

ALABAMA WORKFORCE INVESTMENT SYSTEM

Office of Workforce Development
401 Adams Avenue
Post Office Box 5690
Montgomery, Alabama 36103-5690

April 17, 2008

GOVERNOR'S WORKFORCE DEVELOPMENT DIRECTIVE NO. PY2005-11, Change 4

SUBJECT: Program Year 2006 WIA Adult, Youth, and Dislocated Worker Allocations

1. **Purpose.** This transmits notice of FY2007 Congressional Rescissions for the WIA Adult and Dislocated Worker programs.
2. **Discussion.** TEGL 24-07, a portion of which is Attachment 2 to this Directive, provides notice of a 1 percent across-the-board (ATB) rescission of the FY 2007 WIA Adult and Dislocated Worker funds previously allotted to the State. (See the Revised Continuing Appropriations Resolution, 2007, P.L. 110-5.)

WIA Adult and Dislocated Worker allocations have been adjusted to reflect this rescission of FY 2007 funds. This rescission does not affect the FY07 Incentive Fund awards because the rescission was absorbed by the State. The revised FY2007 Adult and Dislocated Worker State and local area program funding levels resulting from this rescission are reflected in Attachment 1 to this Directive Change.

3. **Action.**
 - a. Local areas must submit the appropriate modifications to their respective PY 2006 WIA Grant Agreement packages to the Workforce Development Division prior to May 7, 2008.
 - b. Replace the old Attachment 1 with the new Attachment 1.

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4. **Contact.** Any questions should be referred to Bill Hornsby, Workforce Development Division, State Programs and Divisional Budget Management Section at (334) 242-5847 or email: bill.hornsby@adeca.alabama.gov.



Steve Walkley, Division Director
Workforce Development Division

Attachments:

- 1: Local Area Planning Allocation for Program Year 2006
- 3: TEGL 24-07, Pages 1 – 3(b), and 13

LOCAL AREA PLANNING ALLOCATION
FOR PROGRAM YEAR 2006
(July 1, 2006 - June 30, 2007)

	PY2006 Allotment	FY2007 Allotment Prior to Rescission	FY2007 Rescission Amount	New FY2007 Allotment	Revised Full PY Allotment
1. SEC. 133(b)(2)(A) ADULT PROGRAMS	\$2,152,317	\$10,068,745	(\$100,687)	\$9,968,058	\$12,120,375
a. GOVERNOR'S 15% SET ASIDES:	\$322,847	\$1,510,311	(\$15,103)	\$1,495,208	\$1,818,055
Administration (5%)	\$107,615	\$503,437	(\$5,035)	\$498,402	\$606,017
Other State-Level Activities	\$150,663	\$704,812	(\$9,072)	\$695,740	\$846,403
Incentive Awards/Capacity Building (3%)	\$64,569	\$302,062	(\$996)	\$301,066	\$365,635
Local Area Grants (67%)	\$43,262	\$202,382	\$0	\$202,382	\$245,644
State-Level (33%)	\$21,307	\$99,680	(\$996)	\$98,684	\$119,991
b. LOCAL AREA ADULT PROGRAMS (85%)	\$1,829,470	\$8,558,434	(\$85,584)	\$8,472,850	\$10,302,320
AWIA	\$1,455,442	\$6,808,695	(\$68,087)	\$6,740,608	\$8,196,050
Jefferson	\$122,576	\$573,421	(\$5,734)	\$567,687	\$690,263
Mobile	\$251,452	\$1,176,318	(\$11,763)	\$1,164,555	\$1,416,007
2. SEC. 128(b)(2) YOUTH ALLOTMENT	\$12,648,643	\$0	\$0	\$0	\$12,648,643
a. GOVERNOR'S 15% SET ASIDES:	\$1,897,296	\$0	\$0	\$0	\$1,897,296
Administration (5%)	\$632,432	\$0	\$0	\$0	\$632,432
Other State-Level Activities	\$885,405	\$0	\$0	\$0	\$885,405
Incentive Awards/Capacity Building (3%)	\$379,459	\$0	\$0	\$0	\$379,459
Local Area Grants (67%)	\$254,238	\$0	\$0	\$0	\$254,238
State-Level (33%)	\$125,221	\$0	\$0	\$0	\$125,221
b. LOCAL AREA YOUTH PROGRAMS (85%)	\$10,751,347	\$0	\$0	\$0	\$10,751,347
AWIA	\$8,587,287	\$0	\$0	\$0	\$8,587,287
Jefferson	\$693,064	\$0	\$0	\$0	\$693,064
Mobile	\$1,470,996	\$0	\$0	\$0	\$1,470,996

LOCAL AREA PLANNING ALLOCATION
FOR PROGRAM YEAR 2006
(July 1, 2006 - June 30, 2007)

	PY2006 Allotment	FY2007 Allotment Prior to Rescission	FY2007 Rescission Amount	New FY2007 Allotment	Revised Full PY Allotment
3. SEC. 133(b)(2)(B) DISLOCATED WORKERS	\$3,829,915	\$9,501,638	(\$95,016)	\$9,406,622	\$13,236,537
a. RAPID RESPONSE PROGRAMS (10%)	\$382,991	\$950,164	(\$9,502)	\$940,662	\$1,323,653
b. GOVERNOR'S 15% SET ASIDES:	\$574,487	\$1,425,245	(\$14,252)	\$1,410,993	\$1,985,480
Administration (5%)	\$191,495	\$475,081	(\$4,751)	\$470,330	\$661,825
Other State-Level Activities	\$268,095	\$725,705.95	(\$9,166)	\$716,539.95	\$984,634.95
Incentive Awards/Capacity Building (3%)	\$114,897	\$224,458.05	(\$335)	\$224,123.05	\$339,020.05
Local Area Grants (67%)	\$76,981	\$190,983	\$0	\$190,983	\$267,964
State-Level (33%)	\$37,916	\$33,475.05	(\$335)	\$33,140.05	\$71,056.05
c. LOCAL AREA PROGRAMS (75%)	\$2,872,437	\$7,126,229	(\$71,262)	\$7,054,967	\$9,927,404
AWIA	\$2,303,127	\$5,713,827	(\$57,138)	\$5,656,689	\$7,959,816
Jefferson	\$290,666	\$721,113	(\$7,211)	\$713,902	\$1,004,568
Mobile	\$278,644	\$691,289	(\$6,913)	\$684,376	\$963,020
4. TOTAL PROGRAM YEAR 2006 ALLOTMENT	\$18,630,875	\$19,570,383	(\$195,703)	\$19,374,680	\$38,005,555
5. POOLED SET ASIDES					
Rapid Response (10%)	\$382,991	\$950,164	(\$9,502)	\$940,662	\$1,323,653
Administration (5%)	\$931,542	\$978,518	(\$9,786)	\$968,732	\$1,900,274
Other State-Level Activities	\$1,304,163	\$1,430,517.95	(\$18,238)	\$1,412,279.95	\$2,716,442.95
Incentive Awards/Capacity Building (3%)	\$558,925	\$526,520.05	(\$1,331)	\$525,189.05	\$1,084,114.05
Local Area Grants (67%)	\$374,481	\$393,365	\$0	\$393,365	\$767,846
AWIA	\$221,575	\$222,957	\$0	\$222,957	\$444,532
Jefferson	\$24,518	\$86,464	\$0	\$86,464	\$110,982
Mobile	\$128,388	\$83,944	\$0	\$83,944	\$212,332
State-Level activities	\$184,444	\$133,155.05	(\$1,331)	\$131,824.05	\$316,268.05

**LOCAL AREA PLANNING ALLOCATION
FOR PROGRAM YEAR 2006
(July 1, 2006 - June 30, 2007)**

6. PY06/FY07 Local Area Incentive Awards by CFDA/Funding Category

AWIA	Fund Source	PY 2006	FY 2007	Total
	Adult	\$18,802	\$87,958	\$106,760
	Youth	\$148,358	\$0	\$148,358
	Dislocated Worker	\$54,415	\$134,999	\$189,414
		<u>\$221,575</u>	<u>\$222,957</u>	<u>\$444,532</u>
Jefferson				
	Adult	\$11,669	\$54,586	\$66,255
	Youth	\$0	\$0	\$0
	Dislocated Worker	\$12,849	\$31,878	\$44,727
		<u>\$24,518</u>	<u>\$86,464</u>	<u>\$110,982</u>
Mobile				
	Adult	\$12,791	\$59,838	\$72,629
	Youth	\$105,880	\$0	\$105,880
	Dislocated Worker	\$9,717	\$24,106	\$33,823
		<u>\$128,388</u>	<u>\$83,944</u>	<u>\$212,332</u>
State				
	Adult	\$43,262	\$202,382	\$245,644
	Youth	\$254,238	\$0	\$254,238
	Dislocated Worker	\$76,981	\$190,983	\$267,964
		<u>\$374,481</u>	<u>\$393,365</u>	<u>\$767,846</u>

EMPLOYMENT AND TRAINING ADMINISTRATION ADVISORY SYSTEM U.S. DEPARTMENT OF LABOR Washington, D.C. 20210	CLASSIFICATION Workforce Investment Act Programs
	CORRESPONDENCE SYMBOL OPDR
	DATE March 26, 2008

TRAINING AND EMPLOYMENT GUIDANCE LETTER NO. 24-07

TO: ALL STATE WORKFORCE ADMINISTRATORS
ALL STATE WORKFORCE LIAISONS
ALL STATE WORKER ADJUSTMENT LIAISONS
ALL STATE WORKFORCE AGENCIES
ALL ONE-STOP CENTER SYSTEM LEADS

FROM: DOUGLAS F. SMALL *Douglas F. Small*
Deputy Assistant Secretary

SUBJECT: Rescissions During Fiscal Year 2008 For Workforce Investment Act (WIA) Programs

1. Purpose.

The purpose of this Training and Employment Guidance Letter (TEGL) is to provide states with information on the Fiscal Year (FY) 2007 and FY 2008 rescissions for the WIA Adult, Dislocated Worker, and Youth programs. Funding appropriated to states may be significantly affected and require a reevaluation of current spending patterns.

While annual rescissions are not new to our WIA programs, this year there is additional complexity because there are three separate rescissions which span several Program Years (PY). These rescissions are from funds appropriated in the FY 2008 and FY 2007 appropriation acts, and the Department of Labor is required to implement them. All but one of the rescissions are across-the-board (ATB) rescissions similar to those enacted each year for the last several years. The manner in which these rescissions will be administered was determined by applying both appropriations law and relevant portions of the reports that accompanied the appropriation acts.

2. References.

- a) Revised Continuing Appropriations Resolution, 2007 (P.L. 110-5), February 15, 2007.
- b) Consolidated Appropriations Act, 2008 (P.L. 110-161), December 26, 2007.

RESCISSIONS: None	EXPIRATION DATE: Continuing
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3. Background.

During FY 2008, the Department of Labor (DOL) is required to apply three different rescissions. These adjustments will be applied to various WIA funds during FY 2008 as follows:

- a) To the FY 2007 Advance fund year source, a 1 percent across-the-board rescission (see the Revised Continuing Appropriations Resolution, 2007, P.L. 110-5, which appropriated funds for FY 2007 at FY 2006 levels, including the 1% ATB rescission that applied to all FY 2006 funds. It is that 1% ATB rescission amount that is now being rescinded from the FY 2007 Advance.) This rescission is applicable to the WIA Adult and Dislocated Worker programs only. This rescission will be referred to as "2007 ATB."
- b) To the FY 2008 Advance fund year source (appropriated in advance in the FY 2007 appropriation act), a 1.747 percent across-the-board rescission, required by the Consolidated Appropriations Act, 2008 (P.L. 110-161). This rescission is applicable to the WIA Adult and Dislocated Worker programs only. This rescission will be referred to as "2008 ATB."

It may be noted that the 1.747 percent across-the-board rescission also applies to formula funds that are to be allotted for PY 2008. However, the 2008 ATB will be incorporated in the PY 2008 allotment upon issuance and therefore will not require additional attention by the states.

- c) To unexpended balances of formula funds appropriated for PY 2005 and PY 2006 which includes fund year sources PY 2005, FY 2006, PY 2006, and FY 2007, a rescission of \$250 million, required by P.L. 110-161, applicable to the WIA Adult, Dislocated Worker and Youth formula programs only (the PY 2005 and FY 2006 advance fund year sources were appropriated by the FY 2005 appropriations act and the PY 2006 and FY 2007 advance fund year sources were appropriated by the FY 2006 appropriations act.) This rescission will be referred to as "Rescission of Unexpended Balances."

In expectation of a retroactive rescission during FY 2008, DOL withheld 2 percent of the available funds from the formula allotments of the FY 2008 advance funds. The amounts withheld will be applied against the enacted 2008 ATB rescission and the states will receive the remainder of the funds. In effect, the 2008 ATB rescission has already been absorbed by the states.

The total effect of all these rescissions and the FY 2008 amounts withheld is presented below organized by program. Attachments I-A, I-B, I-C, and I-D display the net impact of all rescissions by state.

Net Effect of Rescissions and Withholding Amounts, by Program
(\$ in Millions)

Program	Rescission of:			Total Retroactive Rescissions	Amount Withheld in FY 2008	Net Remaining Rescissions
	(1) FY 2007 Advance	(2) FY 2008 Advance	(3) Unexpended Balances			
Adults	7.12	12.44	49.16	68.72	(14.24)	54.48
Youth	0.00	0.00	42.34	42.34	0.00	42.34
Dislocated Workers *	10.60	18.52	158.50	187.62	(21.20)	166.42
Total	\$17.72	\$30.96	\$250.00	\$298.68	(\$35.44)	\$263.24

* including the National Reserve

4. Program and State Rescission Calculations.

- a) **The FY 2007 ATB:** This rescission calls for a reduction of \$7,120,000 from the initial funding of \$712,000,000 for the WIA Adult program for states and outlying areas and \$10,600,000 from the initial funding of \$1,060,000,000 for the WIA Dislocated Worker program for states, the outlying areas, and the National Reserve. Each state receives a share of this rescission for each program in proportion to its relative percentage share of the initial total state allotments of FY 2007 advance funds. See Attachment II for state rescission amounts and revised formula allotments for FY 2007 funds.
- b) **The FY 2008 ATB:** This rescission calls for a reduction of \$12,438,640 from the initial funding of \$712,000,000 for the WIA Adult program for states and outlying areas and \$18,518,200 from the initial funding of \$848,000,000 for the WIA Dislocated Worker formula program for states, the outlying areas, and the National Reserve. Each state receives a share of this rescission for each program in proportion to its relative percentage share of the initial total state allotments of FY 2008 advance funds. Because 2 percent of the FY 2008 allotments had already been withheld, states will receive additional amounts equal to the difference between the 1.747 and 2 percent reductions. See Attachments III-A and III-B for state rescission amounts for each program, along with the DOL withheld amount and revised formula allotments for FY 2008 funds.

U. S. Department of Labor
Employment and Training Administration
2007 Appropriation Rescission to PY 2006 State Allotments
(Applicable to FY 2007 Advance Funds Available 10/1/06)

State	WIA Adult Activities			WIA Dislocated Workers Activities		
	Initial 10/1/2006 (FY 2007)	1.0% Rescission	Revised 10/1/2006 (FY 2007)	Initial 10/1/2006 (FY 2007)	1.0% Rescission	Revised 10/1/2006 (FY 2007)
Total	\$712,000,000	(\$7,120,000)	\$704,880,000	\$1,060,000,000	(\$10,600,000)	\$1,049,400,000
Alabama	10,068,745	(100,687)	9,968,058	9,501,638	(95,016)	9,406,622
Alaska	2,390,826	(23,908)	2,366,918	3,276,901	(32,769)	3,244,132
Arizona	11,428,781	(114,288)	11,314,493	9,798,233	(97,982)	9,700,251
Arkansas	6,735,446	(67,354)	6,668,092	7,046,946	(70,469)	6,976,477
California	100,811,484	(1,008,114)	99,803,370	115,727,976	(1,157,280)	114,570,696
Colorado	8,707,687	(87,077)	8,620,610	12,737,684	(127,377)	12,610,307
Connecticut	5,388,411	(53,884)	5,334,527	8,446,096	(84,461)	8,361,635
Delaware	1,775,550	(17,756)	1,757,794	1,179,225	(11,792)	1,167,433
District of Col	2,785,291	(27,853)	2,757,438	3,828,040	(38,280)	3,789,760
Florida	26,565,709	(265,657)	26,300,052	25,609,024	(256,090)	25,352,934
Georgia	13,307,907	(133,079)	13,174,828	20,957,349	(209,573)	20,747,776
Hawaii	2,409,664	(24,097)	2,385,567	1,190,154	(11,902)	1,178,252
Idaho	2,018,396	(20,184)	1,998,212	1,887,855	(18,879)	1,868,976
Illinois	34,917,296	(349,173)	34,568,123	48,842,990	(488,430)	48,354,560
Indiana	13,446,649	(134,466)	13,312,183	17,310,932	(173,109)	17,137,823
Iowa	3,067,833	(30,678)	3,037,155	5,804,256	(58,043)	5,746,213
Kansas	5,331,606	(53,316)	5,278,290	7,926,925	(79,269)	7,847,656
Kentucky	10,077,120	(100,771)	9,976,349	10,154,630	(101,546)	10,053,084
Louisiana	11,888,577	(118,886)	11,769,691	15,872,364	(158,724)	15,713,640
Maine	2,211,491	(22,115)	2,189,376	2,621,574	(26,216)	2,595,358
Maryland	7,349,486	(73,495)	7,275,991	8,186,253	(81,863)	8,104,390
Massachusetts	11,020,813	(110,208)	10,910,605	13,323,716	(133,237)	13,190,479
Michigan	35,586,886	(355,869)	35,231,017	55,643,505	(556,435)	55,087,070
Minnesota	6,647,276	(66,473)	6,580,803	8,668,972	(86,690)	8,582,282
Mississippi	10,232,227	(102,322)	10,129,905	14,423,401	(144,234)	14,279,167
Missouri	15,537,471	(155,375)	15,382,096	19,673,635	(196,736)	19,476,899
Montana	1,975,152	(19,752)	1,955,400	1,510,765	(15,108)	1,495,657
Nebraska	1,775,550	(17,756)	1,757,794	2,381,570	(23,816)	2,357,754
Nevada	3,207,927	(32,079)	3,175,848	3,116,779	(31,168)	3,085,611
New Hampshire	1,775,550	(17,756)	1,757,794	1,661,510	(16,615)	1,644,895
New Jersey	16,144,208	(161,442)	15,982,766	14,311,388	(143,114)	14,168,274
New Mexico	5,176,059	(51,761)	5,124,298	5,766,577	(57,666)	5,708,911
New York	50,883,196	(508,832)	50,374,364	51,291,139	(512,911)	50,778,228
North Carolina	18,176,383	(181,764)	17,994,619	23,837,847	(238,378)	23,599,469
North Dakota	1,775,550	(17,756)	1,757,794	709,382	(7,094)	702,288
Ohio	33,996,327	(339,963)	33,656,364	46,397,988	(463,980)	45,934,008
Oklahoma	6,930,246	(69,302)	6,860,944	5,429,169	(54,292)	5,374,877
Oregon	12,307,211	(123,072)	12,184,139	18,264,155	(182,642)	18,081,513
Pennsylvania	28,335,319	(283,353)	28,051,966	32,877,425	(328,774)	32,548,651
Puerto Rico	26,073,432	(260,734)	25,812,698	26,877,086	(268,771)	26,608,315
Rhode Island	1,839,192	(18,392)	1,820,800	2,432,725	(24,327)	2,408,398
South Carolina	14,076,281	(140,763)	13,935,518	20,000,505	(200,005)	19,800,500
South Dakota	1,775,550	(17,756)	1,757,794	849,844	(8,498)	841,346
Tennessee	15,672,372	(156,724)	15,515,648	18,499,935	(184,999)	18,314,936
Texas	61,781,495	(617,815)	61,163,680	68,685,765	(686,858)	67,998,907
Utah	3,547,925	(35,479)	3,512,446	4,606,599	(46,066)	4,560,533
Vermont	1,775,550	(17,756)	1,757,794	708,092	(7,081)	701,011
Virginia	8,314,724	(83,147)	8,231,577	9,672,699	(96,727)	9,575,972
Washington	16,432,613	(164,326)	16,268,287	22,056,164	(220,562)	21,835,602
West Virginia	4,672,805	(46,728)	4,626,077	3,930,350	(39,303)	3,891,047
Wisconsin	8,315,205	(83,152)	8,232,053	11,918,996	(119,190)	11,799,806
Wyoming	1,775,550	(17,756)	1,757,794	565,272	(5,653)	559,619
State Total	710,220,000	(7,102,201)	703,117,799	848,000,000	(8,480,000)	839,520,000
American Samoa	93,705	(937)	92,768	145,580	(1,456)	144,124
Guam	762,727	(7,627)	755,100	1,184,990	(11,850)	1,173,140
Northern Marianas	282,248	(2,822)	279,426	438,506	(4,385)	434,121
Palau	73,874	(739)	73,135	114,771	(1,148)	113,623
Virgin Islands	567,446	(5,674)	561,772	881,594	(8,816)	872,778
Outlying Areas Total	1,780,000	(17,799)	1,762,201	2,765,441	(27,655)	2,737,786
National Reserve	--	--	--	209,234,559	(2,092,345)	207,142,214