

M E M O R A N D U M

To: WDB Executive Committee

From: Doloris Vest

Date: 2/2/2006

RE: Additional Funding Allocations for Program Year 2005

At mid year, the Western Virginia Workforce Development Board has obligated or spent approximately 75 percent of the available funds for the year. Because we can carry over only 20 percent of the PY 2005 Allocation, we will need to allocate additional funds.

Total Available Budget		\$ 1,758,222.13
Expenses YTD (12/31/06)	\$ 700,644.40	
Current Obligations	<u>\$ 611,899.40</u>	
		\$ 1,312,543.80
Expected Remaining Funds		\$ 445,678.33
Maximum carryover (20 %)		<u>\$ 232,774.00</u>
		\$ 212,904.33
Additional allocations		
VEC	\$ 85,000.00	
Goodwill (Adult)	<u>\$ 50,000.00</u>	
		<u>\$ 135,000.00</u>
Remaining		\$ 77,904.33

Remaining funds will be needed to cover additional projected training obligations due to revised state requirements.

Recommendation:

1. Allocate \$85,000 to the Virginia Employment Commission. Five significant layoffs in 2005 have led to higher-than-expected enrollment in the Dislocated Worker program.
2. Transfer \$50,000 Dislocated Worker funds to Adult Services and allocate to Goodwill Industries of the Valleys to serve an additional 20-30 adults in Area III.

Higher than expected enrollment and demand for support services has forced the Adult Program to institute a waiting list for eligible participants until additional funds are available.