ADVISORY: TRAINING AND EMPLOYMENT GUIDANCE LETTER NO. 11-09, Change 1

- TO: STATE WORKFORCE AGENCIES STATE WORKFORCE LIAISONS STATE WORKFORCE ADMINISTRATORS STATE AND LOCAL WORKFORCE INVESTMENT BOARDS ALL YOUTHBUILD GRANTEES
- FROM: JANE OATES /s/ Assistant Secretary

SUBJECT: Revision to Expanded Participant Eligibility for the YouthBuild Program

1. <u>**Purpose.**</u> To provide a revision and clarification to policy guidance previously issued to states and national YouthBuild program grantees concerning the Employment and Training Administration's (ETA) definition of "school dropout" as it pertains to YouthBuild program participants under the Workforce Investment Act (WIA).

2. <u>References</u>.

- Workforce Investment Act of 1998 (WIA) 20-C.F.R. 664.310
- YouthBuild Transfer Act (PL 109-281 September 2006)
- Training and Employment Guidance Letter No. 11-09, "Expanded Participant Eligibility for the YouthBuild Program".

3. <u>Background</u>. In TEGL No. 11-09, the Department issued policy guidance to states and national YouthBuild program grantees on the WIA definition of school dropout. The YouthBuild Transfer Act (PL 109-281 September 2006) authorized the transfer of the YouthBuild program from the Department of Housing and Urban Development (HUD) to the Department of Labor (DOL) by amending the Workforce Investment Act (WIA) of 1998 by adding Section 173A. Under WIA, the term "school dropout" is defined as "an individual who is no longer attending any school and who has not received a secondary school diploma or its recognized equivalent" (29U.S.C. 2801(39). Additionally, "A youth's dropout status is determined at the time of registration. A youth attending an alternative school at the time of registration is not a dropout" (20 C.F.R. 664.310).

RESCI SSI ONS	EXPI RATI ON DATE
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4. <u>Participant Definition for YouthBuild Grantees</u>: Under the WIA definition, if an individual had dropped out of high school, but subsequently enrolled in an alternative school (such as a charter school program), he or she would generally not be eligible to enroll in the YouthBuild program except under the 25% eligibility exception (29 U.S.C. 2918a(e)(1)(B). However, under the prior YouthBuild law administered by HUD, an eligible participant could be "an individual who <u>has</u> dropped out of high school" which was interpreted to include individuals who had dropped out of high school and subsequently enrolled in an alternative school. A strategy used by a number of HUD YouthBuild grantees was to first enroll dropouts in a charter school and provide educational services and support. These individuals were then enrolled as full participants in the YouthBuild program.

Both the American Recovery and Reinvestment Act, P.L. 111-5 (2009) and the 2009 Omnibus Appropriations Act, P.L. 118-8 (2009) broadened the WIA YouthBuild school dropout provision for Program Years 2008 and 2009 as follows: "[T]he YouthBuild program may serve an individual who <u>has</u> dropped out of high school and re-enrolled in an alternative school, if that reenrollment is part of a sequential service strategy." Under these statutory provisions, a YouthBuild program may now serve an individual who has dropped out of high school and reenrolled in an alternative school, if that re-enrollment is part of a sequential service strategy. The term "alternative school" broadly refers to schools or programs that are set up by states, school districts, or other community-based entities to serve young people who are not succeeding in a traditional public school environment. The term "sequential service program" means an alternative school that is connected with a YouthBuild program and provides a year or more of educational services prior to enrollment into the YouthBuild program supported by DOL funding. This definition is intended to include a charter school that is operated by and connected to a YouthBuild program.

This provision has now been permanently extended; language from the DOL FY 2010 appropriations bill states: "That for program year 2010 and each program year thereafter, the YouthBuild program may serve an individual who has dropped out of high school and re-enrolled in an alternative school, if that re-enrollment is part of a sequential service strategy."

5. <u>Inquiries.</u> Questions on this Training and Employment Guidance Letter (TEGL) Revision may be addressed to Anne Stom, Division of Youth Services, OWI, at 202-693-3377 or <u>stom.anne@dol.gov</u>.