## Update on WIA Reauthorization

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### House Bill vs. Senate Bill

### **♦** House bill

- Partisan, largely reflects Administration's proposal
- Few improvements for low-income families and low-wage workers

### **❖**Senate bill

- Reflects intensive bi-partisan process
- Includes some improvements for low-income individuals and low-wage workers



# Adult Funding

### **HOUSE**

Consolidates adult, dislocated worker, & Wagner-Peyser funding streams.

### **SENATE**

Maintains separate adult, dislocated worker, & Wagner-Peyser funding streams.



## One-Stop Partners

#### **HOUSE**

- Mandatory Partners:
  - Adds TANF
- **Permissible Partners:** 
  - SSA employment & training programs, including Ticket-to-Work
  - Child Support
  - Programs for individuals with disabilities carried out by state agencies relating to mental health, mental retardation, and developmental disabilities, state Medicaid agencies, State Independent Living Councils, and Independent Living Centers

- Mandatory Partners:
  - Adds TANF
  - Requires co-location of Employment Service at onestops
- **Permissible Partners:** 
  - SSA employment & training programs, including Ticket-to-Work
  - SBA employment & training programs
  - Food Stamp employment & training programs (modifies current law reference)



# Infrastructure Funding

### **HOUSE**

**State Mechanism:** 

Allows governors to take administrative funds from partner programs to pay for one-stop infrastructure

No caps on amount

- ❖ Local Option: Local entities must reach agreement on infrastructure contributions through MOU by July 1, 2004, or state mechanism applies
- **State Mechanism:** 
  - Same as House but provides specified caps on contributions



## Resources for Training

#### **HOUSE**

- ❖ No dedicated adult/dislocated worker funding for training
- ❖ Local boards may use 10% of funds for incumbent worker training programs

- No dedicated adult/dislocated worker funding for training
- ❖ Local boards may use 10% of funds for incumbent worker training programs
- Requires states to report on amount spent for core, intensive, & training services
- ❖ Incentive grants to states and locals for leveraging non-WIA resources for training
- \$10M for integrated training programs for LEPs (demonstration project)
- \* \$30M for high-tech skill certification pilot projects



### Low-Income Individuals

### **HOUSE**

- **Definition:** 
  - Removes LLSIL, narrowing population who would qualify as low-income
  - Adds eligibility for school lunch program
- Priority for intensive & training services:
  - Given to unemployed individuals, as well as lowincome individuals when local funds limited

- **Definition:** 
  - Retains LLSIL
  - Adds eligibility for school lunch program
- Priority for intensive & training services:
  - Maintains current law priority for low-income individuals when local funds limited



## Hard-to-Serve Populations

### **HOUSE**

❖ No comprehensive definition of "hard-to-serve" populations, but does include references to "special populations."

### **SENATE**

Adds comprehensive definition of "hard-to-serve populations" that is then referenced for purposes of adjusting performance measures, exceptions to ITAs, etc.



## Sequential Eligibility

### **HOUSE**

- Loosens eligibility to include "unlikely" as well as "unable" to obtain employment.
- Shifts focus from employment that leads to "self-sufficiency" to "suitable employment" (as defined by Governor.)

- Loosens eligibility to include "unlikely" as well as "unable" to obtain employment.
- Links eligibility to employment that leads to "self-sufficiency or wages comparable or higher than previous employment."



# Eligible Training Providers

### **HOUSE**

❖ Gives governors complete authority to develop procedures & criteria for certification, including performance- & nonperformance-based criteria; no uniform standard across states

- Same as House, but outlines expanded list of criteria that governors must consider
- Specifies performance need only be based only on WIA-funded participants



## Exceptions to ITAs

### **HOUSE**

- ❖ Same as current law:
  - On-the-job or customized training
  - Insufficient number of eligible providers
  - Program of demonstrated effectiveness with hard-toserve populations

- Current law with the following addition:
  - Institution of higher education, in order to facilitate training of multiple individuals in high-demand occupations



## Performance Measures (adults)

#### **HOUSE**

- **!** Employment entry
- \* Retention at 6 months
- **A** Earnings change at 6 months
- \* Adds efficiency in obtaining 3 above measures
- Eliminates credential rate & customer satisfaction measures
- Outlines economic conditions & participant characteristics on which measures should be adjusted

- Employment entry
- \* Retention at 6 months
- \* Earnings change (but no longer specifies at 6 months)
- Credential rate
- Customer satisfaction
- Outlines economic conditions & participant characteristics (hard-to-serve populations) on which measures should be adjusted and requires objective statistical methods for doing so



## Work Supports

#### **HOUSE**

- ❖ Allowable Statewide Activities:
  - None
- ❖ Allowable Local Activities:
  - Work support activities to assist low-wage workers in retaining & enhancing employment, including assistance in accessing financial supports, provision of services during nontraditional hours, & provision of on-site child care

- ❖ Allowable Statewide Activities:
  - Improving coordination between employment & training activities & child support services
- Allowable Local Activities:
  - Employment & training assistance provided in conjunction with child support enforcement activities
  - Improving coordination between employment & training activities & child support services
  - Provision of accurate information in formats that are usable & understandable to all one-stop customers, relating to availability of supportive services, including child care, child support, Medicaid, SCHIP, EITC, TANF cash assistance, & other TANF-funded supportive services & transportation



# Religious Discrimination

### **HOUSE**

Allows recipient of WIA funds that is a religious corporation, association, educational institution, or society to discriminate in employment on the basis of religion.

### **SENATE**

\* Maintains current law:
Prohibits discrimination in participation, benefits, or employment because of race, color, religion, sex, national origin, age, disability, or political affiliation or belief.



## Further Info on Proposals

- Forthcoming CLASP/TWA side-by-side: www.clasp.org or www.workforcealliance.org
- House bill: <a href="http://thomas.loc.gov">http://thomas.loc.gov</a>
  - Type in bill number "H.R. 1261" to access it.
- Senate bill: <a href="http://thomas.loc.gov">http://thomas.loc.gov</a>
  - Type in bill number "S. 1627" to access it.

