

U. S. Department of Labor
Employment and Training Administration

Workforce Innovation and Opportunity Act (WIOA) and Wagner-Peyser Act Statutory Formulas for State Allotments

State Allotment Formula Descriptions

WIOA Youth Activities

Formula:

- 1/3: State relative share of total unemployed in areas of substantial unemployment (ASU) (average 12 months ending 6/30)
- 1/3: State relative share of excess unemployed (average 12 months ending 6/30)
- 1/3: State relative share of disadvantaged youth (American Community Survey 2016-2020)

Minimums:

- (a) If total amount available for States is \$1 billion or less:
State allotment cannot be less than
 - (1) 90% of State relative share of prior year funding
 - (2) 0.25% of total available funds for States
- (b) If total amount available for States exceeds \$1 billion:
State allotment cannot be less than
 - (1) 90% of State relative share of prior year funding
 - (2) 2014 allotment amount (Not applicable for Adult minimum)
 - (3) 0.3% of first \$1 billion plus 0.4% of amount over \$1 billion

Maximum:

- 130% of State relative share of prior year funding

WIOA Adult Activities

Same as Youth Activities, except

- (a) Formula uses disadvantaged ADULTS instead of YOUTH
- (b) Threshold for selecting minimum provisions is \$960 million instead of \$1 billion

WIOA Dislocated Workers

Formula:

- 1/3: State relative share of total unemployed (average 12 months ending 09/30)
- 1/3: State relative share of excess unemployed (average 12 months ending 09/30)
- 1/3: State relative share of long-term unemployed (average 12 months ending 09/30)

Minimum: 90% of State relative share of prior year funding

Maximum: 130% of State relative share of prior year funding

Employment Service (Wagner-Peyser Act)

Formula for 97% of funds:

- 2/3: State relative share of civilian labor force (average 12 months ending 9/30 (preliminary) or 12/31 (final))
- 1/3: State relative share of total unemployment (average 12 months ending 9/30 (preliminary) or 12/31 (final))

Minimums:

- (a) 90% of State relative share of prior year funding
- (b) 0.28% of total available funds for States

Maximum: None

Distribution of 3% of funds:

- (1) States with civilian labor force below 1 million and under the national median civilian labor force density receive an amount which when added to their share of the 97% portion, will result in an amount equal to 100% of their relative share of the prior year funding.
- (2) Remaining States losing in relative share receive a share of the remaining funds prorated based on the amount needed to achieve 100% of their relative share of prior year funding.

Formula Data Factor Definitions

WIOA Youth and Adults Programs

ASU: contiguous areas with unemployment rate of 6.5% or more

Excess unemployed: higher of:

- (1) excess unemployed (unemployment in excess of 4.5%) in ASU's; or
- (2) excess unemployed (unemployment in excess of 4.5%) in all areas

Disadvantaged adults: individuals age 22-72 meeting (or member of family meeting):

Census poverty level or
70% of lower living standard income level (LLSIL).

Disadvantaged youth: individuals age 16-21 meeting (or member of family meeting):

Census poverty level or
70% of lower living standard income level (LLSIL).

WIOA Dislocated Workers Program

Excess unemployed: unemployment in excess of 4.5%

Long-term unemployed: number unemployed 15 or more weeks

Employment Service (Wagner-Peyser):

Self-explanatory