

DEPARTMENT OF WORKFORCE DEVELOPMENT
DIVISION OF WORKFORCE SOLUTIONS
ADMINISTRATOR'S MEMO SERIES

___ ACTION
X NOTICE 05-13

ISSUE DATE: 7/8/05
DISPOSAL DATE: 6/30/08

*PROGRAM CATEGORIES:
___ AS ___ FM ___ ML ___ TR
___ CC ___ FL ___ NA ___ W-2
___ CS ___ IT ___ RA X WIA
___ CF ___ JC ___ TC
___ CR ___ LM ___ TA

TO: Workforce Development Board Directors

FROM: Bill Clingan /s/
Division Administrator

RE: WORKFORCE INVESTMENT ACT TITLE 1 PROGRAM YEAR '05 ALLOCATIONS

PURPOSE: To transmit the Workforce Investment Act (WIA) allocations to the Wisconsin Workforce Development Boards (WDB) for Program Year 2005. This Administrator's Memo replaces Administrator's Memo #05-06. This Administrator's Memo provides the following corrections to the previous Memo:

- The Dislocated Worker allocations have been revised due to a corrected application of the hold harmless provisions.
- An increase in the amount allowed to be transferred between programs from 20% to 30% in accordance with the requirements of the Department of Labor.

BACKGROUND: PY05 WIA allocations are based on allotments from the U.S. Department of Labor to the state of Wisconsin. Allotments were published in Federal Register Part III, dated March 25, 2005. Wisconsin received decreases of -7.45% for the Adult program, -7.31% for the Youth program, and -4.78% for the Dislocated Workers program.

Eighty-five (85%) percent of the Youth and Adult allotments, and sixty percent (60%) of the Dislocated Worker allotment have been allocated to WDBs. The allocation methods used are the same as those used in prior years. Data elements were updated as necessary to reflect current data for all variables.

* PROGRAM CATEGORIES:

AS--Apprenticeship Standards	FM--Financial Management Requirements	ML--Migrant Labor	TR--Transportation
CC--Child Care	FL--Foreign Labor Certification	NA--Native American Services	W-2--Wisconsin Works
CS--Child Support	IT--IT Systems	RA--Refugee Assistance	WIA--Workforce Investment Act
CF--Children First	JC--Job Center	TC--Tax Credit Programs	
CR--Civil Rights	LM--Labor Market Information	TA--Trade Assistance	

For the Dislocated Worker formula, it was necessary to use the North American Industry Classification System (NAICS) data for the declining industry factor. The Standard Industry Classification (SIC) codes are no longer available for use in this factor. This necessitated a change in the benchmark year used to calculate the share of employment in declining industries.

The allocation shares for Youth and Adult programs are adjusted for a 90% “hold harmless” based on the average of the allocation shares for PY03 and PY04. Dislocated Worker shares are adjusted for an 85% hold harmless based on allocation shares of the prior year. Hold harmless is not based on the total amount of funding received in the past.

For a description of the allocation formula, refer to WIA Sec. 128 (youth) and Sec. 133 (Adults and Dislocated Workers).

ACTION SUMMARY STATEMENT: WDBs should budget or plan PY05 WIA programs by using the allocations in the attachment.

A WDB may transfer not more than 30% of the funds allocated to its local area between Adult and Dislocated Workers activities but must obtain prior approval from DWD for any fund transfers. Youth activity grants may not transfer funds into or out of its grant.

Grant agreements issued by the Division of Workforce Solutions will reflect the attached allocations to the WDBs

CONTACT: If you have any questions about the allocations, please contact Nancy Eilks at (608) 266-9405; nancy.eilks@dwd.state.wi.us or Mona Hou at (608)264-6818; mona.hou@dwd.state.wi.us

ATTACHMENT: Worksheet of Allocations