

MEMORANDUM

TO: Chair, Illinois Workforce Innovation Board

Continuous Improvement Committee

FROM: John Barr, Monitoring Manager

Illinois Department of Commerce and Economic Opportunity

DATE: February 10, 2020

RE: Minimum Training Expenditure Policy

LWIA 5 - Program Year 2018 Finding

This memorandum is inform you that Local Workforce Area 5 is not compliant with the State of Illinois Training Expenditure Policy for Program Year 2018 (7/1/18 - 6/30/19) The training expenditure policy requires that at least fifty percent of the combined Workforce Innovation and Opportunity Act (WIOA) Adult and Dislocated Worker funds be spent on training or training related services.

Based on the expenditures reported for the period ending June 30, 2019, the LWIA did not meet the State of Illinois Training Expenditure Requirement during Program Year 2018. Chapter 8.4 of the State of Illinois Workforce Innovation Opportunity Act e-Policy requires that the minimum expenditure level for the combined calculation of Adult and Dislocated Worker funding streams is fifty percent. The expenditure rate for Local Workforce Innovation Area 5 that was reported to DCEO for the peroid ending June 30, 2019 was 44.65% as outlined in Table 1 of the attached monitiring letter.

I have attached the monitoring response from LWIA 5 regarding this finding for your review and final determination regarding the application of the hold harmless provision and/or issuance of sanctions.

Please contact me if you have any questions or need additional information. Thank you.