

TO: Workforce Investment Board

DATE: 3/22/01

FROM: WIB Executive Committee

For Action

For Information

Meeting Notes

SUBJECT: Transfer of Funds

PROPOSED MOTION(S): The Board approve a transfer of Title I Dislocated Worker funds to the Title I Adult Program.

DISCUSSION: Section 667.140 of the Final Rule states (in part) "A local Board may transfer up to 20 percent of a program year allocation for adult employment and training activities, and up to 20 percent of a program year allocation for dislocated worker employment and training activities between the two programs."

The WIA dislocated worker funds available to the Merced area for PY 00/01 total \$3,346,171. This is comprised of the PY allocation of \$2,987,946, and Title III JTPA carryover of \$358,225.

The WIA adult funds available for the same period total \$2,304,174. This is comprised of an allocation of \$2,155,984, and a Title II JTPA carryover of \$148,190.

For the first seven months of the current program year (7/01/00 to 1/31/01), the Merced One-Stop has been providing services to approximately the same number of eligible adults as dislocated workers. If this trend continues, it could result in a shortage of adult funds and an excess of dislocated worker funds.

Staff is recommending that the WIB, through the Executive Committee, approve a transfer of 15 percent, with the authority to transfer an additional 5 percent if necessary as allowed by Section 667.140. The initial request to the State will be in the amount of \$149,397 or 15%. This will result the Dislocated Worker funds available totalling \$2,897,979 and the Adult funds available totalling \$2,752,366.

OTHER CONSIDERATIONS: Before making any transfer, a local Board must obtain the governor's approval.

ATTACHMENT(S): WIA Adult Budget
WIA Dislocated Budget

