser) - Self-explanatory