



**WIA NOTICE NO. 06-NOT-07**

**TO:** Chief Elected Officials  
Local Workforce Investment Board Chairpersons  
Local Workforce Investment Board Staff  
WIA Fiscal Agents and Grant Recipients  
WIA Program Services Administrators  
One-Stop Operators  
WIA State Agency Partners  
Other Interested Persons

**SUBJECT:** WIA Title I Adult, Dislocated Worker, and Youth Activities Program  
Allocations for Program Year 2006 (PY'06)

**DATE:** September 7, 2006

**I. SUBJECT INDEX**

Fiscal Reporting and Accountability  
Planning

**II. PURPOSE**

To provide information to all Local Workforce Investment Areas (LWIAs) on the formula allocations for PY'06 for the Adult, Dislocated Workers, and Youth funding streams under Title 1B of the Workforce Investment Act of 1998 (WIA).

**III. ISSUANCES AFFECTED**

A. References:

Workforce Investment Act Final Rule, 20 CFR 665.200-210 and 667.130-135  
Workforce Investment Act of 1998, Public Law 105-220, Sections 128 and 133.  
USDOL Training and Employment Guidance Letter No. 20-05, Revised Action for  
Designation of Areas of Substantial Unemployment (ASUs) under the  
Workforce Investment Act (WIA) for PY'06 (March 14, 2006)

Internet Address <http://www.commerce.state.il.us>

USDOL Training and Employment Guidance Letter No. 20-05, Change 1, Revised Date for Submission of Designations of Areas of Substantial Unemployment (ASUs) under the Workforce Investment Act (WIA) for PY'06 (April 13, 2006)

USDOL Training and Employment Guidance Letter No. 22-05, Reallotment of Workforce Investment Act (WIA) Title I Formula-Allocated Funds for Dislocated Worker Activities (March 30, 2006)

USDOL Training and Employment Guidance Letter No. 25-05, FFY'06 Congressional Rescissions for the Workforce Investment Act (WIA) Adult and Dislocated Worker Programs; WIA Adult and Youth Programs Planning Estimates for PY'06; WIA Allotments for the Dislocated Worker Program for PY'06; Wagner Peyser Act Final Allotments for PY'06; Workforce Information Grants to State for PY'06; and Work Opportunity Tax Credit (WOTC) and Welfare-to-Work (WtW) Tax Credit Allotments for FFY'06 (April 11, 2006)

USDOL Training and Employment Guidance Letter No. 25-05, Change 1, Workforce Investment Act (WIA) Adult and Youth Programs Final Allotments for Program Year (PY) 2006, and Additional PY2006 Funding from WIA Section 173(e) for Adult/Dislocated Worker Activities for Eligible States (August 10, 2006)

WIA Policy Letter 05-PL-17, Modification to the Five-Year Local Job Training Plan PY'06 Allocations (April 6, 2006)

PY'06 WIA Notice No. 05-NOT-03, WIA Title I Adult and Youth Activities Programs Planning Estimates for Program Year 2006 (PY'06) and the WIA Title I Dislocated Worker Program Activities allocations for PY'06 (April 28, 2006)

B. Rescissions:

None

**IV. BACKGROUND**

Sec. 667.130 of the Final Regulations of the Workforce Investment Act of 1998 describes how each State's allotment of WIA funds is formula allocated to local workforce areas. This is done in accordance with the allocation formulas contained in WIA sections 128(b) and 133(b) and in the State's five-year plan.

Of the WIA formula funds allotted for services to adults, dislocated workers and youth, the Governor must reserve funds from each of these sources for Statewide workforce investment activities. In making these reservations, the Governor has reserved fifteen (15) percent from each of these sources. Funds reserved under this paragraph may be combined and spent on Statewide employment and training activities for adults and dislocated workers and Statewide youth activities, as

described in 20 CFR 665.200 and 665.210, without regard to the funding source of the reserved funds.

The Governor must also reserve a portion of the dislocated worker funds for Statewide rapid response activities, as described in WIA section 134(a)(2)(A) and 20 CFR 665.310 through 665.330. In making this reservation, the Governor has reserved twenty-five (25) percent of the dislocated worker funds.

The August 10, 2006 Federal Register published the "Program Year (PY) 2006 WIA Final Allotments for Adult and Youth and Additional Funds from WIA Section 173(e) for Adult/Dislocated Worker Activities for Eligible States." This is the WIA state allotments for July 1, 2006 – June 30, 2007. The final allotments in the Federal Register are the official update from the April 11, 2006 Federal Register, which provided planning estimates.

Illinois has computed the statewide allocations based on the certified revised Areas of Substantial Unemployment (ASUs) data. The revised allocations for the Adult and Youth programs are being announced with this Notice.

## **V. NOTICE**

- A. As outlined in WIA Policy Letter 05-PL-17, each LWIA must use the amounts provided in the attachments to this WIA Notice in order to develop modifications to its local five-year plan.
- B. Attached to this letter are tables that contain the following information:
  1. Summary of PY'06 Allocations (Attachment A)
  2. PY'06 Adult Allocations (Attachment B)
  3. PY'06 Dislocated Worker Allocations (Attachment C)
  4. PY'06 Youth Allocations (Attachment D)
- C. A Policy Letter announcing the PY'05 reallocation amounts that will be applied to the PY'06 formula grants will be distributed in September 2006. In order to avoid the cost of publishing twice in a short time span, local areas may want to consider completing both modifications at the same time. The due dates for both modifications will be identical.

## **VI. ACTION REQUIRED**

This information is to be used in conjunction with instructions provided in WIA Policy Letter 05-PL-17, dated April 6, 2006, in order to amend PY'06 WIA formula grants.

WIA Plan Modifications must be submitted under a cover letter signed by the LWIB Chair and the CEO(s) (or designated signatory) indicating approval of the modification. The original and one copy of the required paper documents must be submitted by close of business (C.O.B.) no earlier than thirty (30) days after receipt of this Notice to allow for public comment requirements and no later than C.O.B. November 15, 2006 to:

Lora S. Dhom  
Illinois Department of Commerce and Economic Opportunity  
Bureau of Workforce Development  
Planning Unit  
620 East Adams, 5<sup>th</sup> Floor  
Springfield, IL 62701-1615  
lora.dhom@illinois.com

Local areas should consider submitting both the PY'06 Allocations as outlined in this notice and PY'05 Reallocations as outlined in a Policy Letter to be distributed in September 2006. This will assist LWIAs in avoiding the cost of publishing twice in a short time span. The due dates for both modifications will be identical.

In addition, modifications must be entered into the Illinois Workforce Development System (IWDS).

## **VII. INQUIRIES**

Inquiries should be directed to DCEO, Lora S. Dhom, (217) 558-2429 or lora.dhom@illinois.gov.

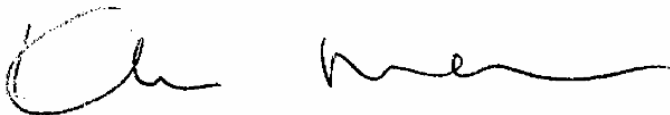
## **VIII. EFFECTIVE DATE**

This notice is effective on release.

**IX. EXPIRATION DATE**

This notice will remain in effect until amended or rescinded by the DCEO, Bureau of Workforce Development.

Sincerely,

A handwritten signature in black ink, appearing to read 'Therese McMahon', written in a cursive style.

Therese McMahon, Deputy Director  
Bureau of Workforce Development

TM:mb

Attachments: A - Summary of PY'06 Allocations  
B - PY'06 Adult Allocations  
C - PY'06 Dislocated Worker Allocations  
D - PY'06 Youth Allocations