

ALABAMA WORKFORCE INVESTMENT SYSTEM

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

August 31, 2009

GOVERNOR'S WORKFORCE DEVELOPMENT DIRECTIVE NO. PY2006-11, Change 10

SUBJECT: Program Year 2007/Fiscal Year 2008 Workforce Investment Act (WIA) Adult, Youth, and Dislocated Worker Allocations

- Purpose.** This transmits notice of the deobligation of unexpended Fiscal Year 2008 Dislocated Worker Program funds from the Jefferson County Local Workforce Investment Area (LWIA) and the subsequent reallocation of these Program funds to the State level "Recaptured Funds" account, the Alabama Workforce Investment Area (AWIA), and the Mobile County Local Workforce Investment Area (LWIA).
- Discussion.** The Statewide WIA Fiscal Procedures Manual , at Section V.C.2, states "...Funds allocated by the State to local workforce investment areas under WIA Sections 128(b) and 133(b), for any program year are available for expenditure only during that program year and the succeeding program year. Funds which are not expended by an LWIA in the two-year period (described above) must be returned to the State. Funds so returned are available for expenditure by the State and/or LWIAs (which are in compliance with expenditure requirements) only during the third program year of availability. In accordance with 20 CFR 667.107(b)(i) and (ii), these funds may be....used for Statewide projects or distributed to other LWIAs which have fully expended their allocation of funds..."

Financial reports indicate the Jefferson County LWIA failed to expend \$325,327.29 of its allocated Fiscal Year 2008 Dislocated Worker Program funds within the mandated two program year period (07/01/07-06/30/09). Per the WIA Fiscal Procedures Manual specifications, the unexpended Jefferson County LWIA Fiscal Year 2008 Dislocated Worker Program funds may be reallocated to the State and/or the AWIA and the Mobile County LWIA.

The revised Local Area Planning Allocation for Program Year 2007 is Attachment 1 of this Directive. Attachment 2 indicates the method used for reallocation of these funds.

These funds are LWIA **Program Funds**; all Fiscal Year 2008 LWIA Administrative funds are fully expended.

GOVERNOR'S WORKFORCE DEVELOPMENT DIRECTIVE NO. PY2006-11, Change 10
Page Two

- 3. Action.** The Jefferson County LWIA Fiscal Year 2008 Dislocated Worker allocation is reduced by \$325,327.29. The State has elected to retain up to 10% of the unexpended funds or \$32,532.29. These funds will be classified as Fiscal Year 2008 Dislocated Worker "Recaptured Funds". The remaining funds (\$292,795) will be reallocated as follows: the AWIA Fiscal Year 2008 Dislocated Worker allocation is increased by \$272,983, and the Mobile County LWIA Fiscal Year 2008 Dislocated Worker allocation is increased by \$19,812. As noted above, the affected funds are program funds.

Local Areas must submit the appropriate modifications to their respective Program Year 2007/Fiscal Year 2008 WIA Grant Agreement packages to the Workforce Development Division no later than September 23, 2009.

- 4. Contact.** Any questions should be referred to Jane Leatherwood, State Programs and Divisional Budget Management Section, at (334) 242-5190 or jane.leatherwood@adeca.alabama.gov.


Matthew Hughes, Director
Office of Workforce Development

**LOCAL AREA PLANNING ALLOCATION
 FOR PROGRAM YEAR 2007
 (July 1, 2007-June 30, 2008)**

	PY 2007 Allotment	FY 2008 Allotment	Full PY Allotment
SEC. 133(b)(2)(A) ADULT PROGRAMS	\$ 1,880,595.00	\$8,582,050.05	\$ 10,462,645.05
a. GOVERNOR's 15% SET ASIDES:	\$ 290,563.00	\$ 1,202,836.07	\$ 1,493,399.07
Administration (5%)	\$ 96,854.00	\$ 314,311.07	\$ 411,165.07
Other WIA Activities (7%)	\$ 135,596.00	\$ 709,564.00	\$ 845,160.00
Incentive/Capacity Building (3%)	\$ 58,113.00	\$ 178,961.00	\$ 237,074.00
Local Area Grants (67%)	\$ 38,936.00	\$ 178,961.00	\$ 217,897.00
State-level (33%)	\$ 19,177.00	\$ 0.00	\$ 19,177.00
b. LOCAL AREA ADULT PROGRAMS (85%)	\$ 1,590,032.00	\$ 7,379,213.98	\$ 8,969,245.98
AWIA	\$ 1,337,400.00	\$ 5,966,505.98	\$ 7,303,905.98
Jefferson	\$ 37,662.00	\$ 432,777.00	\$ 470,439.00
Mobile	\$ 214,970.00	\$ 979,931.00	\$ 1,194,901.00
SEC. 128(b)(2) YOUTH ALLOTMENT	\$ 10,851,469.00	\$ 0.00	\$ 10,851,469.00
a. GOVERNOR's 15% SET ASIDES:	\$ 1,617,193.00	\$ 0.00	\$ 1,617,193.00
Administration (5%)	\$ 569,188.00	\$ 0.00	\$ 569,188.00
Other WIA Activities (7%)	\$ 706,492.00	\$ 0.00	\$ 706,492.00
Incentive/Capacity Building (3%)	\$ 341,513.00	\$ 0.00	\$ 341,513.00
Local Area Grants (67%)	\$ 228,814.00	\$ 0.00	\$ 228,814.00
State-level (33%)	\$ 112,699.00	\$ 0.00	\$ 112,699.00
b. LOCAL AREA YOUTH PROGRAMS (85%)	\$ 9,234,276.00	\$ 0.00	\$ 9,234,276.00
AWIA	\$ 7,466,223.00	\$ 0.00	\$ 7,466,223.00
Jefferson	\$ 511,663.00	\$ 0.00	\$ 511,663.00
Mobile	\$ 1,256,390.00	\$ 0.00	\$ 1,256,390.00

**LOCAL AREA PLANNING ALLOCATION
 FOR PROGRAM YEAR 2007
 (July 1, 2007-June 30, 2008)**

	PY 2007 Allotment	FY 2008 Allotment	Full PY/FY Allotment
SEC. 133(b)(2)(B) DISLOCATED WORKERS	\$2,777,201.00	\$6,560,961.90	\$9,338,162.90
a. RAPID RESPONSE PROGRAMS	\$0.00	\$0.00	\$0.00
b. GOVERNOR's 15% SET ASIDES:	\$416,580.00	\$917,822.19	\$1,334,402.19
Administration (5%)	\$138,860.00	\$209,722.90	\$348,582.90
Other WIA Activities (7%)	\$218,834.44	\$539,498.00	\$758,332.44
Recaptured Funds	\$0.00	\$32,532.29	\$32,532.29
Incentive/Capacity Building (3%)	\$58,885.56	\$136,069.00	\$194,954.56
Local Area Grants (67%)	\$55,822.00	\$136,069.00	\$191,891.00
State-level (33%)	\$3,063.56	\$0.00	\$3,063.56
c. LOCAL AREA PROGRAMS (75%)	\$2,360,621.00	\$5,643,139.71	\$8,003,760.71
AWIA	\$1,977,353.00	\$5,020,415.00	\$6,997,768.00
Jefferson	\$239,759.00	\$259,098.71	\$498,857.71
Mobile	\$143,509.00	\$363,626.00	\$507,135.00
4 TOTAL PROGRAM YEAR 2007 ALLOTMENT	\$15,509,265.00	\$15,143,011.95	\$30,652,276.95
5 POOLED SET ASIDES			
Rapid Response (10%)	\$0.00	\$0.00	\$0.00
Administration (5%)	\$804,902.00	\$524,033.97	\$1,328,935.97
Other WIA Activities (7%)	\$1,060,922.44	\$1,249,062.00	\$2,309,984.44
Recaptured Funds	\$0.00	\$32,532.29	\$32,532.29
Incentive Awards/Capacity Building (3%)	\$458,511.56	\$315,030.00	\$773,541.56
Local Area grants (67%)	\$323,572.00	\$315,030.00	\$638,602.00
AWIA	\$120,530.00	\$169,166.00	\$289,696.00
Jefferson	\$17,256.00	\$58,476.00	\$75,732.00
Mobile	\$185,786.00	\$87,388.00	\$273,174.00
State-Level Activities (33%)	\$134,939.56	\$0.00	\$134,939.56

PY07/FY08 LOCAL AREA INCENTIVE AWARDS

		PY 2007	FY 2008	Total
AWIA	Fund Source			
	Adult	\$18,092	\$83,156	\$101,248
	Youth	\$67,153	\$0	\$67,153
	Dislocated Worker	\$35,285	\$86,010	\$121,295
		<u>\$120,530</u>	<u>\$169,166</u>	<u>\$289,696</u>
Jefferson	Fund Source			
	Adult	\$7,604	\$34,948	\$42,552
	Youth	\$0	\$0	\$0
	Dislocated Worker	\$9,652	\$23,528	\$33,180
		<u>\$17,256</u>	<u>\$58,476</u>	<u>\$75,732</u>
Mobile	Fund Source			
	Adult	\$13,240	\$60,857	\$74,097
	Youth	\$161,661	\$0	\$161,661
	Dislocated Worker	\$10,885	\$26,531	\$37,416
		<u>\$185,786</u>	<u>\$87,388</u>	<u>\$273,174</u>
State	Fund Source			
	Adult	\$38,936	\$178,961	\$217,897
	Youth	\$228,814	\$0	\$228,814
	Dislocated Worker	\$55,822	\$136,069	\$191,891
		<u>\$323,572</u>	<u>\$315,030</u>	<u>\$638,602</u>

State Level Reallocation Calculation

Funds Subject to Reallocation	Amount Retained at State Level	Balance Subject to Reallocation to LWIAs
\$ 325,327.29	\$ 32,532.29	\$ 292,795.00

LWIA Reallocation Calculation

LWIA	Original FY08 D. W. Allocation Amount*	Indices**	Funds Subject to Reallocation	LWIAs Share of Reallocation
AWIA	\$ 4,905,623	0.9323	\$ 292,795	\$ 272,983
Mobile	\$ 356,032	0.0677	\$ 292,795	\$ 19,812
Total	\$ 5,261,655	1.0000	\$ 292,795	\$ 292,795

* These are the original, prior to any rescissions, FY07 Dislocated Worker allocations .

**This is calculated by dividing the individual LWIA allocation amount by the sum of the two LWIA allocations.