

EMPLOYMENT AND TRAINING ADMINISTRATION ADVISORY SYSTEM U.S. DEPARTMENT OF LABOR Washington, D.C. 20210	CLASSIFICATION WIOA - DW
	CORRESPONDENCE SYMBOL OWI
	DATE February 18, 2022

ADVISORY: TRAINING AND EMPLOYMENT GUIDANCE LETTER NO. 7-21

TO: STATE WORKFORCE AGENCIES
STATE WORKFORCE LIAISONS

FROM: ANGELA HANKS **AH**
Acting Assistant Secretary

SUBJECT: Reallotment of Workforce Innovation and Opportunity Act (WIOA) Title I Formula-Allotted Funds for Dislocated Worker (DW) Activities for Program Year (PY 2021)

1. **Purpose.** To provide adjusted funding levels for PY 2021 allotments for the DW program under WIOA Title I Section 132(c) on recapture and reallotment.
2. **Action Requested.** States do not need to take action to receive the reallotted funds but should reflect these funds in financial reports as described below.
3. **Summary and Background.**
 - a. Summary – This document provides grantees with notification and guidance associated with recapture and reallotment of Dislocated Worker funding from PY 2021 allotments.
 - b. Background - WIOA Sections 127(c) and 132(c) require the Secretary of Labor (Secretary) to conduct reallotment of excess unobligated WIOA Adult, Youth, and DW formula funds based on ETA 9130 financial reports submitted at the end of the prior program year. TEGL 16-19, announcing the DW allotment levels for PY 2020, alerted states to the recapture and reallotment of funds provisions, and notified states that any recapture/reallotment of funds based on obligation of PY 2020 DW funding would impact PY 2021 DW allotments.

In the FY 2021 Appropriations Act, Congress appropriated DW PY 2021 funds in two portions: 1) funds available for obligation July 1, 2021 (i.e., PY 2021 “base” funds), and 2) funds available for obligation October 1, 2021 (i.e., FY 2022 “advance” funds). Together, these two portions make up the total PY 2021 WIOA funding. TEGL 19-20 announced the DW allotment levels for PY 2021.

RESCISSIONS None	EXPIRATION DATE Continuing
----------------------------	--------------------------------------

4. Recapture and Reallotment.

- a. Recapture and Reallotment Requirement. The WIOA regulations at 20 CFR 683.135 describe the procedures the Secretary uses for recapture and reallotment of funds. ETA will not recapture any PY 2021 funds for the Adult and Youth programs because there are no states where PY 2020 unobligated funds exceed 20 percent of the allotment for that program year for those programs. For the Dislocated Worker program, however, Oklahoma had unobligated PY 2020 funds in excess of 20 percent of their allotments. Therefore, ETA will recapture a total of \$89,236 from PY 2021 funding from Oklahoma and reallot those funds to the remaining eligible states, as required by WIOA Section 132(c).
- b. Notice of Award (NOA) Adjustment. ETA will issue NOAs for the states to reflect the recapture and reallotment of these funds. ETA will make adjustments of funds to the FY 2022 advance portion of the PY 2021 allotments, which ETA issued in October 2021. The attached tables display the changes to PY 2021 formula allotments and a description of the reallotment methodology.
- c. Procedures and Reporting. WIOA statutory language and WIOA regulatory language are silent on how states must distribute realloted funds, so states have flexibility to determine the methodology used.

For any state subject to recapture of funds, WIOA Section 132(c)(5) requires the Governor to prescribe equitable procedures for reacquiring funds across local areas and the state.

As mentioned in Section 4.b of this TEGL, ETA will make recapture/reallotment adjustments to the FY 2022 advance portion of the PY 2021 allotment. Therefore, for reporting purposes, states must reflect the recapture/reallotment amount (decrease or increase) in the “Total Federal Funds Authorized” line of any affected FY 2022 ETA 9130 financial reports (State Dislocated Worker Activities, Statewide Rapid Response, Local Dislocated Worker Activities) in a manner consistent with the method of distribution of these amounts to state and local areas used by the state. The state must include an explanation of the adjustment in the remarks section of the adjusted reports.

5. **Inquiries.** Please direct questions regarding the revised allotments to the appropriate regional office.

6. References.

- Consolidated Appropriations Act, 2021, Public Law (Pub.L.) 116-260 (Fiscal Year (FY) 2021 Appropriations Act);
- Workforce Innovation and Opportunity Act Section 132(c), P.L. 113-128, 29 U.S.C. 3172(c);
- WIOA Regulations at 20 CFR 683.135

- Training and Employment Guidance Letter (TEGL) 19-20, *Workforce Innovation and Opportunity Act (WIOA) Adult, Dislocated Worker and Youth Activities Program Allotments for Program Year (PY) 2021; PY 2021 Allotments for the Wagner-Peyser Act Employment Service (ES) Program; and PY 2021 Allotments of Workforce Information Grants to States*; and
- TEGL 16-19, *Workforce Innovation and Opportunity Act (WIOA) Adult, Dislocated Worker and Youth Activities Program Allotments for Program Year (PY) 2020; PY 2020 Allotments for the Wagner-Peyser Act Employment Service (ES) Program and the Allotments of Workforce Information Grants to States for PY 2020*.

7. **Attachments.**

- Attachment I - WIOA Dislocated Worker Activities, PY 2021 Reallotment to States
- Attachment II - WIOA Dislocated Worker Activities, PY 2021 Revised Allotments with Reallotment – PY/FY Split

**U.S. DEPARTMENT OF LABOR
Employment and Training Administration
WIOA Dislocated Worker Activities
PY 2021 Reallotment to States**

	Calculating Reallotment Amount*			Impact on PY 2021 Allotments		
	Excess Unobligated PY 2020 Funds to be Recaptured from PY 2021 funds	Eligible States ^{1/} PY 2020 Dislocated Worker Allotments	Reallotment Amount for Eligible States (Based on eligible states' share of PY 2020 Allotments)	Total Original PY 2021 ^{2/} Allotments Before Reallotment	Recapture/ Reallotment Adjustment to PY 2021 Allotments	Revised Total PY 2021 Allotments
Alabama	0	17,484,622	1,494	15,759,598	1,494	15,761,092
Alaska	0	8,455,610	723	7,633,223	723	7,633,946
Arizona **	0	39,991,436	3,418	36,101,896	3,418	36,105,314
Arkansas	0	6,094,547	521	5,494,037	521	5,494,558
California	0	142,857,606	12,208	149,720,406	12,208	149,732,614
Colorado	0	10,039,967	858	12,159,989	858	12,160,847
Connecticut	0	13,687,185	1,170	12,337,604	1,170	12,338,774
Delaware	0	2,356,710	201	3,066,268	201	3,066,469
District of Columbia	0	11,155,134	953	10,070,193	953	10,071,146
Florida	0	51,130,393	4,369	51,290,725	4,369	51,295,094
Georgia	0	37,075,724	3,168	33,419,357	3,168	33,422,525
Hawaii	0	1,627,134	139	2,119,112	139	2,119,251
Idaho	0	1,972,984	169	2,028,089	169	2,028,258
Illinois	0	56,979,269	4,869	51,358,724	4,869	51,363,593
Indiana	0	13,419,872	1,147	14,963,227	1,147	14,964,374
Iowa	0	4,099,259	350	4,937,575	350	4,937,925
Kansas	0	4,619,587	395	4,544,741	395	4,545,136
Kentucky	0	13,353,727	1,141	14,548,366	1,141	14,549,507
Louisiana	0	20,483,992	1,750	18,464,174	1,750	18,465,924
Maine	0	2,576,662	220	2,322,923	220	2,323,143
Maryland	0	15,100,595	1,290	13,613,404	1,290	13,614,694
Massachusetts	0	15,512,508	1,326	20,199,573	1,326	20,200,899
Michigan	0	28,256,546	2,415	34,356,689	2,415	34,359,104
Minnesota	0	8,669,666	741	10,349,177	741	10,349,918
Mississippi	0	16,945,945	1,448	15,297,756	1,448	15,299,204
Missouri	0	13,344,176	1,140	12,028,805	1,140	12,029,945
Montana	0	1,598,328	137	1,753,248	137	1,753,385
Nebraska	0	2,443,343	209	2,203,020	209	2,203,229
Nevada	0	12,874,745	1,100	15,074,356	1,100	15,075,456
New Hampshire	0	1,786,308	153	2,326,314	153	2,326,467
New Jersey	0	30,127,687	2,575	33,932,137	2,575	33,934,712
New Mexico **	0	18,177,069	1,553	16,389,748	1,553	16,391,301
New York	0	50,275,614	4,296	65,468,288	4,296	65,472,584
North Carolina	0	28,569,103	2,441	25,754,357	2,441	25,756,798
North Dakota	0	831,934	71	864,826	71	864,897
Ohio	0	37,386,625	3,195	33,700,620	3,195	33,703,815
Oklahoma	89,236	0	0	6,740,873	(89,236)	6,651,637
Oregon	0	11,079,605	947	11,192,082	947	11,193,029
Pennsylvania	0	49,130,164	4,199	47,138,266	4,199	47,142,465
Puerto Rico	0	75,753,107	6,474	69,068,117	6,474	69,074,591
Rhode Island	0	3,827,132	327	3,900,287	327	3,900,614
South Carolina	0	14,348,091	1,226	12,933,091	1,226	12,934,317
South Dakota	0	1,197,226	102	1,451,487	102	1,451,589
Tennessee	0	17,574,700	1,502	15,841,903	1,502	15,843,405
Texas	0	60,145,020	5,140	65,619,333	5,140	65,624,473
Utah **	0	4,284,604	366	3,862,696	366	3,863,062
Vermont	0	847,786	72	1,103,914	72	1,103,986
Virginia	0	13,768,158	1,177	15,538,166	1,177	15,539,343
Washington	0	27,098,739	2,316	24,433,523	2,316	24,435,839
West Virginia	0	11,471,767	980	11,649,037	980	11,650,017
Wisconsin	0	11,272,862	963	11,939,631	963	11,940,594
Wyoming	0	1,075,040	92	1,104,049	92	1,104,141
STATE TOTAL	\$89,236	\$1,044,235,613	\$89,236	\$1,059,169,000	\$0	\$1,059,169,000

* Including prior year recapture/reallotment amounts

** Includes funds allocated to the Navajo Nation

^{1/} PY 2020 allotment amounts are used to determine the reallotment amount eligible states receive of the recaptured amount.

^{2/} PY 2021 allotment amounts are the original allotment amounts per TEGL 19-20.

U.S. DEPARTMENT OF LABOR
Employment and Training Administration
WIOA Dislocated Worker Activities
PY 2021 Revised Allotments with Reallotment - PY/FY Split

	Total Allotment			Available 7/1/21			Available 10/1/21		
	Original	Recapture/ Reallotment	Revised	Original	Recapture/ Reallotment	Revised	Original	Recapture/ Reallotment	Revised
Alabama	15,759,598	1,494	15,761,092	2,998,949	-	2,998,949	12,760,649	1,494	12,762,143
Alaska	7,633,223	723	7,633,946	1,452,553	-	1,452,553	6,180,670	723	6,181,393
Arizona *	36,101,896	3,418	36,105,314	6,869,957	-	6,869,957	29,231,939	3,418	29,235,357
Arkansas	5,494,037	521	5,494,558	1,045,480	-	1,045,480	4,448,557	521	4,449,078
California	149,720,406	12,208	149,732,614	28,490,824	-	28,490,824	121,229,582	12,208	121,241,790
Colorado	12,159,989	858	12,160,847	2,313,967	-	2,313,967	9,846,022	858	9,846,880
Connecticut	12,337,604	1,170	12,338,774	2,347,766	-	2,347,766	9,989,838	1,170	9,991,008
Delaware	3,066,268	201	3,066,469	583,491	-	583,491	2,482,777	201	2,482,978
District of Columbia	10,070,193	953	10,071,146	1,916,293	-	1,916,293	8,153,900	953	8,154,853
Florida	51,290,725	4,369	51,295,094	9,760,293	-	9,760,293	41,530,432	4,369	41,534,801
Georgia	33,419,357	3,168	33,422,525	6,359,487	-	6,359,487	27,059,870	3,168	27,063,038
Hawaii	2,119,112	139	2,119,251	403,253	-	403,253	1,715,859	139	1,715,998
Idaho	2,028,089	169	2,028,258	385,932	-	385,932	1,642,157	169	1,642,326
Illinois	51,358,724	4,869	51,363,593	9,773,233	-	9,773,233	41,585,491	4,869	41,590,360
Indiana	14,963,227	1,147	14,964,374	2,847,405	-	2,847,405	12,115,822	1,147	12,116,969
Iowa	4,937,575	350	4,937,925	939,589	-	939,589	3,997,986	350	3,998,336
Kansas	4,544,741	395	4,545,136	864,835	-	864,835	3,679,906	395	3,680,301
Kentucky	14,548,366	1,141	14,549,507	2,768,460	-	2,768,460	11,779,906	1,141	11,781,047
Louisiana	18,464,174	1,750	18,465,924	3,513,613	-	3,513,613	14,950,561	1,750	14,952,311
Maine	2,322,923	220	2,323,143	442,037	-	442,037	1,880,886	220	1,881,106
Maryland	13,613,404	1,290	13,614,694	2,590,543	-	2,590,543	11,022,861	1,290	11,024,151
Massachusetts	20,199,573	1,326	20,200,899	3,843,848	-	3,843,848	16,355,725	1,326	16,357,051
Michigan	34,356,689	2,415	34,359,104	6,537,855	-	6,537,855	27,818,834	2,415	27,821,249
Minnesota	10,349,177	741	10,349,918	1,969,381	-	1,969,381	8,379,796	741	8,380,537
Mississippi	15,297,756	1,448	15,299,204	2,911,064	-	2,911,064	12,386,692	1,448	12,388,140
Missouri	12,028,805	1,140	12,029,945	2,289,004	-	2,289,004	9,739,801	1,140	9,740,941
Montana	1,753,248	137	1,753,385	333,632	-	333,632	1,419,616	137	1,419,753
Nebraska	2,203,020	209	2,203,229	419,220	-	419,220	1,783,800	209	1,784,009
Nevada	15,074,356	1,100	15,075,456	2,868,552	-	2,868,552	12,205,804	1,100	12,206,904
New Hampshire	2,326,314	153	2,326,467	442,682	-	442,682	1,883,632	153	1,883,785
New Jersey	33,932,137	2,575	33,934,712	6,457,066	-	6,457,066	27,475,071	2,575	27,477,646
New Mexico *	16,389,748	1,553	16,391,301	3,118,863	-	3,118,863	13,270,885	1,553	13,272,438
New York	65,468,288	4,296	65,472,584	12,458,191	-	12,458,191	53,010,097	4,296	53,014,393
North Carolina	25,754,357	2,441	25,756,798	4,900,887	-	4,900,887	20,853,470	2,441	20,855,911
North Dakota	864,826	71	864,897	164,571	-	164,571	700,255	71	700,326
Ohio	33,700,620	3,195	33,703,815	6,413,010	-	6,413,010	27,287,610	3,195	27,290,805
Oklahoma	6,740,873	(89,236)	6,651,637	1,282,744	-	1,282,744	5,458,129	(89,236)	5,368,893
Oregon	11,192,082	947	11,193,029	2,129,781	-	2,129,781	9,062,301	947	9,063,248
Pennsylvania	47,138,266	4,199	47,142,465	8,970,107	-	8,970,107	38,168,159	4,199	38,172,358
Puerto Rico	69,068,117	6,474	69,074,591	13,143,215	-	13,143,215	55,924,902	6,474	55,931,376
Rhode Island	3,900,287	327	3,900,614	742,199	-	742,199	3,158,088	327	3,158,415
South Carolina	12,933,091	1,226	12,934,317	2,461,083	-	2,461,083	10,472,008	1,226	10,473,234
South Dakota	1,451,487	102	1,451,589	276,209	-	276,209	1,175,278	102	1,175,380
Tennessee	15,841,903	1,502	15,843,405	3,014,612	-	3,014,612	12,827,291	1,502	12,828,793
Texas	65,619,333	5,140	65,624,473	12,486,934	-	12,486,934	53,132,399	5,140	53,137,539
Utah*	3,862,696	366	3,863,062	735,046	-	735,046	3,127,650	366	3,128,016
Vermont	1,103,914	72	1,103,986	210,068	-	210,068	893,846	72	893,918
Virginia	15,538,166	1,177	15,539,343	2,956,812	-	2,956,812	12,581,354	1,177	12,582,531
Washington	24,433,523	2,316	24,435,839	4,649,541	-	4,649,541	19,783,982	2,316	19,786,298
West Virginia	11,649,037	980	11,650,017	2,216,736	-	2,216,736	9,432,301	980	9,433,281
Wisconsin	11,939,631	963	11,940,594	2,272,034	-	2,272,034	9,667,597	963	9,668,560
Wyoming	1,104,049	92	1,104,141	210,093	-	210,093	893,956	92	894,048
STATE TOTAL	1,059,169,000	-	1,059,169,000	201,553,000	-	201,553,000	857,616,000	-	857,616,000

* Includes funds allocated to the Navajo Nation