June 15, 2020

The Honorable Tate Reeves
Governor of Mississippi
Post Office Box 139
Jackson, MS 39205

Dear Governor Reeves:

Thank you for your waiver request submission to the U.S. Department of Labor (Department) regarding certain statutory and regulatory provisions of the Workforce Innovation and Opportunity Act (WIOA) and the accompanying plan to improve the statewide workforce development system (copy enclosed). The waiver request was received March 24, 2020, as part of your recent WIOA State Plan submission. This letter provides the Employment and Training Administration’s (ETA) official response to your request and memorializes that Mississippi will meet the outcomes and implement the measures identified in its plan to ensure accountability agreed to by Mississippi and ETA. This action is taken under the Secretary’s authority to waive certain requirements of WIOA Title I, Subtitles A, B, and E, and Sections 8–10 of the Wagner–Peyser Act in WIOA Section 189(i).

Requested Waiver: Waiver associated with the requirement at WIOA Section 129(a)(4)(A) and 20 CFR 681.410 that the State and local areas expend 75 percent of Governor’s reserve youth funds and local formula youth funds on out-of-school youth (OSY).

ETA Response: ETA approves for Program Years (PYs) 2019 and 2020, which includes the entire time period for which states are authorized to spend PY 19 and 20 funds, the State’s request to waive the requirement that the State expend 75 percent of Governor’s reserve youth funds on OSY. ETA reviewed the state’s waiver request and plan and has determined that the requirements requested to be waived impede the ability of Mississippi to implement its plan to improve the workforce development system. The State may lower the expenditure requirement of Governor’s reserve to 50 percent for OSY.

In addition, ETA approves for PYs 2019 and 2020, which includes the entire time period for which states are authorized to spend PY 19 and 20 funds, the State’s request to waive the requirement that local areas expend 75 percent of local youth formula funds on OSY. Mississippi may lower the local youth funds expenditure requirement to 50 percent for OSY. As a result of this waiver, ETA expects that the number of in-school youth (ISY) served will increase and performance accountability outcomes for overall WIOA Youth (including both in- and out-of-school youth) will remain steady or increase for the majority of the WIOA Youth performance indicators.
The State must report its waiver outcomes and implementation of the approved waiver in the WIOA Annual Report. ETA will use this information to assess continued waiver approval and to identify promising practices that may be adopted more widely. ETA is available to provide technical assistance to you in support of your goals. The Department proposed additional flexibility in its budgets for Fiscal Years 2018 through 2021 to give governors more decision-making authority to meet the workforce needs of their states. If you have questions, feel free to contact my office at (202) 693-2772.

Sincerely,

John Pallasch

Enclosure

cc: Jackie A. Turner, Executive Director, Mississippi Department of Employment Security
Lenita Jacobs-Simmons, Acting Regional Administrator, ETA
Jeremy Dondlinger, Federal Project Officer, ETA