



Michael Preston
SECRETARY OF COMMERCE
Charisse Childers, Ph.D.
DIRECTOR,
DIVISION OF WORKFORCE SERVICES

DIVISION OF WORKFORCE SERVICES
ISSUANCE NUMBER PY-20-10

June 24, 2021

FROM: Charisse Childers, Ph.D., Director

TO: Local Workforce Development Area Administrators/Service Providers

SUBJECT: Reallotment of Workforce Innovation and Opportunity Act (WIOA) Title I Formula – Allotted Funds for Dislocated Worker (DW) Activities for Program Year (PY) 2020

1. **Purpose:** To issue additional allocation of PY2020 FY2021 (WIOA) Title I Formula – DLW Activities for Program funds to local workforce development areas (LWDAs).

2. **General Information:** TEGL NO. 15-20 provides grantees with notification and guidance associated with recapture and reallotment of DW funding from PY 2020 allotments.

- WIOA Sections 127(c) and 132(c) require the Secretary of Labor (Secretary) to conduct reallotment of excess unobligated WIOA Adult, Youth, and DW formula funds based on ETA 9130 financial reports submitted at the end of the prior program year. Training and Employment Guidance Letter (TEGL) No. 16-18, announcing the DLW allotment levels for PY 2019, alerted states to the recapture and reallotment of funds provisions, and notified states that any recapture/reallotment of funds based on obligation of PY 2019 DW funding would impact PY 2020 DLW allotments.
- The adjustment of funds will be made to the FY 2021 advance portion of the PY 2020 allotments, which ETA issued in October 2020. The attached tables display the changes to PY 2020 formula allotments and a description of the reallotment methodology.
- The recapture/reallotment adjustments will be made to the FY 2021 advance portion of the PY 2020 allotment.

The information below reflects the total re-allotment to the State of Arkansas for DLW funding stream and the reservations required by Public Law 113-128 for statewide activities under Sections 128(a) and 133(a)(1) and for statewide rapid response activities under Section 133(a)(2).

| Funding Stream | PY 2020 Re-Allotment | 15% Statewide Funds | 25% Rapid Response Funds | For Allocation to LWDAs |
|-------------------|----------------------|---------------------|--------------------------|-------------------------|
| Dislocated Worker | 33,034 | 4,955 | 0 | 28,079 |
| Totals | 33,034 | 4,955 | 0 | 28,079 |

PY 2021 local area allocations are attached, along with funding information and subgrant award numbers.

3. Special Notes:

- A. Per WIOA Section 133(b)(4), a local board may transfer up to 100 percent of funds between the Adult and Dislocated Worker funding streams if approved by the Governor.
- B. This issuance provides the total PY 2021 allocation for each Title I funding stream. However, as of July 1, 2021, only the base portion of our state allotment of Adult and Dislocated Worker Activities funds will have been made available for distribution to local workforce development areas. Therefore, initial subgrant awards of Adult and Dislocated Worker Activities funds will be for each local workforce development area’s share of these base amounts. The balance of our state allotments of Adult and Dislocated Worker Activities funds will be made available on October 1, 2021.
- C. Youth Activities subgrant awards will have an effective date of April 1, 2021. Adult and Dislocated Worker Activities subgrant awards will have an effective date of July 1, 2021 for base funding and October 1, 2021 for the balance of each allocation.
- D. Catalog of Federal Domestic Assistance (CFDA) Numbers are as follows.
 - Youth - 17.259
 - Adult - 17.258
 - Dislocated Worker - 17.278
- E. A separate communication will provide local workforce development areas with instructions on the submission of PY 2021 subgrant forms.

4. **Action Required:** Please provide this information to staff involved in the preparation of PY 2021 WIOA subgrant award packages.

5. **Inquiries:** Eddie Thomas, ADWS EA Assistant Director, at eddie.thomas@arkansas.gov

6. **Attachments:**

- PY 2020 WIOA Title I – FY 2021 Dislocated Worker Reallotment Allocations
- PY 2021 WIOA Title I - Dislocated Worker Activities Funding Reallotment Information by LWDA

7. **Expiration Date:** June 30, 2022