

Mass Workforce Issuance

Workforce Issuance No. 12-08

Policy **Information**

To: Chief Elected Officials
Workforce Investment Board Chairs
Workforce Investment Board Directors
Title I Administrators
Career Center Directors
Title I Fiscal Officers

cc: WIA State Partners

From: George Moriarty, Director
Department of Career Services

Date: February 2, 2012

Subject: **Revised FY12 WIA Allocations**

Purpose: To notify Local Workforce Investment Boards (LWIBs), Local Chief Elected Officials, One-Stop Career Center Operators and other local workforce investment partners of a second revision to FY 2012 WIA Title I allotments announced in TEGL 9-11, Change 1, issued January 30, 2012.

Background: The U.S. Department of Labor, Employment and Training Administration issued Training and Employment Guidance Letter (TEGL) 26-10 on May 10, 2011 that announced initial Program Year (PY) 2011/Fiscal Year 2012 Workforce Investment Act (WIA) Title I allotments to states. This information was provided in MassWorkforce Issuance No. 11-34, *Fiscal Year 2012 Local Annual Plan Guidance*, dated May 27, 2011.

On October 26, 2011, the U.S. Department of Labor issued TEGL 9-11, *Revised Fiscal (FY) 2012 "Advance" Funding Levels Available October 2011 for Workforce Investment Act (WIA) Programs and Clarification on the Level of Governor's Reserve*. This TEGL indicated a 1.503% temporary rate of operations reduction. TEGL 9-11, Change 1, amends this to a 0.189% rescission.

Congressional actions, namely section 527 of Division F of the Consolidated Appropriations Act, 2012 (P.L. 112-74), which was enacted on December 23, 2011, contained an across-the-board rescission of 0.189% for Department of Labor appropriations in the Act and in prior-year advance appropriations for FY 2012. The decrease in the reduction from 1.503% to 0.189% results in an increase in the state allotment for the WIA Title I Dislocated Worker program (\$223,849) and the WIA Title I Adult program (\$174,735).

The attached spreadsheets (Attachments A and B) show the revisions to state Fiscal Year 2012 WIA Title I allotments and provide revised Fiscal Year 2012 local WIA allocations.

The impact on state allotments and local allocations as a result of Congressional actions since the initial state allotments were issued in TEGl 26-10 in May 2011 is shown in Attachment C. These actions:

1. put into effect a rescission of 0.189 percent for the FY 2012 “advance” WIA Title I Dislocated Worker and Adult program funds, and
2. clarified that the reduction from 15% to 5% in the Governor’s reserve for statewide activities applies to all FY 2012 WIA Title I funds, not just to the first quarter or “base” funds as presented in TEGl 26-10.

Please note that further Congressional action is not precluded and additional revisions to FY 2012 funding may occur given ongoing budget deliberations.

Action

Required: Local WIBs should assure that all individuals who participate in annual planning and budgeting are provided with this information.

WIB Annual Plans should be reviewed and local budgets updated to reflect the increase in local Title I Adult and Dislocated Worker funds. **WIBs DO NOT have to submit updates to their Integrated Budget and Narrative to the state.** However, FSR ceilings should be adjusted and Integrated Budgets should be available locally. The additional amounts will be added to area contracts.

Effective: Immediately

Inquiries: Please email all questions to PolicyQA@detma.org. Also, indicate Issuance number and description.

Attachments:

- A. Fiscal Year 2012 WIA State Allotments Revised (tables 1 and 2)
- B. Fiscal Year 2012 WIA Local Allocations Revised (tables 1 and 2)
- C. Impact of Congressional Actions on FY 2012 Initial WIA Title I Allotments