



**Department of Workforce Services  
and  
Arkansas Workforce Investment Board Issuance PY 05-10**

**From:** Artee Williams, Director  
Sandra Winston, Executive Director

**Date:** April 27, 2006

**SUBJECT:** PY 2006 WIA Title I – Youth, Adult and Dislocated Worker Allocations

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**TO:** Local Workforce Investment Areas/Service Providers

1. **Purpose.** To officially issue PY 2006 WIA Title I – Youth and Adult planning allocations, and Dislocated Worker allocations to Local Workforce Investment Areas (LWIAs).
2. **References.** TEGL 20-05 (March 14, 2006) and TEGL 25-05 (April 11, 2006).

**Background.** Area of Substantial Unemployment (ASU) data was not available in time for the Department of Labor (DOL) to calculate the full state formula allotments normally issued at the beginning of the program years for the WIA Youth and Adult programs. Therefore, to provide sufficient funding to allow the programs to continue into PY 2006 and to avoid any disruption in program operations, DOL provided interim partial allotments based on the minimum amounts states are guaranteed under the WIA formula minimum provisions. These provisions ensure that states receive a minimum amount equivalent to the higher of: 90 percent of their prior year allotment percentage applied to the PY 2006 total funds available for states, or, if higher, 0.25 percent of the PY 2006 total funds available for states. For the Adult program, since appropriated funds are required to be issued in two portions, July 1 and October 1, the interim partial allotment for each portion was proportionately based on the state's full year minimum amount. This gave states the majority of funds they would normally receive, and enabled us to issue PY 2006 planning allocations for Youth and Adult activities according to the minimum percentage provisions of the WIA. When certified ASU data is available to DOL, full formula allotments for the states will be calculated and eligible states will receive their remaining Youth and Adult formula funds. At that time, we will re-calculate Youth and Adult allocations and eligible LWIAs will receive their remaining Youth and Adult formula funds. Dislocated Worker funds are not affected by the ASU data.

3. **General Information.** LWIA Youth planning allocations were calculated according to the minimum percentage provision of the Workforce Investment Act of 1998, Public Law 105-220, Chapter 4, and Section 128(b)(2)(A)(ii). LWIA Adult planning allocations were calculated according to minimum percentage 5, provision of the Workforce Investment Act of 1998, Public Law 105-220, Chapter and Section 133(b)(2)(A)(ii). These provisions ensure that LWIAs receive a minimum amount equivalent to 90 percent of the average of their prior two years allocation percentages applied to the PY 2006 total funds available for LWIAs.

LWIA Dislocated Worker allocations were calculated according to The Workforce Investment Act of 1998, Public Law 105-220, Chapter 5, and Section 133(b)(2)(B). The information below reflects the allotment to the State of Arkansas for each funding stream, the reservations for statewide activities required under Public Law 105-220, Chapter 4, and Section 128(a) and Chapter 5, and Section 133(a)(1), and the reservation for statewide rapid response activities required under Public Law 105-220, Chapter 5, and Section 133(a)(2).

<u>Funding Stream</u>	<u>PY 2006 Allotment</u>	<u>15% Statewide Activities</u>	<u>25% Rapid Response Activities</u>	<u>Balance for Allocation to LWIAs</u>
Youth Planning Allotment	8,196,812	1,229,522		6,967,290
Adult Planning Allotment	7,653,158	1,147,974		6,505,184
DLW Allotment	9,887,425	1,483,114	2,471,856	5,932,455
Totals	25,737,395	3,860,610	2,471,856	19,404,929

**Special Notes:**

- WIA section 133(b)(4) provides the authority for workforce investment areas, with approval of the Governor, to transfer up to 20 percent of the Adult Activities funds to Dislocated Workers Activities, and up to 20 percent of Dislocated Workers Activities funds to Adult Activities. The 2006 appropriation enacted by Congress raised these transfer limits to 30 percent for appropriated 2006 funds, applicable for the life of the funds. Arkansas currently has a waiver from the Department of Labor that allows the state to approve local area requests to transfer up to 40 percent of local area allocations between the WIA Adult and Dislocated Worker programs through June 30, 2007.
- As of July 1, 2006, only 17.61 percent of our state allotment of Adult funds and 28.73 percent of our state allotment of Dislocated Worker funds will have been made available for distribution to LWIAs. Therefore, initial Subgrant Awards of Adult funds will be for 17.61 percent and initial Subgrant Awards of Dislocated Worker funds will be for 28.73 percent of each LWIA's allocation. The balance of our state allotments of Adult and Dislocated Worker funds will be made available on October 1, 2006.

- A separate Issuance will provide LWIAs with PY 2006 Subgrant Award numbers and initial funding amounts. Youth Subgrant Awards will have an effective date of April 1, 2006 and Adult and Dislocated Worker Subgrant Awards will have an effective date of July 1, 2006.
4. **Action Required.** Please provide this information to staff involved in the preparation of PY 2006 WIA Title I Subgrant Award packages.
  5. **Inquiries.** Catharine McWhorter (501) 537-5886.
  6. **Attachments.** Development Sheets for Youth, Adult and Dislocated Worker Allocations
  7. **Expiration Date.** June 30, 2008.

PY 2006  
 DISLOCATED WORKER ALLOCATION DEVELOPMENT SHEET V  
 FARMER-RANCHER ECONOMIC HARDSHIP  
 2001-2003

LWIA	(A) AMOUNT OF LOSS (2001 - 2003) DECLINE IN CASH RECEIPTS (\$000)	(B) LWIA's PRO RATA PERCENT OF TOTAL STATE LOSS
Little Rock*	\$0	0.000%
Central	\$0	0.000%
North Central	\$15,707	5.639%
Northeast	\$0	0.000%
Northwest	\$91,623	32.896%
Southeast	\$5,065	1.819%
Southwest	\$61,994	22.258%
West Central	\$68,031	24.426%
Western	\$36,101	12.962%
Eastern	\$0	0.000%
<b>Total</b>	<b>\$278,521</b>	<b>100.000%</b>

Columns may not total due to rounding.

Computed using marketing statistics (2001 - 2003) provided by the U.S. Department of Commerce.

\*Little Rock numbers are based on 2000 Census data indicating its portion of Pulaski County to be 50.663%.

PY 2006  
DISLOCATED WORKER ALLOCATION DEVELOPMENT SHEET VI  
LONG TERM UNEMPLOYMENT  
(15 WEEKS OR MORE)

LWIA	(A) NUMBER OF LONG TERM UNEMPLOYED	(B) LWIA's PRO RATA PERCENT OF TOTAL
Little Rock*	2,246	6.900%
Central	4,766	14.642%
North Central	3,533	10.854%
Northeast	4,100	12.596%
Northwest	3,167	9.730%
Southeast	4,208	12.928%
Southwest	2,999	9.214%
West Central	3,341	10.264%
Western	1,998	6.138%
Eastern	2,192	6.734%
<b>Total</b>	<b>32,550</b>	<b>100.000%</b>

Columns may not total due to rounding.

\*Little Rock figure is based on 2000 Census data indicating its portion of Pulaski County to be 50.663%.

PY 2006

DISLOCATED WORKER ALLOCATION DEVELOPMENT SHEET VII

LWIA PY 2006 AMOUNT = \$5,932,455

	(A) (5%)	(B) (15%)	(C) (30%)	(D) (15%)	(E) (5%)	(F) (30%)	(G)	(H)
LWIA	INSURED UNEMPLOYMENT DATA SHEET I (COLUMN B)	UNEMPLOYMENT CONCENTRATION SHEET II, PART 3, COLUMN (H)	PLANT CLOSINGS, LAYOFFS SHEET III, COLUMN (B)	DECLINING INDUSTRIES SHEET IV, COLUMN (B)	FARMER-RANCHER ECONOMIC HARDSHIP SHEET V, COLUMN (B)	LONG TERM UNEMPLOYED SHEET VI, COLUMN (B)	PY 2006 LWIA ALLOCATION PERCENTAGE	PY 2006 LWIA FUNDING ALLOCATION
Little Rock								
Data	6.831%	4.703%	12.763%	7.485%	0.000%	6.900%		
Factor	0.342%	0.705%	3.829%	1.123%	0.000%	2.070%	8.069%	\$478,690
Central								
Data	14.704%	8.068%	0.525%	14.664%	0.000%	14.642%		
Factor	0.735%	1.210%	0.158%	2.200%	0.000%	4.393%	8.695%	\$515,827
North Central								
Data	10.537%	12.795%	24.536%	7.828%	5.639%	10.854%		
Factor	0.527%	1.919%	7.361%	1.174%	0.282%	3.256%	14.519%	\$861,333
Northeast								
Data	11.885%	15.189%	17.165%	14.490%	0.000%	12.596%		
Factor	0.594%	2.278%	5.149%	2.173%	0.000%	3.779%	13.974%	\$829,001
Northwest								
Data	10.071%	5.425%	7.027%	12.881%	32.896%	9.730%		
Factor	0.504%	0.814%	2.108%	1.932%	1.645%	2.919%	9.922%	\$588,618
Southeast								
Data	13.034%	19.845%	6.260%	7.446%	1.819%	12.928%		
Factor	0.652%	2.977%	1.878%	1.117%	0.091%	3.878%	10.593%	\$628,425
Southwest								
Data	9.396%	11.175%	20.133%	13.299%	22.258%	9.214%		
Factor	0.470%	1.676%	6.040%	1.995%	1.113%	2.764%	14.058%	\$833,985
West Central								
Data	10.369%	8.605%	5.392%	6.647%	24.426%	10.264%		
Factor	0.518%	1.291%	1.618%	0.997%	1.221%	3.079%	8.724%	\$517,547
Western								
Data	6.473%	3.014%	1.151%	10.690%	12.962%	6.138%		
Factor	0.324%	0.452%	0.345%	1.603%	0.648%	1.841%	5.214%	\$309,318
Eastern								
Data	6.700%	11.180%	5.048%	4.569%	0.000%	6.734%		
Factor	0.335%	1.677%	1.515%	0.685%	0.000%	2.020%	6.232%	\$369,711
Total	100.000%	100.000%	100.000%	100.000%	100.000%	100.000%	100.000%	\$5,932,455
Factor	5.000%	15.000%	30.000%	15.000%	5.000%	30.000%	100.000%	

Columns may not total due to rounding.

PY 2006  
WIA YOUTH ALLOCATION DEVELOPMENT  
COMPUTATION OF PLANNING ALLOCATION  
BASED ON MINIMUM PERCENTAGE TO BE RECEIVED BY LWIAS

	(A)	(B)	(C)	(D)	(E)
LWIA	PY 2004 ALLOCATION	PY 2005 ALLOCATION	TWO YEAR AVERAGE	PY 2006 MINIMUM (C) x 90%	PY 2006 PLANNING ALLOCATION
Little Rock	3.519%	4.340%	3.930%	3.537%	\$ 246,436
Central	8.405%	9.916%	9.161%	8.244%	\$ 574,390
North Central	9.542%	9.849%	9.696%	8.726%	\$ 607,973
Northeast	17.509%	16.914%	17.212%	15.490%	\$ 1,079,244
Northwest	7.076%	7.738%	7.407%	6.666%	\$ 464,446
Southeast	18.340%	16.981%	17.661%	15.894%	\$ 1,107,392
Southwest	11.466%	10.736%	11.101%	9.991%	\$ 696,109
West Central	8.982%	8.710%	8.846%	7.961%	\$ 554,672
Western	5.315%	5.357%	5.336%	4.802%	\$ 334,574
Eastern	9.846%	9.460%	9.653%	8.688%	\$ 605,325
<b>Total</b>	100.000%	100.000%	100.000%	90.000%	\$ 6,270,561

Columns may not total due to rounding.

PY 2006  
WIA YOUTH PLANNING ALLOCATION COMPARISON

LWIA	(A) PY 2005 ALLOCATION	(B) PY 2006 PLANNING ALLOCATION	(C) AMOUNT OF DIFFERENCE	(D) PERCENT OF INCREASE, (-) DECREASE
Little Rock	\$352,332	\$246,436	-\$105,896	-30.06%
Central	\$805,005	\$574,390	-\$230,615	-28.65%
North Central	\$799,566	\$607,973	-\$191,593	-23.96%
Northeast	\$1,373,119	\$1,079,244	-\$293,875	-21.40%
Northwest	\$628,190	\$464,446	-\$163,744	-26.07%
Southeast	\$1,378,559	\$1,107,392	-\$271,167	-19.67%
Southwest	\$871,574	\$696,109	-\$175,465	-20.13%
West Central	\$707,099	\$554,672	-\$152,427	-21.56%
Western	\$434,895	\$334,574	-\$100,321	-23.07%
Eastern	\$767,985	\$605,325	-\$162,660	-21.18%
<b>Total</b>	<b>\$8,118,324</b>	<b>\$6,270,561</b>	<b>-\$1,847,763</b>	<b>-22.76%</b>

Columns may not total due to rounding.

PY 2006  
WIA ADULT ALLOCATION DEVELOPMENT  
COMPUTATION OF PLANNING ALLOCATION  
BASED ON MINIMUM PERCENTAGE TO BE RECEIVED BY LWIAS

LWIA	(A) PY 2004 ALLOCATION	(B) PY 2005 ALLOCATION	(C) TWO YEAR AVERAGE	(D) PY 2006 MINIMUM (C) x 90%	(E) PY 2006 PLANNING ALLOCATION
Little Rock	3.576%	4.470%	4.023%	3.621%	\$ 235,544
Central	8.018%	9.568%	8.793%	7.914%	\$ 514,802
North Central	9.394%	9.699%	9.547%	8.592%	\$ 558,907
Northeast	17.536%	16.926%	17.231%	15.508%	\$ 1,008,791
Northwest	6.425%	7.001%	6.713%	6.042%	\$ 393,028
Southeast	18.378%	17.055%	17.717%	15.945%	\$ 1,037,221
Southwest	11.037%	10.364%	10.701%	9.630%	\$ 626,429
West Central	9.578%	9.108%	9.343%	8.409%	\$ 547,001
Western	5.858%	5.914%	5.886%	5.297%	\$ 344,568
Eastern	10.201%	9.898%	10.050%	9.045%	\$ 588,375
<b>Total</b>	100.000%	100.000%	100.000%	90.000%	\$ 5,854,666

Columns may not total due to rounding.

PY 2006  
WIA DISLOCATED WORKER ALLOCATION COMPARISON

	(A)	(B)	(C)	(D)
LWIA	PY 2005 ALLOCATION	PY 2006 ALLOCATION	AMOUNT OF DIFFERENCE	PERCENT OF INCREASE / DECREASE
Little Rock	\$690,969	\$478,690	-\$212,279	-30.72%
Central	\$577,222	\$515,827	-\$61,395	-10.64%
North Central	\$506,574	\$861,333	\$354,759	70.03%
Northeast	\$746,623	\$829,001	\$82,378	11.03%
Northwest	\$698,332	\$588,618	-\$109,714	-15.71%
Southeast	\$740,371	\$628,425	-\$111,946	-15.12%
Southwest	\$834,455	\$833,985	-\$470	-0.06%
West Central	\$484,072	\$517,547	\$33,475	6.92%
Western	\$591,574	\$309,318	-\$282,256	-47.71%
Eastern	\$488,513	\$369,711	-\$118,802	-24.32%
<b>Total</b>	<b>\$6,358,705</b>	<b>\$5,932,455</b>	<b>-\$426,250</b>	<b>-6.70%</b>

Columns may not total due to rounding.

PY 2006  
WIA ADULT PLANNING ALLOCATION COMPARISON

	(A)	(B)	(C)	(D)
LWIA	PY 2005 ALLOCATION	PY 2006 PLANNING ALLOCATION	AMOUNT OF DIFFERENCE	PERCENT OF INCREASE, (-) DECREASE
Little Rock	\$335,192	\$235,544	-\$99,648	-29.73%
Central	\$717,501	\$514,802	-\$202,699	-28.25%
North Central	\$727,317	\$558,907	-\$168,410	-23.15%
Northeast	\$1,269,259	\$1,008,791	-\$260,468	-20.52%
Northwest	\$524,973	\$393,028	-\$131,945	-25.13%
Southeast	\$1,278,995	\$1,037,221	-\$241,774	-18.90%
Southwest	\$777,201	\$626,429	-\$150,772	-19.40%
West Central	\$682,988	\$547,001	-\$135,987	-19.91%
Western	\$443,463	\$344,568	-\$98,895	-22.30%
Eastern	\$742,244	\$588,375	-\$153,869	-20.73%
<b>Total</b>	\$7,499,133	\$5,854,666	-\$1,644,467	-21.93%

Columns may not total due to rounding.