



**Department of Workforce Services
and
Arkansas Workforce Investment Board Issuance PY 07-12**

From: Artee Williams, Director
Kenneth Ferguson, Executive Director

Date: April 17, 2008

TO: Local Workforce Investment Areas/Service Providers

SUBJECT: Rescissions to Unexpended Balances of Formula Funds Appropriated for Prior Years for WIA Programs.

1. **Purpose:** The purpose is to provide information and directions relative to the rescissions for the WIA Adult, Youth, and Dislocated Worker Funding.
2. **General Information:** LWIA's need to make decisions on the rescinded amounts based on unexpended balances of formula funds appropriated for PY 2005 and PY 2006 (which includes funding year sources PY 2005, FY 2006, PY 2006 and FY 2007). The rescinded consolidated amounts were based on a nationwide rescission of \$ 250 million, required by P.L. 110-161, applicable to the WIA Adult, Youth, and Dislocated Worker programs. This rescission was one of three rescissions contained in Training and Employment Guidance Letter (TEGL) No. 24-07.
3. **Action Required:** Determine which funding year from which to rescind funds for each grant's share of the \$250 million nationwide rescission as follows:

Step 1. Calculate the amount of PY 06 expenditures to be moved to PY 07 to cover each of the funding stream's share of the \$250 million nationwide rescission after the effect of the 1% Rescission and the .253% Restoration. (See the "Net Effect of TEGL 24-07" on the attached RESCINDED AMOUNTS PER TEGL 24-07 worksheet.)

Step 2. Based on the timing of the expenditures and the amount of PY 07 funding received for the Adult and DLW activities on July 1, 2007, determine whether the expenditure amount in Step 1 can be absorbed by the funds received on July 1, 2007.

- a) If so, please state on the attached questionnaire the amounts to rescind from PY 06 funding by funding year.

- b) If not, please state on the attached questionnaire the amounts to rescind from PY 07 funding by funding year. (Attach justification for this request with the questionnaire.)

Step 3. Please complete attached questionnaire on the effects that the rescission will have on the services provided by your local area, including which funding year to request the rescission to be applied. **Please complete and return by April 25, 2008.**

Step 4. When notified by DWS of approval of which funding year to absorb the rescission, prepare budget modifications and make any necessary adjustments to the monthly financial reports (FSRs) for the May report due on 06/15/2008.

Mail to:

JoAnn Chatwood
Room 124
Department of Workforce Services
P.O. Box 2981
Little Rock, AR 72203

4. **Inquiries:** JoAnn Chatwood (501) 682-3702
5. **Attachments:** Worksheet Reflecting "Net Effect of TEGL 24-07"
WIA Funding Rescission Questionnaire
6. **Expiration Date:** June 30, 2009



Department of Workforce Services
Arkansas Workforce Investment Board

WIA FUNDING RESCISSION QUESTIONNAIRE

April 11, 2008

Questions	Answers
<p>1. What impact will the rescission have on the provision of training and/or support services to local WIA clients?</p> <p>Please provide the number of clients impacted by funding stream.</p> <p>Please provide the dollar amount necessary to support the training and support services by funding stream.</p>	
<p>2. Will the rescission necessitate closure of any local area workforce centers and/or reduction of workforce investment staff?</p> <p>Please provide specific number of affected centers and/or staff.</p> <p>Would the closure, or reduction in staff, be permanent or temporary?</p> <p>If temporary, for how long?</p>	
<p>3. What impact would the rescission have on the quality of services provided?</p>	
<p>4. Will the rescission negatively impact the local area performance measure achievement?</p>	
<p>5. How will the public perception of the local workforce system be affected by the rescission?</p>	

6. What impact will the rescission have on services offered to veterans? Please provide the estimated number of veterans that would be affected.

7. Is there any other potential local area impact?

8. Indicate the funding year(s) to which we should apply your area's share of the \$250 million nationwide rescission.

Program	PY 2006	FY 2007	PY 2007	FY 2008	TOTAL
DLW	\$	\$	\$	\$	\$
Adult					
Youth					
Total	\$	\$	\$	\$	\$

Note: Any Rescission of PY 2007 Funding Requires Justification

STATE OF ARKANSAS
RESCISSIONS ADDRESSED IN TEGL 24-07
FOR WORKFORCE INVESTMENT ACT (WIA) PROGRAMS

	\$250 Million Nationwide Rescission				1% FY07 Rescission				.253% FY08 Restoration				Net Effect of TEGL 24-07			
	Adult	Youth	DLW	Amount Rescinded	Adult	DLW	Amount Rescinded	Amount Restored	Adult	DLW	Amount Restored	Adult	Youth	DLW	Net Amount	
TOTAL	\$881,058	\$313,451	\$956,026	\$2,150,535	\$57,251	\$42,282	\$99,533	\$24,552	\$14,267	\$10,285	\$24,552	\$924,042	\$313,451	\$988,022	\$2,225,516	
Local Area																
Central	\$83,344	\$49,661	\$80,753	\$213,758	\$5,618	\$3,676	\$9,294	\$2,329	\$1,244	\$1,085	\$2,329	\$87,717	\$49,661	\$83,344	\$220,723	
Eastern	95,325	25,478	78,929	199,732	5,579	2,635	8,214	2,324	1,685	640	2,324	99,219	25,478	80,924	205,622	
LRWIB	52,077	21,436	147,638	221,151	2,790	3,412	6,202	1,580	600	980	1,580	54,267	21,436	150,070	225,773	
NCent	126,396	41,468	82,161	250,025	6,093	6,139	12,232	2,380	1,428	953	2,380	131,061	41,468	87,347	259,876	
NEast	64,546	12,238	66,355	143,139	8,678	5,908	14,787	3,536	2,082	1,454	3,536	71,342	12,238	70,810	154,390	
NWest	47,645	16,085	42,487	106,217	4,143	4,195	8,338	2,196	1,041	1,155	2,196	50,747	16,085	45,527	112,359	
SEast	238,768	51,009	184,067	473,844	9,226	4,479	13,705	4,233	2,634	1,600	4,233	245,361	51,009	186,946	483,316	
SWest	108,874	39,329	125,333	273,536	6,105	5,944	12,049	2,609	1,600	1,008	2,609	113,379	39,329	130,268	282,976	
WCent	40,890	55,557	129,558	226,005	5,609	3,689	9,297	1,956	1,214	743	1,956	45,285	55,557	132,504	233,346	
Western	23,193	1,190	18,745	43,128	3,210	2,205	5,415	1,409	740	669	1,409	25,664	1,190	20,280	47,134	