

CITY OF LOS ANGELES

CALIFORNIA



ERIC GARCETTI
MAYOR



Workforce Investment Board
CHARLES WOO, CHAIR

Economic and Workforce
Development Department

JAN PERRY
INTERIM GENERAL MANAGER

November 13, 2013

Council File No.:
Council District Nos.: All
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The Honorable Eric Garcetti
Mayor, City of Los Angeles
Room 303, City Hall

City Council
c/o City Clerk
Room 395, City Hall

Attention: Mandy Morales, Legislative Coordinator

COMMITTEE TRANSMITTAL: AUTHORIZATION TO REDISTRIBUTE \$4,075,482 IN CALIFORNIA NATIONAL EMERGENCY GRANT (NEG) PROGRAM SAVINGS AND PREVIOUSLY UNALLOCATED FUNDS AND TO AMEND EXISTING AGREEMENTS WITH CITY WORKSOURCE CENTERS (WSC)

RECOMMENDATIONS

The Interim General Manager of the Economic and Workforce Development Department (EWDD) and the Chairman of the Workforce Investment Board (WIB) respectfully request that the Mayor and City Council:

1. AUTHORIZE the Interim General Manager of the EWDD, or designee, to redistribute \$4,075,482 in National Emergency Grant (NEG) funds to City of Los Angeles WorkSource Centers identified herein for the "Getting LA Back to Work" project, which must be expended before March 31, 2014.
2. AUTHORIZE the Interim General Manager of the EWDD, or designee, to amend existing agreements with competitively procured City of Los Angeles WorkSource Centers to continue the Getting LA Back to Work project, subject to review by the City Attorney as to form and legality.

WIB ACTION

The City of Los Angeles Workforce Investment Board (WIB) approved the redistribution of these grant funds at the WIB Executive meeting on September 25, 2013.

FISCAL IMPACT

There is no additional impact on the General Fund. The recommendations are in compliance with the City's Financial Policies.

BACKGROUND

In June, 2011, the California Multi-Sector Workforce Partnership (CMSWP), which includes the City of Los Angeles and 20 other Local Workforce Investment Areas (LWIAs) in the state, successfully solicited the U.S. Department of Labor (USDOL) for a \$45,080,077 Workforce Investment Act (WIA) National Emergency Grant (NEG). The purpose of the CMSWP is to underwrite re-employment services in the participating LWIAs for workers who have received lay-off notices as a result of mass layoffs and dislocations.¹

The CMSWP funding was distributed by the USDOL to the South Bay Workforce Investment Board (SBWIB), as the principal grant recipient. The City's share of the total CMSWP grant was \$17,466,854. The City received funding in two awards. The first award totaled \$3,678,855 and the second award totaled \$13,787,999. The grant agreement required that a minimum of fifty percent of the award (\$8,733,427) be allocated to training (Table I, Grant Awards).

Of the total award (\$17,466,854), the City portion is \$2,399,475 for recruitment and outreach efforts, program oversight, and administration. Separately, the SBWIB retained \$1,103,660 to manage Individual Training Accounts. The remaining \$13,963,719 is allocated to the WorkSource Centers (WSC) for case management, intensive, and training services. Presently, \$10,991,260 has been awarded or obligated to the WSC operators, and \$2,972,459 remains unobligated (Table II – Distribution of the Total NEG Award).

Table I – Grant Awards

| | |
|----------------------------------|---------------|
| Total Contract Award | \$ 17,466,854 |
| 1 st Award | \$ 3,678,855 |
| 2 nd Award | \$ 13,787,999 |
| Training Requirement (50% Award) | \$ 8,733,427 |

¹ The fiscal agent/lead agency for the California Multi-Sector Partnership is the South Bay WIB. USDOL has allocated NEG funds to the South Bay WIB for distribution among the participating LWIAs. The South Bay WIB received an initial allocation of NEG funds from USDOL. Subsequent installments by USDOL are contingent on the partnership's achievement of expenditure and enrollment goals.

Table II – Distribution of Total NEG Award

| | |
|--|--------------|
| Total Contract Award | \$17,466,854 |
| City Costs | \$ 2,399,475 |
| SBWIB Training Set Aside | \$ 1,103,660 |
| Contractor Portion Obligated 1 st Award, Including Training | \$ 2,243,920 |
| Contractor Portion Obligated 2 nd Award, Including Training | \$ 8,747,340 |
| Contractor Portion Unobligated 2 nd Award | \$ 2,972,459 |

Contract savings of \$1,103,023 have been identified and uncommitted funds of \$2,972,459 are still available for distribution. These funds must be expended before "Getting LA Back to Work" concludes on March 31, 2014.

After conferring with the WorkSource Centers regarding their potential to expand "Getting LA Back to Work" services, the EWDD is recommending that \$4,075,482 in contract savings and uncommitted funds be allocated as follows:

| AGENCY - AREA | ENROLLMENT | PROPOSED FUNDING |
|---------------------------------------|------------|--------------------|
| Arbor – Canoga Park-West Hills | 36 | \$224,604 |
| Arbor – Van Nuys-North Sherman Oaks | 36 | 224,604 |
| Arbor – Northeast Los Angeles | 95 | 592,705 |
| CCD – Wilshire Metro | 43 | 276,370 |
| CCI – South Los Angeles | 60 | 374,340 |
| El Proyecto – Sun Valley | 43 | 268,277 |
| Housing Authority City of Los Angeles | 75 | 467,925 |
| LAUL – West Adams-Baldwin Hills | 29 | 180,931 |
| MCS – Hollywood | 97 | 610,983 |
| UAW – Southeast Los Angeles-Crenshaw | 97 | 605,183 |
| WLCAC – Southeast Los Angeles-Watts | 40 | 249,560 |
| Total (11 WorkSource Centers) | 651 | \$4,075,482 |



JAN PERRY
Interim General Manager



CHARLES WOO
Chair