

EMPLOYMENT AND TRAINING ADMINISTRATION ADVISORY SYSTEM U.S. DEPARTMENT OF LABOR Washington, D.C. 20210	CLASSIFICATION WIA/WIOA Implementation
	CORRESPONDENCE SYMBOL OWI
	DATE October 5, 2016

ADVISORY: TRAINING AND EMPLOYMENT GUIDANCE LETTER NO. 12-14, CHANGE 1

TO: STATE WORKFORCE AGENCIES
STATE WORKFORCE ADMINISTRATORS
STATE WORKFORCE LIAISONS
ALL WORKFORCE INVESTMENT ACT (WIA) SECTION 166 INDIAN AND NATIVE AMERICAN (INA) GRANTEEES
NATIONAL FARMWORKER JOBS PROGRAM GRANTEEES
ALL YOUTHBUILD GRANTEEES

FROM: PORTIA WU /s/
Assistant Secretary

SUBJECT: Update to Allowable Uses and Funding Limits of Workforce Investment Act (WIA) Program Year (PY) 2014 Funds for Workforce Innovation and Opportunity Act (WIOA) Transitional Activities

1. **Purpose.** To update the guidance in TEGL 12-14 to States on the funding limits of PY 2014 (July 1, 2014 – June 30, 2015) for planning and implementation activities associated with the transition to WIOA.

2. **References.**

- WIOA (Pub. L. 113-128) Section 503;
- WIOA statutorily-required implementation dates, at <http://www.doleta.gov/wioa/docs/WIOA-Key-Implementation-Dates.pdf>
- WIA (Pub. L. 105-220), title I;
- Training and Employment Guidance Letter (TEGL) 12-14, *Allowable Uses and Funding Limits of Workforce Investment Act (WIA) Program Year (PY) 2014 funds for Workforce Innovation and Opportunity Act (WIOA) Transition Activities*;
- Training and Employment Guidance Letter (TEGL) 18-13, *Workforce Investment Act (WIA) Adult, Dislocated Worker and Youth Activities Program Allotments for Program Year (PY) 2014; Final PY 2014 Allotments for the Wagner-Peyser Act Employment Service (ES) Program Allotments; and Workforce Information Grants to States Allotments for PY 2014*;
- Training and Employment Guidance Letter (TEGL) 18-13 Change 1, *Revised Fiscal Year (FY) 2015 Advanced Funding Levels Available October 2014 for Workforce Investment Activity (WIA) Programs*;

RESCISSIONS None	EXPIRATION DATE Continuing
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- Training and Employment Guidance Letter (TEGL) 18-13 Change 2, *Workforce Investment Act (WIA) Adult, Dislocated Worker and Youth Activities Program Allotments for Program Year (PY) 2014; Final PY 2014 Allotments for the Wagner-Peyser Act Employment Service (ES) Program Allotments; and Workforce Information Grants to States Allotments for PY 2014;*
- Consolidated Appropriations Act, 2014 (Pub. L. 113-76);
- Continuing Appropriations Resolution, 2015 (Pub. L. 113-164); *and*
- Consolidated and Further Continuing Appropriations Act, 2015 (Pub. L. 113-235).

3. **Background.** TEGL 12-14 issued October 28, 2014, provided guidance to states and other recipients of funds under title I of WIA on the use and reporting of PY 2014 funds for planning and implementation activities associated with the transition to WIOA.

At the time TEGL 12-14 was published, the Continuing Appropriations Resolution, 2015 was in effect and contained a 0.0554 percent reduction applicable to the PY 2014 October 1, 2014 (FY 2015 Advance) funding for the Adult and Dislocated Worker programs. The Continuing Resolution reduced neither the WIA Youth Activities funds (available April 1, 2014) nor the base portion (available July 1, 2014) of funding for Adult and Dislocated Worker activities. This 0.0554 percent reduction impacted the transition activity funding limits on PY 2014 funds published in TEGL 12-14. The Consolidated and Further Continuing Appropriations Act, 2015 did not include the 0.0554 percent reduction. **As a result, this Change 1 to TEGL 12-14 revises the transition activity funding limits on Adult and Dislocated Worker activities to be based on the original PY 2014 appropriated funding levels. Note, the amount of funds allotted to states for PY 2014 has not changed.**

4. **Use of Available WIA Funds for Transitional Activities.** Two percent of each of the PY 2014 WIA formula allotments that are made from the funds appropriated under Division H-I of the Consolidated Appropriations Act, 2014, which were outlined to the States in TEGL 18-13, for the Youth, Adult, and Dislocated Worker funding streams is available for states for transition activities related to WIOA, and of that amount, not less than 50 percent is to be provided to local areas for transitional activities.

PY 2014 formula funds are available for transitional activities through June 30, 2017.

PY 2015 formula funds were not provided this flexibility for transition activities.

5. **WIOA Two-Percent Transition Funding Levels.** A description of DOL's methodology for calculating transitional funding limits applicable to the Adult, Dislocated Worker and Youth formula programs is provided below. The amounts available based on the methodology are provided in attachments A-C.

Adult. The PY 2014 WIA Adult Activities formula allotments by State were used as the basis for the calculations. The PY 2014 amounts for the Adult program include PY 2014 Base and FY 2015 Advance funding. The two percent maximum transition amount calculation was performed by multiplying each state's allotment by two percent. Next, the minimum amount to be made available to the local levels was calculated by multiplying each state's two percent maximum transition amount by 50 percent.

Dislocated Workers. The PY 2014 WIA Dislocated Worker Activities formula allotments by State were used as the basis for the calculations. The PY 2014 amounts for the Dislocated Worker program include PY 2014 Base and FY 2015 Advance funding. The two percent maximum transition amount calculation was performed by multiplying each state's allotment by two percent. Next, the minimum amount to be made available to the local levels was calculated by multiplying each state's two percent maximum transition amount by 50 percent.

Youth. The PY 2014 WIA Youth Activities formula allotments by State were used as the basis for the calculations. The two percent maximum transition amount calculation was performed by multiplying each state's allotment by two percent. Next, the minimum amount to be made available to the local levels was calculated by multiplying each state's two percent maximum transition amount by 50 percent.

6. Inquiries.

Questions may be directed to the appropriate ETA Regional Office.

7. Attachments.

Attachment A - PY 2014 WIA Adult State Allotments Transition Funds

Attachment B - PY 2014 WIA Dislocated Worker Allotments State Transition Funds

Attachment C - PY 2014 WIA Youth State Allotments Transition Funds