

Enclosure 1

NPRM Pending OMB Approval DVOP/LVER PRELIMINARY Funding Estimates for FY 2005 (In Thousands of Dollars)

These funding levels should be used for GENERAL PLANNING PURPOSES only

Introduction:

Enclosure 1 provides PRELIMINARY estimates of the funding allocations for each State for FY 2005. These estimates do NOT reflect inclusion of the most recent data on the number unemployed and the number of veterans in the civilian labor force. More precise allocation estimates that incorporate the most recent data will be forthcoming in the near future. The estimates provided in Enclosure 1 do reflect the GENERAL influence of the new method of calculating State allocations during the second year of the Phase-in Period, as prescribed by P.L. 107-288. Accordingly, these estimates are provided at this point to give SWA staff in each State a sense of the general trend that can be anticipated for the coming year. Therefore, SWA staff members responsible for program planning are encouraged to apply these estimates to their State by characterizing the relationship between the FY 2004 allocation and the FY 2005 estimate in general terms, such as, "decreased funding," "relatively stable funding," and "increased funding." Similarly, SWA staff members are encouraged NOT to devote inordinate attention at this point to the specific amount of the difference between the FY 2004 allocation and the FY 2005 estimate for a given State.