



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY
LANSING

SUSAN CORBIN
ACTING DIRECTOR

OFFICIAL
Policy Issuance (PI): 20-25, Change 1

Date: December 22, 2020

To: Michigan Works! Agency (MWA) Directors

From: Krista Johnson, Division Administrator **SIGNED**
Talent Development Division
Workforce Development

Subject: Unemployment Insurance Funding for Reclassified Claims Assistance Expenditures

Programs Affected: Workforce Innovation and Opportunity Act (WIOA) Titles I and III, and Temporary Assistance for Needy Families (TANF) Programs

References: The WIOA of 2014, Public Law 113-128 (29 United States Code Section 3101, *et. seq.*)

The WIOA Final Rule 20 Code of Federal Regulations (CFR) Part 681, et al.

The Wagner-Peyser Act of 1933, as amended by the WIOA of 2014

Unemployment Insurance Program Letter 14-20, issued April 2, 2020

Reauthorization of the TANF Program, Final Rule, 45 Code of Federal Regulation Parts 261, 262, 263, and 265

Personal Responsibility and Work Opportunity Reconciliation Act of 1996

Rescissions: None

Background: The Michigan Department of Labor and Economic Opportunity, Workforce Development (LEO-WD), in partnership with the MWAs, assists job seekers in obtaining and advancing in employment, education, training, and supportive services to foster individual success in the labor market. The WD's state and federally funded job seeker and business services are designed to strengthen and improve our public workforce system, help equip our citizens to enter high-quality jobs and careers, and help employers hire and retain skilled workers.

In collaboration with the Unemployment Insurance Agency (UIA), WD identified \$6,000,000 of Unemployment Insurance funding to support the reclassification of expenditures previously charged to the WIOA Adult, WIOA Dislocated Worker, TANF, and Wagner-Peyser Funding streams, as appropriate.

Policy:

The funding granted in PI 20-25 was awarded to assist MWA partners that offered claims processing assistance to the UIA during the peak months of the Coronavirus pandemic.

Funds allocated in PI 20-25 are available for reclassification or expenditure through December 31, 2020. Unexpended funding following December 31, 2020 will be recaptured by WD. Administrative funding is limited to a maximum of five (5) percent of the allocations detailed in this policy.

All other provisions of PI 20-25 not specifically altered by this policy change remain unchanged and in effect.

Action:

All MWAs that wish to reclassify expenditures for the time period of October 1, 2020 through December 31, 2020 shall prepare and submit an updated Budget Information Summary to WD within 30 days from the issue date of this policy.

As stated in the original PI, MWAs must be able to produce supporting documentation for all reclassified expenditures. Supporting source documentation is imperative, as all reclassified expenditures are subject to audit.

Inquiries:

Questions regarding this policy should be directed to your assigned state coordinator.

This policy is available for downloading from the [WD's website](#).

WD is an equal opportunity employer/program. Auxiliary aids and services are available upon request to individuals with disabilities. Please contact Ms. Paula Hengesbach by telephone at 989-388-3272 or by email at HengesbachP@michigan.gov for details.

WD is funded by state and federal funds; more details are available on the Legal Disclaimer page at www.michigan.gov/workforce.

Expiration

Date:

December 31, 2020

KJ:KJ:ph
Attachments

Budget Information Summary (BIS) Instructions
Fiscal Year (FY) 2020 Unemployment Insurance (UI) Claims Assistance

Section I - Identification Information

Michigan Works! Agency (MWA) Name: Enter the name of the MWA.

Policy Issuance: Enter the policy number applicable to the BIS. "20-25, Change 1" has been pre-printed.

Grant Name: Enter the name of the grant associated with the funding being awarded. "FY20 Unemployment Insurance" has been pre-printed.

Project Name: Enter the name of the project associated with the funding being awarded. "UI Claims Assistance" has been pre-printed.

Plan Period: Enter the start and end dates of the plan period. "03-15-2020 through 12-31-2020" has been pre-printed.

Catalog of Federal Domestic Assistance (CFDA) Number: Enter the CFDA number(s) associated with this grant. The number "17.225" has been pre-printed.

Section II - Total Funds Available

Allocation: The total amount of funding being awarded.

Section III - Planned Expenditures by Cost Category

Program: Enter the amount of the grant to be used for program costs.

Administration: Enter the amount of the grant to be used for local administration. Not more than **five** percent of the total allocation may be used for administration.

Section IV - Limitation Percentages

This section was developed to assist MWA staff and state coordinators with reviewing planned expenditures versus expenditure requirements and limitations. The cells will automatically calculate.

**FY20 UI Claims Assistance
March 15, 2020 – December 31, 2020**

MWA	Allocation \$
Berrien/Cass/Van Buren	\$122,261
Capital Area	\$233,130
Detroit Employment Solutions Corporation	\$792,790
GST Michigan Works!	\$424,731
Great Lakes Bay	\$242,307
Macomb/St. Clair	\$722,435
Northeast	\$66,405
Northwest	\$168,093
Oakland	\$721,481
Region 7B	\$66,556
Michigan Works! Southeast Consortium	\$408,606
SEMCA	\$842,271
Southwest	\$244,525
UPWARD Talent Council	\$114,897
West Central	\$85,223
West Michigan Works!	\$744,289
Total	\$6,000,000

Factors: COVID Claimants (100%) March 15, 2020 - July 31, 2020