Suspend the Rules and Pass the Bill, H.R. 6655, with an Amendment
(The amendment strikes all after the enacting clause and inserts a new text)

118TH CONGRESS
1ST SESSION

H. R. 6655

To amend and reauthorize the Workforce Innovation and Opportunity Act.

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 7, 2023

Ms. Foxx (for herself and Mr. Scott of Virginia) introduced the following bill; which was referred to the Committee on Education and the Workforce, and in addition to the Committee on Ways and Means, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

A BILL

To amend and reauthorize the Workforce Innovation and Opportunity Act.

1 Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

2 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

3 (a) SHORT TITLE.—This Act may be cited as the "A Stronger Workforce for America Act".

4 (b) TABLE OF CONTENTS.—The table of contents for this Act is as follows:

Sec. 1. Short title; table of contents.
Sec. 2. Effective date; transition authority.

TITLe 1—WORKFORCE DEVELOPMENT ACTIVITIES

Subtitle A—General Provisions

Sec. 101. Definitions.
Sec. 102. Table of contents amendments.

Subtitle B—System Alignment

CHAPTER 1—STATE PROVISIONS

Sec. 111. State workforce development board.
Sec. 112. Unified State plan.

CHAPTER 2—LOCAL PROVISIONS

Sec. 115. Workforce development areas.
Sec. 116. Local workforce development boards.
Sec. 117. Local plan.

CHAPTER 3—PERFORMANCE ACCOUNTABILITY

Sec. 119. Performance accountability system.

Subtitle C—Workforce Investment Activities and Providers

CHAPTER 1—WORKFORCE INVESTMENT ACTIVITIES AND PROVIDERS

Sec. 121. Establishment of one-stop delivery systems.
Sec. 122. Identification of eligible providers and programs of training services.

CHAPTER 2—YOUTH WORKFORCE INVESTMENT ACTIVITIES

Sec. 131. Reservations; Reallocation.
Sec. 132. Use of funds for youth workforce investment activities.

CHAPTER 3—ADULT AND DISLOCATED WORKER EMPLOYMENT AND TRAINING ACTIVITIES

Sec. 141. State allotments.
Sec. 142. Reservations for State activities; within State allocations; Reallocation.
Sec. 143. Use of funds for employment and training activities.

CHAPTER 4—AUTHORIZATION OF APPROPRIATIONS

Sec. 145. Authorization of appropriations.

Subtitle D—Job Corps

Sec. 151. Purposes.
Sec. 152. Definitions.
Sec. 153. Individuals eligible for the Job Corps.
Sec. 154. Recruitment, screening, selection, and assignment of enrollees.
Sec. 155. Job Corps Campuses.
Sec. 156. Program activities.
Sec. 157. Support.
Sec. 158. Operations.
Sec. 159. Standards of conduct.
Sec. 160. Community participation.
Sec. 161. Workforce councils.
Sec. 162. Advisory committees.
Sec. 163. Experimental projects and technical assistance.
Sec. 164. Special provisions.
Sec. 165. Management information.
Sec. 166. Job Corps oversight and reporting.
Sec. 167. Authorization of appropriations.

Subtitle E—National Programs

Sec. 171. Native American programs.
Sec. 172. Migrant and seasonal farmworker programs.
Sec. 173. Technical assistance.
Sec. 174. Evaluations and research.
Sec. 175. National dislocated worker grants.
Sec. 176. YouthBuild Program.
Sec. 178. Reentry employment opportunities.
Sec. 179. Strengthening community colleges grant program.

Subtitle F—Administration

Sec. 191. Requirements and restrictions.
Sec. 192. General waivers of statutory or regulatory requirements.
Sec. 193. State innovation demonstration authority.

TITLE II—ADULT EDUCATION AND LITERACY

Sec. 201. Purpose.
Sec. 203. Authorization of appropriations.
Sec. 204. Special rule.
Sec. 205. Performance accountability system.
Sec. 206. Matching requirement.
Sec. 207. State leadership activities.
Sec. 208. Programs for corrections education and other institutionalized individuals.
Sec. 209. Grants and contracts for eligible providers.
Sec. 210. Local application.
Sec. 211. Local administrative cost limits.
Sec. 212. National leadership activities.
Sec. 213. Integrated English literacy and civics education.

TITLE III—AMENDMENTS TO OTHER LAWS

Sec. 301. Amendments to the Wagner-Peyser Act.
Sec. 302. Job training grants.
SEC. 2. EFFECTIVE DATE; TRANSITION AUTHORITY.

(a) EFFECTIVE DATE.—This Act, and the amendments made by this Act, shall take effect on the first date of the first program year (as determined under the Workforce Innovation and Opportunity Act (29 U.S.C. 3101 et seq.)) that begins after the date of enactment of this Act.

(b) TRANSITION AUTHORITY.—

(1) IN GENERAL.—The Secretary of Labor and the Secretary of Education shall have the authority to take such steps as are necessary before the effective date of this Act to provide for the orderly implementation on such date of the amendments to the Workforce Innovation and Opportunity Act (29 U.S.C. 3101 et seq.) made by this Act.

(2) CONFORMING AMENDMENTS.—Section 503 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3343) is repealed (and by striking the item relating to such section in the table of contents of such Act).

TITLE I—WORKFORCE DEVELOPMENT ACTIVITIES

Subtitle A—General Provisions

SEC. 101. DEFINITIONS.

(a) FOUNDATIONAL SKILL NEEDS.—Section 3(5) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3102(5)) is amended to read as follows:
“(5) FOUNDATIONAL SKILL NEEDS.—The term ‘foundational skill needs’ means, with respect to an individual who is a youth or adult, that the individual—

“(A) has English reading, writing, or computing skills at or below the 8th-grade level on a generally accepted standardized test; or

“(B) is unable to compute or solve problems, or read, write, or speak English, or does not possess digital literacy skills, at a level necessary to function on the job, in the individual’s family, or in society.”.

(b) EMPLOYER-DIRECTED SKILLS DEVELOPMENT.—Section 3(14) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3102(14)) is amended to read as follows:

“(14) EMPLOYER-DIRECTED SKILLS DEVELOPMENT.—The term ‘employer-directed skills development’ means a program—

“(A) that is selected or designed to meet the specific skill demands of an employer (including a group of employers);

“(B) that is conducted pursuant to the terms and conditions established under an employer-directed skills agreement described in
section 134(c)(3)(I), including a commitment
by the employer to employ an individual upon
successful completion of the program; and
“(C) for which the employer pays a portion
of the cost of the program, as determined by
the local board involved, which shall not be less
than—
“(i) 10 percent of the cost, in the case
of an employer with 50 or fewer employees;
“(ii) 25 percent of the cost, in the
case of an employer with more than 50,
but fewer than 100 employees; and
“(iii) 50 percent of the cost, in the
case of an employer with 100 or more em-
ployees.”.
(e) DISLOCATED WORKER.—Section 3(15)(E)(ii) of
the Workforce Innovation and Opportunity Act (29 U.S.C.
3102(15)(E)(ii)) is amended by striking “who meets the
criteria described in paragraph (16)(B)” and inserting
“who meets the criteria described in subparagraph (B) of
the definition of the term ‘displaced homemaker’ in this
section”.
(d) DISPLACED HOMEMAKER.—Section 3(16) of the
Workforce Innovation and Opportunity Act (29 U.S.C.
3102(16)) is amended, in the matter preceding subpara-
graph (A), by striking “family members” and inserting “a family member”.

(e) ELIGIBLE YOUTH.—Section 3(18) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3102(18)) is amended by striking “out-of-school” and inserting “opportunity”.

(f) ENGLISH LEARNER.—Section 3 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3102) is further amended—

(1) in paragraph (21)—

(A) in the heading, by striking “LANGUAGE”; and

(B) by striking “language”; and

(2) in paragraph (24)(I), by striking “language”.

(g) JUSTICE-INVOLVED INDIVIDUAL.—Section 3 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3102) is further amended—

(1) in paragraph (24), by amending subparagraph (F) to read as follows:

“(F) Justice-involved individuals.”; and

(2) in paragraph (38)—

(A) in the heading, by striking “OFFENDER” and inserting “JUSTICE-INVOLVED INDIVIDUAL”; and
(B) in the matter preceding subparagraph (A), by striking “offender” and inserting “justice-involved individual”.

(h) OPPORTUNITY YOUTH.—Section 3(46) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3102(46)) is amended—

(1) in the heading, by striking “OUT-OF-SCHOOL” and inserting “OPPORTUNITY”; and

(2) by striking “out-of-school” and inserting “opportunity”.

(i) PAY-FOR-PERFORMANCE CONTRACT STRATEGY.—Section 3(47) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3102(47)) is amended to read as follows:

“(47) PAY-FOR-PERFORMANCE CONTRACT STRATEGY.—The term ‘pay-for-performance contract strategy’ means a specific type of performance-based acquisition that uses pay-for-performance contracts in the provision of services described in paragraph (2) or (3) of section 134(c) or activities described in section 129(c)(2), and includes—

“(A) contracts, each of which—

“(i) shall specify a fixed amount that will be paid to an eligible service provider (which may include a local or national
community-based organization or intermediary, community college, or other provider) based on the achievement of specified levels of performance on the primary indicators of performance described in section 116(b)(2)(A) for target populations as identified by the local board (including individuals with barriers to employment), within a defined timetable;

“(ii) may not be required by the Secretary to be informed by a feasibility study; and

“(iii) may provide for bonus payments to such service provider to expand capacity to provide effective services and training;

“(B) a strategy for validating the achievement of the performance described in subparagraph (A); and

“(C) a description of how the State or local area will reallocate funds not paid to a provider because the achievement of the performance described in subparagraph (A) did not occur, for further activities related to such a procurement strategy, subject to section 189(g)(4).”.
(j) RAPID RESPONSE ACTIVITY.—Section 3(51) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3102(51)) is amended—

(1) in the matter preceding subparagraph (A), by inserting “, through a rapid response unit” after “designated by a State”;

(2) in subparagraph (B), by inserting before the semicolon at the end the following: “, including individual training accounts for eligible dislocated workers under section 414(c) of the American Competitiveness and Workforce Improvement Act of 1998 (29 U.S.C. 3224a)”;

(3) in subparagraph (D), by striking “and” at the end;

(4) by redesignating subparagraph (E) as subparagraph (F);

(5) by inserting after subparagraph (D) the following new subparagraph:

“(E) assistance in identifying employees eligible for assistance, including workers who work a majority of their time off-site or remotely;”;

(6) in subparagraph (F), as so redesignated, by striking the period at the end and inserting “; and”; and
(7) by adding at the end the following:

“(G) business engagement or layoff aver-

sion strategies and other activities designed to

prevent or minimize the duration of unemploy-

ment, such as—

“(i) connecting employers to short-
term compensation or other programs de-
dsigned to prevent layoffs;

“(ii) conducting employee skill assess-

ment and matching programs to different

occupations;

“(iii) establishing incumbent worker

training or other upskilling approaches, in-

cluding incumbent worker upskilling ac-

counts described in section 134(d)(4)(E);

“(iv) facilitating business support ac-

activities, such as connecting employers to

programs that offer access to credit, finan-
cial support, and business consulting; and

“(v) partnering or contracting with

business-focused organizations to assess

risks to companies, and to propose, imple-

ment, and measure the impact of strategies

and services to address such risks.”.
(k) VOCATIONAL REHABILITATION PROGRAM.—Section 3(64) of the Workforce Innovation and Opportunity Act (20 U.S.C. 3102(64)) is amended by striking “under a provision covered under paragraph (13)(D)” and inserting “under a provision covered under subparagraph (D) of the definition of the term ‘core program provision’ under this section”.

(l) NEW DEFINITIONS.—Section 3 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3102) is further amended—

(1) by adding at the end the following:

“(72) CO-ENROLLMENT.—The term ‘co-enrollment’ means simultaneous enrollment in more than one of the programs or activities carried out by a one-stop partner in section 121(b)(1)(B).

“(73) DIGITAL LITERACY SKILLS.—The term ‘digital literacy skills’ has the meaning given the term in section 203.

“(74) EVIDENCE-BASED.—The term ‘evidence-based’, when used with respect to an activity, service, strategy, or intervention, means an activity, service, strategy, or intervention that—

“(A) demonstrates a statistically significant effect on improving participant outcomes or other relevant outcomes based on—
“(i) strong evidence from at least 1 well-designed and well-implemented experimental study;

“(ii) moderate evidence from at least 1 well-designed and well-implemented quasi-experimental study; or

“(iii) promising evidence from at least 1 well-designed and well-implemented correlational study with statistical controls for selection bias; or

“(B)(i) demonstrates a rationale based on high-quality research findings or positive evaluation that such activity, strategy, or intervention is likely to improve student outcomes or other relevant outcomes; and

“(ii) includes ongoing efforts to examine the effects of such activity, service, strategy, or intervention.

“(75) LABOR ORGANIZATION.—The term ‘labor organization’ has the meaning given the term in section 2(5) of the National Labor Relations Act (29 U.S.C. 152(5)).

“(76) WORK-BASED LEARNING.—The term ‘work-based learning’ has the meaning given the term in section 3 of the Carl D. Perkins Career and
and
(2) by reordering paragraphs (1) through (71),
as amended by this section, and the paragraphs
added by paragraph (1) of this subsection in alpha-
betical order, and renumbering such paragraphs as
so reordered.

SEC. 102. TABLE OF CONTENTS AMENDMENTS.
The table of contents in section 1(b) of the Workforce
Innovation and Opportunity Act is amended—
(1) by redesignating the item relating to section
172 as section 174;
(2) by inserting after the item relating to sec-
tion 171, the following:

“Sec. 172. Reentry employment opportunities.
Sec. 173. Strengthening community colleges workforce development grants
program.”; and

(3) by striking the item relating to section 190
and inserting the following:

“Sec. 190. State innovation demonstration authority.”.

Subtitle B—System Alignment
CHAPTER 1—STATE PROVISIONS
SEC. 111. STATE WORKFORCE DEVELOPMENT BOARD.
Section 101(b)(1)(C)(ii)(IV) of the Workforce Inno-
vation and Opportunity Act (29 U.S.C. 3112(b)(1)(C)(ii)(IV)) is amended by striking “out-of-
school youth” and inserting “opportunity youth”.

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Section 101(b)(1)(C)(ii)(IV) of the Workforce Inno-
vation and Opportunity Act (29 U.S.C. 3112(b)(1)(C)(ii)(IV)) is amended by striking “out-of-
school youth” and inserting “opportunity youth”.

Subtle
SEC. 112. UNIFIED STATE PLAN.

Section 102 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3112) is amended—

(1) in subsection (b)—

(A) in paragraph (1)—

(i) by redesignating subparagraphs (C) through (E) as subparagraphs (D) through (F), respectively;

(ii) by inserting the following after subparagraph (B):

“(C) a description of—

“(i) how the State will use real-time labor market information to continually assess the economic conditions and workforce trends described in subparagraphs (A) and (B); and

“(ii) how the State will communicate changes in such conditions or trends to the workforce system in the State;”;

(iii) in subparagraph (D), as so redesignated, by inserting “the extent to which such activities are evidence-based,” after “of such activities,”;

(iv) in subparagraph (E), as so redesignated, by striking “and” at the end;
(v) in subparagraph (F), as so redesignated, by striking the period at the end and inserting a semicolon; and
(vi) by adding at the end the following:

“(G) a description of any activities the State is conducting to expand economic opportunity for individuals and reduce barriers to labor market entry by—

“(i) developing, in cooperation with employers, education and training providers, and other stakeholders, statewide skills-based initiatives that promote the use of demonstrated skills and competencies as an alternative to the exclusive use of degree attainment as a requirement for employment or advancement in a career; and

“(ii) evaluating the existing occupational licensing policies in the State and identifying potential changes to recommend to the appropriate State entity to—

“(I) remove or streamline licensing requirements, as appropriate; and

“(II) improve the reciprocity of licensing, including through partici-
(H) an analysis of the opportunity youth population in the State, including the estimated number of opportunity youth and any gaps in services provided to such population by other existing workforce development activities, as identified under subparagraph (D).”; and

(B) in paragraph (2)—

(i) in subparagraph (B), by striking “including a description” and inserting “which may include a description”;

(ii) in subparagraph (C)—

(I) in clause (ii)(I), by inserting “utilizing a continuous quality improvement approach,” after “year,”

(II) in clause (vi), by inserting “and” at the end;

(III) in clause (vii), by striking “; and” and inserting a period; and

(IV) by striking clause (viii);

(iii) in subparagraph (D)(i)(II), by striking “any”; and

(iv) in subparagraph (E)—
(I) in clause (viii)(II), by inserting “and” at the end;

(II) in clause (ix), by striking “; and” at the end and inserting a period; and

(III) by striking clause (x); and

(2) in subsection (e)(3)—

(A) in subparagraph (A), by striking “shall” the second place it appears and inserting “may”; and

(B) in subparagraph (B)—

(i) by striking “required”; and

(ii) by inserting “, except that communicating changes in economic conditions and workforce trends to the workforce system in the State as described in subsection (b)(1)(C) shall not be considered modifications subject to approval under this paragraph” before the period at the end.

CHAPTER 2—LOCAL PROVISIONS

SEC. 115. WORKFORCE DEVELOPMENT AREAS.

(a) REGIONS.—Section 106(a) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3121(a)) is amended by adding at the end the following:
“(3) REVIEW.—Before the second full program year after the date of enactment of the A Stronger Workforce for America Act, in order for a State to receive an allotment under section 127(b) or 132(b) and as part of the process for developing the State plan, a State shall—

“(A) review each region in the State identified under this subsection (as such subsection was in effect on the day before the date of enactment of the A Stronger Workforce for America Act); and

“(B) after consultation with the local boards and chief elected officials in the local areas and consistent with the considerations described in subsection (b)(1)(B)—

“(i) revise such region and any other region impacted by such revision; or

“(ii) make a determination to maintain such region with no revision.”.

(b) LOCAL AREAS.—Section 106(b) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3121(b)) is amended—

(1) in paragraph (1)—

(A) in subparagraph (A), by striking “and consistent with paragraphs (2) and (3),”; and
(B) in subparagraph (B), by striking “(except for those local areas described in paragraphs (2) and (3))”; and

(2) by striking paragraphs (2) through (7), and inserting the following:

“(2) CONTINUATION PERIOD.—Subject to paragraph (5), in order to receive an allotment under section 127(b) or 132(b), the Governor shall maintain the designations of local areas in the State under this subsection (as in effect on the day before the date of enactment of the A Stronger Workforce for America Act) until the end of the third full program year after the date of enactment of the A Stronger Workforce for America Act.

“(3) INITIAL ALIGNMENT REVIEW.—

“(A) IN GENERAL.—Prior to the third full program year after the date of enactment of the A Stronger Workforce for America Act, the Governor shall—

“(i) review the designations of local areas in the State (as in effect on the day before the date of enactment of the A Stronger Workforce for America Act); and

“(ii) based on the considerations described in paragraph (1)(B), issue pro-
posed redesignations of local areas in the State through the process described in paragraph (1)(A), which shall—

“(I) include an explanation of the strategic goals and objectives that the State intends to achieve through such redesignations; and

“(II) be subject to the approval of the local boards in the State in accordance with the process described in subparagraph (C).

“(B) Designation of local areas.—A redesignation of local areas in a State that is approved by a majority of the local boards in the State through the process described in subparagraph (C) shall take effect on the first day of the 4th full program year after the date of enactment of the A Stronger Workforce for America Act.

“(C) Process to reach majority approval.—To approve a designation of local areas in the State, the local boards in the State shall comply with the following:

“(i) Initial vote.—Not later than 60 days after the Governor issues proposed
redesignations under subparagraph (A), the chairperson of each local board shall review the proposed redesignations and submit a vote on behalf of such local board to the Governor either approving or rejecting the proposed redesignations.

“(ii) RESULTS OF INITIAL VOTE.—If a majority of the local boards in the State vote under clause (i)—

“(I) to approve such proposed redesignations, such redesignations shall take effect in accordance with subparagraph (B); or

“(II) to disapprove such proposed redesignations, the chairpersons of the local boards in the State shall comply with the requirements of clause (iii).

“(iii) ALTERNATE REDesignations.—In the case of the disapproval described in clause (ii)(II), not later than 60 days after initial votes were submitted under clause (i), the chairpersons of the local boards in the State shall—

“(I) select 2 alternate redesignations of local areas—
“(aa) one of which aligns with the regional economic development areas in the State; and

“(bb) one of which aligns with the regions described in subparagraph (A) or (B) of subsection (a)(2); and

“(II) conduct a vote to approve, by majority vote, 1 of the 2 alternate redesignations described in subclause (I).

“(iv) EFFECTIVE DATE OF ALTERNATE DESIGNATIONS.—The alternate redesignations approved pursuant to clause (iii)(II) shall take effect in accordance with subparagraph (B).

“(4) SUBSEQUENT ALIGNMENT REVIEWS.—On the date that is the first day of the 12th full program year after the date of enactment of the A Stronger Workforce for America Act, and every 8 years thereafter, the Governor shall review the designation of local areas based on the considerations described in paragraph (1)(B) and conduct a process in accordance with paragraph (3).

“(5) INTERIM REVISIONS.—
“(A) AUTOMATIC APPROVAL OF CERTAIN
REDESIGNATION REQUESTS.—

“(i) IN GENERAL.—At any time, and
notwithstanding the requirements of para-
graphs (2), (3), and (4), the Governor,
upon receipt of a request for a redesigna-
tion of a local area described in clause (ii),
shall approve such request.

“(ii) REQUESTS.—The following re-
quests shall be approved pursuant to
clause (i) upon request:

“(I) A request from multiple
local areas to be redesignated as a
single local area.

“(II) A request from multiple
local areas for a revision to the des-
ignations of such local areas, which
would not impact the designations of
local areas that have not made such
request.

“(III) A request for designation
as a local area from an area described
in section 107(e)(1)(C).

“(B) OTHER REDESIGNATIONS.—Other
than the redesignations described in subpara-
graph (A), the Governor may only redesignate a local area outside of the process described in paragraphs (3) and (4), if the local area that will be subject to such redesignation has not—

“(i) performed successfully;
“(ii) sustained fiscal integrity; or
“(iii) in the case of a local area in a planning region, met the requirements described in subsection (c)(1).

“(C) EFFECTIVE DATE.—Any redesignation of a local area approved by the Governor under subparagraph (A) or (B) shall take effect on the first date of the first full program year after such date of approval.

“(6) APPEALS.—

“(A) IN GENERAL.—The local board of a local area that is subject to a redesignation of such local area under paragraph (3), (4), or (5) may submit an appeal to maintain its existing designation to the State board under an appeal process established in the State plan as specified in section 102(b)(2)(D)(i)(III).

“(B) STATE BOARD REQUIREMENTS.—The State board shall only grant an appeal to maintain an existing designation of a local area de-
scribed in subparagraph (A) if the local area can demonstrate that the process for redesignation of such local area under paragraph (3), (4), or (5), as applicable, has not been followed.

“(C) SECRETARIAL REQUIREMENTS.—If a request to maintain an existing designation as a local area is not granted as a result of such appeal, the Secretary, after receiving a request for review from such local area and determining that the local area was not accorded procedural rights under the appeals process referred to in subparagraph (A), shall—

“(i) review the process for the redesignation of the local area under paragraph (3), (4), or (5), as applicable; and

“(ii) upon determining that the applicable process has not been followed, require that the local area’s existing designation be maintained.

“(7) REDESIGNATION INCENTIVE.—The State may provide funding from funds made available under sections 128(a)(1) and 133(a)(1) to provide payments to incentivize—
“(A) groups of local areas to request to be redesignated as a single local area under paragraph (5)(A); or

“(B) multiple local boards in a planning region to develop an agreement to operate as a regional consortium under subsection (c)(3).”.

(c) Regional Coordination.—Section 106(c) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3121(c)) is amended—

(1) in paragraph (1)—

(A) by redesignating subparagraphs (F) through (H) as subparagraphs (G) through (I), respectively; and

(B) by inserting the following after subparagraph (E):

“(F) the establishment of cost arrangements for services described in subsections (c) and (d) of section 134, including the pooling of funds for such services, as appropriate, for the region;”;

(2) in paragraph (2), by inserting “, including to assist with establishing administrative costs arrangements or cost arrangements for services under subparagraphs (F) and (G) of such paragraph” after “delivery efforts”;}
(3) by redesignating paragraph (3) as paragraph (4); and

(4) by inserting after paragraph (2), as so amended, the following:

“(3) REGIONAL CONSORTIUMS.—

“(A) IN GENERAL.—The local boards and chief elected officials in any planning region described in subparagraph (B) or (C) of subsection (a)(2) may develop an agreement to receive funding under section 128(b) and section 133(b) as a single consortium for the planning region.

“(B) FISCAL AGENT.—If the local boards and chief elected officials develop such an agreement—

“(i) one of the chief elected officials in the planning region shall be responsible for designating the fiscal agent for the consortium;

“(ii) the local boards shall develop a memorandum of understanding to jointly administer the activities for the consortium; and

“(iii) the required activities for local areas under this Act, (including the re-
quired functions of the local boards described in section 107(d)) shall apply to such a consortium as a whole and may not be applied separately or differently to the local areas or local boards within such consortium.”.

(d) SINGLE STATE LOCAL AREAS.—Section 106(d) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3121(d)) is amended—

(1) by redesignating paragraph (2) as paragraph (3); and

(2) by inserting after paragraph (1), the following:

“(2) NEW DESIGNATION.—

“(A) IN GENERAL.—Consistent with the process described in subsection (b)(1)(A) and during a review of designations described in paragraph (3) or (4) of subsection (b), the Governor may propose to designate a State as a single State local area for the purposes of this title.

“(B) PROCESS FOR APPROVAL.—If the Governor proposes a single State local area, the chairpersons of the existing local boards shall vote to approve or reject such designation
through the process described in subsection (b)(3)(C).

“(C) DESIGNATION AS A SINGLE STATE LOCAL AREA.—If the majority of the chairpersons of the local boards in the State vote to approve such proposed designation, the State shall be designated as a single State local area and the Governor shall identify the State as a local area in the State plan.”.

(e) DEFINITION OF “PERFORMED SUCCESSFULLY”.—Section 106(e)(1) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3121(e)) is amended by striking “adjusted levels of performance” and inserting “adjusted levels of performance described in section 116(g)(1)”.

SEC. 116. LOCAL WORKFORCE DEVELOPMENT BOARDS.

(a) MEMBERSHIP.—Section 107(b)(2)(B)(iv) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3122(b)(2)(B)(iv)) is amended by striking “out-of-school youth” and inserting “opportunity youth”.

(b) FUNCTIONS OF LOCAL BOARD.—Section 107(d) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3122(d)) is amended—

(1) in paragraph (3), by inserting “, including, to the extent practicable, local representatives of the
core programs and the programs described in section 121(b)(1)(B),” after “system stakeholders’’;

(2) in paragraph (4)(D)—

(A) by striking “proven” and inserting “evidence-based’’;

(B) by inserting “individual” after “needs of’’; and

(C) by inserting “from a variety of industries and occupations” after “and employers’’;

(3) in paragraph (5), by inserting “and which, to the extent practicable, shall be aligned with career and technical education programs of study (as defined in section 3 of the Carl D. Perkins Career and Technical Education Act of 2006 (20 U.S.C. 2302(3)) offered within the local area” before the period at the end;

(4) in paragraph (6)—

(A) in the heading, by striking “PROVEN” and inserting “EVIDENCE-BASED’’;

(B) in subparagraph (A)—

(i) by striking “proven” and inserting “evidence-based’’;

(ii) by inserting “and covered veterans (as defined in section 4212(a)(3)(A) of
title 38, United States Code)” after “employment”; (iii) by inserting “, and give priority to covered persons in accordance with section 4215 of title 38, United States Code” after “delivery system”; and (C) in subparagraph (B), by striking “proven” and inserting “evidence-based”; (5) in paragraph (10)(C)— (A) by inserting “, on the State eligible training provider list,” after “identify”; and (B) by inserting “that operate in or are accessible to individuals” after “training services”; and (6) in paragraph (12)(A), by striking “activities” and inserting “funds allocated to the local area under section 128(b) and section 133(b) for the youth workforce development activities described in section 129 and local employment and training activities described in section 134(b), and the activities”.

**SEC. 117. LOCAL PLAN.**

Section 108 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3123) is amended—
(1) in subsection (a), by striking “shall prepare” and inserting “may prepare”; and

(2) in subsection (b)—

(A) in paragraph (1)—

(i) by redesignating subparagraphs (D), (E), and (F) as subparagraphs (E), (F), and (H), respectively;

(ii) by inserting the following after subparagraph (C):

“(D) a description of—

“(i) how the local area will use real-time labor market information to continually assess the economic conditions and workforce trends described in subparagraphs (A), (B), and (C); and

“(ii) how changes in such conditions or trends will be communicated to job-seekers, education and training providers, and employers in the local area;”;

(iii) in subparagraph (F), as so redesignated, by striking “and” at the end; and

(iv) by inserting after subparagraph (F), as so redesignated, the following:

“(G) an analysis of the opportunity youth population in the local area, including the esti-
mated number of such youth and any gaps in
services for such population from other existing
workforce development activities, as identified
under paragraph (9), and a description of how
the local board will address any such gaps in
services identified in such analysis; and”;

(B) in paragraph (4)—

(i) in subparagraph (A)—

(I) by striking “and” at the end
of clause (iii); and

(II) by adding at the end the fol-
lowing:

“(v) carry out any statewide skills-
based initiatives identified in the State
plan that promote the use of demonstrated
skills and competencies as an alternative to
the exclusive use of degree attainment as a
requirement for employment or advance-
ment in a career; and”; and

(ii) in subparagraph (B), by striking
“customized training” and inserting “em-
ployer-directed skills development”;

(C) in paragraph (6)(B), by inserting “,
such as the use of affiliated sites” after
“means”;
(D) in paragraph (9)—

(i) by striking “including activities” and inserting the following: “including—

“(A) the availability of community based organizations that serve youth primarily during nonschool time hours to carry out activities under section 129; and

“(B) activities”; and

(ii) by inserting “or evidence-based” after “successful”; and

(E) in paragraph (12), by inserting “including as described in section 134(c)(2),” after “system,”.

CHAPTER 3—PERFORMANCE ACCOUNTABILITY

SEC. 119. PERFORMANCE ACCOUNTABILITY SYSTEM.

(a) State Performance Accountability Measures.—

(1) Primary indicators of performance.—

Section 116(b)(2)(A) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3141(b)(2)(A)) is amended—

(A) in clause (i)—

(i) in subclause (II)—
(I) by striking “fourth” and inserting “second”; and

(II) by inserting “and remain in unsubsidized employment during the fourth quarter after exit from the program” after “the program”;

(ii) in subclause (V)—

(I) by striking “, during a program year,”;

(II) by striking “are in” and inserting “enter into”; and

(III) by inserting before the semicolon at the end the following: “within 6 months after the quarter in which the participant enters into the education and training program”; and

(iii) by amending subclause (VI) to read as follows:

“(VI) of the program participants who received training services and who exited the program during a program year, the percentage of such program participants who completed, prior to such exit, on-the-job training, employer-directed skills development,
incumbent worker training, or an apprenticeship.”;

(B) in clause (ii)—

(i) in subclause (II)—

(I) by striking “fourth” and inserting “second”;

(II) by inserting “, and who re-

main in such activities or unsub-

sidized employment during the fourth

quarter after exit from the program”

after “the program”; and

(III) by striking “and” at the end;

(ii) in subclause (III)—

(I) by striking “(VI)” and insert-

ing “(V)”; and

(II) by striking the period at the end and inserting “; and”; and

(iii) by adding at the end the fol-

lowing:

“(IV) of the program partici-

pants who exited a program during a

program year, the percentage of such

program participants who completed,

prior to such exit, paid or unpaid
work experiences as described in section 129(c)(2)(C).”; and

(C) by striking clause (iv).

(2) LEVELS OF PERFORMANCE.—Section 116(b)(3)(A) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3141(b)(3)(A)) is amended—

(A) by amending clause (iii) to read as follows:

“(iii) IDENTIFICATION IN STATE PLAN.—

“(I) SECRETARIES.—For each State submitting a State plan, the Secretaries of Labor and Education shall, not later than December 1 of the year prior to the year in which such State plan is submitted, for the first 2 program years covered by the State plan, and not later than December 1 of the year prior to the third program year covered by the State plan, for the third and fourth program years covered by the State plan—
“(aa) propose to the State expected levels of performance for each of the corresponding primary indicators of performance for each of the programs described in clause (ii) for such State, which shall—

“(AA) be consistent with the factors listed in clause (v); and

“(BB) be proposed in a manner that ensures sufficient time is provided for the State to evaluate and respond to such proposals; and

“(bb) publish, on a public website of the Department of Labor, the statistical model developed under clause (viii) and the methodology used to develop each such expected level of performance.

“(II) STATES.—Each State shall—
“(aa) evaluate each of the expected levels of performance proposed under subclause (I) with respect to such State; “

“(bb) based on such evaluation of each such expected level of performance—

“(AA) accept the expected level of performance as so proposed; or

“(BB) provide a counterproposal for such proposed expected level of performance, including an analysis of how the counterproposal addresses factors or circumstances unique to the State that may not have been accounted for in the expected level of performance; and

“(cc) include in the State plan, with respect to each of the corresponding primary indicators of performance for each of the
programs described in clause (ii) for such State—

“(AA) the expected level of performance proposed under subclause (I);

“(BB) the counter-proposal for such proposed level, if any; and

“(CC) the expected level of performance that is agreed to under clause (iv).”;

(B) in clause (v)(II)—

(i) in the matter preceding item (aa), by striking “based on” and inserting “based on each of the following considerations that are found to be predictive of performance on an indicator for a program”; and

(ii) in item (bb), by striking “ex-offender status” and inserting “justice-involved individual status, foster care status, school status, education level, highest grade level completed, low-income status”.
(b) PERFORMANCE REPORTS.—Section 116(d) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3141(d)) is amended—

(1) by amending paragraph (1) to read as follows:

“(1) IN GENERAL.—

“(A) TEMPLATE FOR PERFORMANCE REPORTS.—Not later than 12 months after the date of enactment of the A Stronger Workforce for America Act, the Secretary of Labor, in conjunction with the Secretary of Education, shall develop, or review and modify, as appropriate, to comply with the requirements of this subsection, the template for performance reports that shall be used by States (including by States on behalf of eligible providers of training services under section 122) and local boards to produce a report on outcomes achieved by the core programs. In developing, or reviewing and modifying, such templates, the Secretary of Labor, in conjunction with the Secretary of Education, shall take into account the need to maximize the value of the templates for workers, jobseekers, employers, local elected officials,
State officials, Federal policymakers, and other key stakeholders.

“(B) STANDARDIZED REPORTING.—In developing, or reviewing and modifying, the template under subparagraph (A), the Secretary of Labor, in conjunction with the Secretary of Education, shall ensure that performance reports produced by States and local areas for core programs and eligible training providers collect and report, in a comparable and uniform format, common data elements, which use terms that are assigned identical meanings across all such reports.

“(C) ADDITIONAL REPORTING.—The Secretary of Labor, in conjunction with the Secretary of Education—

“(i) in addition to the common data elements described under subparagraph (B), may require a core program to provide additional information as necessary for effective reporting; and

“(ii) shall periodically review any requirement for additional information to ensure the requirement is necessary and does not impose an undue reporting burden.”.
(2) in paragraph (2)—

(A) by redesignating subparagraphs (J) through (L) as subparagraphs (K) through (M), respectively and inserting after subparagraph (I) the following:

“(J) the median earnings gain of participants who received training services, calculated as the difference between—

“(i) median participant earnings in unsubsidized employment during the second quarter after program exit; and

“(ii) median participant earnings in the second quarter prior to entering the program;”.

(B) in subparagraph (L), as so redesignated, by striking clause (ii); and

(C) by striking “strategies for programs” and all that follows through “the performance”, and inserting “strategies for programs, the performance”;
(C) by inserting after subparagraph (B) the following:

“(C) the percentage of a local area’s allocation under section 133(b) that the local area spent on services paid for through an individual training account described in section 134(c)(3)(F)(iii) or a training contract described in section 134(c)(3)(G)(ii);

“(D) the percentage of a local area’s allocation under section 133(b) that the local area spent on supportive services; and”;

(4) by amending paragraph (4) to read as follows:

“(4) CONTENTS OF ELIGIBLE TRAINING PROVIDERS PERFORMANCE REPORT.—

“(A) IN GENERAL.—The State shall use the information submitted by the eligible providers of training services under section 122 and administrative records, including quarterly wage records, of the participants of the programs offered by the providers to produce a performance report on the eligible providers of training services in the State, which shall include, subject to paragraph (6)(C)—
“(i) with respect to each program of study (or the equivalent) of such a provider—

“(I) information specifying the levels of performance achieved with respect to the primary indicators of performance described in subclauses (I) through (IV) of subsection (b)(2)(A)(i) with respect to all individuals engaging in the program of study (or the equivalent); and

“(II) the total number of individuals exiting from the program of study (or the equivalent); and

“(ii) with respect to all such providers—

“(I) the total number of participants who received training services through each adult and dislocated worker program authorized under chapter 3 of subtitle B, disaggregated by the type of entity that provided the training, during the most recent program year and the 3 preceding program years;
“(II) the total number of participants who exited from training services, disaggregated by the type of entity that provided the training, during the most recent program year and the 3 preceding program years;

“(III) the average cost per participant for the participants who received training services, disaggregated by the type of entity that provided the training, during the most recent program year and the 3 preceding program years; and

“(IV) the number of individuals with barriers to employment served by each adult and dislocated worker program authorized under chapter 3 of subtitle B, disaggregated by each subpopulation of such individuals, and by race, ethnicity, sex, and age.

“(iii) with respect to each recognized postsecondary credential on the list of credentials awarded by eligible providers in the State described in section 122(d)(2)—
“(I) information specifying the levels of performance achieved with respect to the primary indicators of performance described in subclauses (I) through (IV) of subsection (b)(2)(A)(i) for all participants in the State receiving such credential; and

“(II) information specifying the levels of performance achieved with respect to the primary indicators of performance described in subclauses (I) through (IV) of subsection (b)(2)(A)(i) for participants in the State receiving such credential with respect to individuals with barriers to employment, disaggregated by each subpopulation of such individuals, and by race, ethnicity, sex, and age.”; and

(5) in paragraph (6)—

(A) by amending subparagraph (A) to read as follows:

“(A) STATE PERFORMANCE REPORTS.—

The Secretary of Labor and the Secretary of Education shall annually make available the performance reports for States containing the
information described in paragraph (2), which shall include making such reports available—

“(i) digitally using transparent, linked, open, and interoperable data formats that are human readable and machine actionable such that the data from these reports—

“(I) are easily understandable; and

“(II) can be easily included in web-based tools and services supporting search, discovery, comparison, analysis, navigation, and guidance; and

“(ii) in a printable format.”; and

(B) in subparagraph (B)—

(i) by striking “(including by electronic means), in an easily understandable format,”; and

(ii) by adding at the end the following: “The Secretary of Labor and the Secretary of Education shall include, on the website where the State performance reports required under subparagraph (A) are made available, a link to local area per-
formance reports and the eligible training
provider report for each State. Such re-
ports shall be made available in each of the
formats described in subparagraph (A).”.

(c) Evaluation of State Programs.—Section
116(e) of the Workforce Innovation and Opportunity
Act (29 U.S.C. 3141(e)) is amended—

(1) in paragraph (1)—

(A) by striking “shall conduct ongoing”
and inserting “shall use data to conduct anal-
yses and ongoing”; and

(B) by striking “conduct the” and insert-
ing “conduct such analyses and”; and

(2) in paragraph (2), by adding “A State may
use other forms of analysis, such as machine learn-
ing or other advanced analytics, to improve program
operations and outcomes and to identify areas for
further evaluation.” at the end.

(d) Sanctions for State Failure To Meet
State Performance Accountability Measures.—
Section 116(f) of the Workforce Innovation and Oppor-
tunity Act (29 U.S.C. 3141(f)) is amended to read as fol-

tows:

“(f) Sanctions for State Failure To Meet
State Performance Accountability Measures.—
“(1) TARGETED SUPPORT AND ASSISTANCE.—

“(A) IN GENERAL.—If a State fails to meet 80 percent of the State adjusted level of performance for an indicator described in subsection (b)(2)(A) for a program for any program year, the Secretary of Labor and the Secretary of Education shall provide technical assistance.

“(B) SANCTIONS.—

“(i) IN GENERAL.—If the State fails in the manner described in subclause (I) or (II) of clause (ii) with respect to a program year, the percentage of each amount that would (in the absence of this subparagraph) be reserved by the Governor under section 128(a)(1) for the immediately succeeding program year shall be reduced by 5 percentage points until such date as the Secretary of Labor or the Secretary of Education, as appropriate, determines that the State meets the State adjusted level of performance, in the case of a failure described in clause (ii)(I), or has submitted the reports for the appropriate program.
years, in the case of a failure described in clause (ii)(II).

“(ii) FAILURES.—A State shall be subject to clause (i)—

“(I) if (except in the case of exceptional circumstances as determined by the Secretary of Labor or the Secretary of Education, as appropriate), such State fails to submit a report under subsection (d) for any program year; or

“(II) for a failure under subparagraph (A) that continues for a second consecutive year.

“(2) COMPREHENSIVE SUPPORT AND ASSISTANCE.—

“(A) IN GENERAL.—If a State fails to meet an average of 90 percent of the State adjusted levels of performance for a program across all performance indicators for any program year, or if a State fails to meet an average of 90 percent of the State adjusted levels of performance for a single performance indicator across all programs for any program year, the Secretary of Labor and the Secretary of
Education shall provide technical assistance, as
described and authorized under section 168(b),
including assistance in the development of a
comprehensive performance improvement plan.

“(B) SECOND CONSECUTIVE YEAR FAIL-
URE.—If such failure under subparagraph (A)
continues for a second consecutive year, the
percentage of each amount that would (in the
absence of this subsection) be reserved by the
Governor under section 128(a)(1) for the imme-
diately succeeding program year shall be re-
duced by 10 percentage points until such date
as the Secretary of Labor or the Secretary of
Education, as appropriate, determines that the
State meets such State adjusted levels of per-
formance.

“(3) LIMITATION.—The total reduction under
this subsection to the percentage of each amount
that would (in the absence of this subsection) be re-
served by the Governor under section 128(a)(1) may
not exceed 10 percentage points for a program year.

“(4) REALLOTMENT OF REDUCTIONS.—

“(A) IN GENERAL.—The amounts available
for reallocation for a program year shall be re-
allotted to the States that were not subject to
a reduction of funds under paragraph (1)(B) or paragraph (2)(B) of this subsection for such program year (in this paragraph referred to individually as an ‘eligible State’).

“(B) AMOUNTS AVAILABLE FOR REALLOTTMENT.—In this paragraph, the amounts available for reallocation for a program year means the amounts available under section 127(b)(1)(C) and paragraph (1)(B) or (2)(B), respectively, of section 132(b) for such program year which would (in the absence of paragraph (1)(B) or paragraph (2)(B) of this subsection) have otherwise been reserved under section 128(a)(1) by a Governor of a State for such program year.

“(C) REALLOTTMENT AMOUNTS.—In making reallocations under subparagraph (A) for a program year to eligible States, the Secretary shall allot to each eligible State—

“(i) in the case of amounts available under section 127(b)(1)(C), an amount based on the relative amount of the allotment made (before the allotments under this clause are made) to such eligible State under section 127(b)(1)(C) for such pro-
gram year, compared to the total allotments made (before the allotments under this clause are made) to all eligible States under section 127(b)(1)(C) for such program year; and

“(ii) in the case of amounts available under paragraph (1)(B) or (2)(B), respectively, of section 132(b), an amount based on the relative amount of the allotment made (before the allotments under this clause are made) to such eligible State under paragraph (1)(B) or (2)(B), respectively, of section 132(b) for such program year, compared to the total allotments made (before the allotments under this clause are made) to all eligible States under paragraph (1)(B) or (2)(B), respectively, of section 132(b) for such program year.”.

(e) SANCTIONS FOR LOCAL AREA FAILURE TO MEET LOCAL PERFORMANCE ACCOUNTABILITY MEASURES.—

Section 116(g) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3141(g)) is amended—

(1) in paragraph (1)—
(A) by inserting “80 percent of the” before “local performance”; and

(B) by striking “accountability measures” and inserting “accountability levels of performance on an indicator of performance, an average of 90 percent of the local levels of performance across indicators for a single program, or an average of 90 percent for a single performance indicator across all programs”; and

(2) in paragraph (2)—

(A) by amending subparagraph (A) to read as follows:

“(A) IN GENERAL.—If such failure continues, the Governor shall take corrective actions, which shall include—

“(i) in the case of a failure, for a second consecutive year, on any individual indicator, across indicators for a single program, or on a single indicator across programs, a 5-percent reduction in the amount that would have otherwise been allocated (in the absence of this clause) to the local area for the immediately succeeding program year under chapter 2 or
3 of subtitle B for the program subject to the performance failure;

“(ii) in the case of a failure, as described in paragraph (1), for a third consecutive year, the development of a reorganization plan through which the Governor shall—

“(I) require the appointment and certification of a new local board, consistent with the criteria established under section 107(b);

“(II) prohibit the use of one-stop partners identified as achieving a poor level of performance; and

“(III) revise or redesignate a local area, which may include merging a local area with another local area if the Governor determines that the likely cause of such continued performance failure of a local area is due to such local area’s designation being granted without the appropriate consideration of parameters described under section 106(b)(1)(B); or
“(iii) other significant actions determined appropriate by the Governor.”;

(B) in subparagraph (B)(i), by inserting “(ii)” after “subparagraph (A)”;

(C) by adding at the end the following:

“(D) REALLOCATION OF REDUCTIONS.—

“(i) IN GENERAL.—With respect to any amounts available under section 128(b), paragraph (2)(A) or (3) of section 133(b), and section 133(b)(2)(B) to a Governor for a program year which would (in the absence of subparagraph (A)(i)) have otherwise been allocated by such Governor to a local area for such program year—

“(I) not more than 10 percent of the amounts available under each such section may be reserved by the Governor to provide technical assistance to local areas within the State that were subject to a reduction of allocation amounts pursuant to subparagraph (A)(i) for such program year; and

“(II) the amounts remaining after the reservations under subclause
(I) shall be reallocated by the Governor to the local areas within the State that were not subject to a reduction of allocation amounts pursuant to subparagraph (A)(i) for such program year (in this subparagraph referred to individually as an ‘eligible local area’).

“(ii) REALLOCATION AMOUNTS.—In making reallocations under clause (i)(II) for a program year to eligible local areas within a State, the Governor of the State shall allocate to each such eligible local area—

“(I) in the case of amounts remaining under section 128(b), an amount based on the relative amount of the allocation made (before the allocations under this subclause are made) to such eligible local area under section 128(b) for such program year, compared to the total allocations made (before the allocations under this subclause are made) to all eligible
local areas within the State under section 128(b) for such program year;

“(II) in the case of amounts remaining under paragraph (2)(A) or (3) of section 133(b), an amount based on the relative amount of the allocation made (before the allocations under this subclause are made) to such eligible local area under paragraph (2)(A) or (3) of section 133(b), as appropriate, for such program year, compared to the total allocations made (before the allocations under this subclause are made) under paragraph (2)(A) or (3) of section 133(b), as appropriate, to all eligible local areas within the State for such program year; and

“(III) in the case of amounts remaining under section 133(b)(2)(B), an amount based on the relative amount of the allocation made (before the allocations under this subclause are made) to such eligible local area under section 133(b)(2)(B) for such
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program year, compared to the total
allocations made (before the alloca-
tions under this subclause are made)
under section 133(b)(2)(B) to all eli-
gible local areas within the State for
such program year.”.

(f) Establishing Pay-For-Performance Con-
tract Strategy Incentives.—Section 116(h) of the
Workforce Innovation and Opportunity Act (29 U.S.C.
3141(h)) is amended by striking “non-Federal funds” and
inserting “the funds reserved under section 128(a)(1)”.

(g) Fiscal and Management Accountability In-
formation Systems.—Section 116(i) of the Workforce
Innovation and Opportunity Act (29 U.S.C. 3141(i)) is
amended—

(1) in the first sentence of paragraph (2), by
inserting “, and may use information provided from
the National Directory of New Hires in accordance
with section 453(j)(8) of the Social Security Act (42
U.S.C. 653(j)(8))” after “State law”;

(2) by redesignating paragraph (3) as para-
graph (4); and

(3) by inserting after paragraph (2) the fol-
lowing:
“(3) Designated Entity.—The Governor shall designate a State agency (or appropriate State entity) to assist in carrying out the performance reporting requirements for core programs and eligible training providers. The designated State agency (or appropriate State entity) shall be responsible for—

“(A) facilitating data matches using quarterly wage record information, including wage record information made available by other States, to measure employment and earnings outcomes;

“(B) data validation and reliability, as described in subsection (d)(5); and

“(C) protection against disaggregation that would violate applicable privacy standards, as described in subsection (d)(6)(C).”.

Subtitle C—Workforce Investment Activities and Providers

CHAPTER 1—WORKFORCE INVESTMENT ACTIVITIES AND PROVIDERS

SEC. 121. ESTABLISHMENT OF ONE-STOP DELIVERY SYSTEMS.

(a) One-Stop Partners.—Section 121(b) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3151(b)) is amended—
(1) in paragraph (1)(B)—
(A) in clause (xi), by inserting “and” at the end; and
(B) by striking clause (xii);
(2) in paragraph (2)(A), by striking “With” and inserting “At the direction of the Governor or with”; and
(3) in paragraph (2)(B)—
(A) in clause (vi), by striking “and” at the end;
(B) by redesignating clause (vii) as clause (viii); and
(C) by inserting after clause (vi) the following:
“(vii) workforce and economic development programs carried out by the Economic Development Administration; and”.
(b) ONE-STOP OPERATORS.—Section 121(d) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3151(d)) is amended—
(1) in paragraph (2)(B)—
(A) in clause (i), by inserting after “education” the following: “or an area career and technical education school”;
(B) in clause (v), by striking “and”;

(C) by redesignating clause (vi) as clause (viii);

(D) by inserting after clause (v) the following:

“(vi) a public library;
“(vii) a local board that meets the requirements of paragraph (4); and”;

(E) in clause (viii), as so redesignated, by inserting after “labor organization” the following: “joint labor-management organization”;

and

(2) by redesigning paragraphs (3) and (4) as paragraphs (5) and (6), respectively; and

(3) by inserting after paragraph (2) the following:

“(3) Responsibilities.—

“(A) IN GENERAL.—In operating a one-stop system referred to in subsection (e), a one-stop operator—

“(i) shall—

“(I) manage the physical and virtual infrastructure and operations of the one-stop system in the local area; and
“(II) facilitate coordination among the partners in such one-stop system; and

“(ii) may, subject to the requirements under subparagraph (B), directly provide services to job seekers and employers.

“(B) INTERNAL CONTROLS.—In a case in which a one-stop operator seeks to operate as a service provider pursuant to subparagraph (A)(ii), the local board shall establish internal controls (which shall include written policies and procedures)—

“(i) with respect to the competition in which the one-stop operator will compete to be selected as such service provider, and the subsequent oversight, monitoring, and evaluation of the performance of such one-stop operator as such service provider; and

“(ii) which—

“(I) require compliance with—

“(aa) relevant Office of Management and Budget circulars relating to conflicts of interest; and
“(bb) any applicable State conflict of interest policy; and

“(II) prohibit a one-stop operator from developing, managing, or conducting the competition in which the operator intends to compete to be selected as a service provider.

“(4) LOCAL BOARDS AS ONE-STOP OPERATORS.—Subject to approval from the chief elected official and Governor and in accordance with any other eligibility criteria established by the State, a local board may serve as a one-stop operator, if the local board—

“(A) enters into a written agreement with the chief elected official that clarifies how the local board will carry out the functions and responsibilities as a one-stop operator in a manner that complies with the appropriate internal controls to prevent any conflicts of interest, which shall include how the local board, while serving as a one-stop operator, will—

“(i) comply with the relevant Office of Management and Budget circulars relating to conflicts of interest; and
“(ii) any applicable State conflict of interest policy; and

“(B) complies with the other applicable requirements of this subsection.”.

(c) One-Stop Delivery.—Section 121(e)(2) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3151(e)(2)) is amended—

(1) in subparagraph (A), to read as follows:

“(A) shall make each of the programs, services, and activities described in paragraph (1) available—

“(i) to individuals through electronic means, in a single, virtually accessible location, and in a manner that improves efficiency, coordination, and quality, as determined by the State, in the delivery of such programs, services, and activities; or

“(ii) at not less than 1 physical center in each local area of the State; and”;

(2) in subparagraph (B)(i), by inserting after “affiliated sites” the following: “(such as any of the entities described in subsection (d)(2)(B))”;

(3) in subparagraph (C), by inserting after “centers” the following: “(which may be virtual or physical centers)”;}
(4) in subparagraph (D)—

(A) by striking “as applicable and practicable, shall” and inserting “in the case of a one-stop delivery system that is making each of the programs, services, and activities described in paragraph (1) accessible at not less than 1 physical center, as described in subparagraph (A)(ii), the one-stop delivery system shall, as applicable and practicable,”; and

(B) by striking the period at the end and inserting “; and”;

(5) by inserting after subparagraph (D) the following:

“(E) in the case of a one-stop delivery system that is making each of the programs, services, and activities accessible through electronic means, as described in subparagraph (A)(i), the one-stop delivery system shall have not less than two affiliated sites with a physical location where individuals can access, virtually, each of the programs, services, and activities described in paragraph (1) that are virtually accessible.”.

(d) CERTIFICATION AND IMPROVEMENT CRITERIA.—

Section 121(g)(2)(A) of the Workforce Innovation and Opportunity Act is amended by striking “under sub-
sections (h)(1)” and inserting “under subsections (h)(1)(C)”.

(e) FUNDING OF ONE-STOP INFRASTRUCTURE.—
Section 121(h) of the Workforce Innovation and Opportunity Act is amended—

(1) by striking paragraph (1);

(2) by redesignating paragraphs (2) and (3) as paragraphs (1) and (2), respectively;

(3) in paragraph (1), as so redesignated—

(A) by amending subparagraph (B) to read as follows:

“(B) PARTNER CONTRIBUTIONS.—Subject to subparagraph (D), the covered portions of funding for a fiscal year shall be provided to the Governor from the programs described in subsection (b)(1) to pay the costs of infrastructure of one-stop centers in local areas of the State.”; and

(B) in subparagraph (C)—

(i) in clause (i)—

(I) by striking “for funding pursuant to clause (i)(II) or (ii) of paragraph (1)(A) by each partner,”; and

(II) by striking the third sentence; and
(ii) in clause (ii), by striking “under a provision covered by section 3(13)(D)” and inserting “under a provision covered by subparagraph (D) of the definition of the term ‘core program provision’ in section 3”; (C) in subparagraph (D)—

(i) in clause (ii), by striking “For local areas in a State that are not covered by paragraph (1)(A)(i)(I), the” and inserting “The”;

(ii) in clause (ii)—

(I) in subclause (I)—

(aa) by striking “WIA” in the header and inserting “WIOA”; and

(bb) by striking “3 percent” and inserting “5 percent”; and

(II) by striking subclause (III); and

(iii) in clause (iii), by striking “For local areas in a State that are not covered by paragraph (1)(A)(i)(I), an” and inserting “An”;

(4) in paragraph (2), as so redesignated—
(A) in subparagraph (A), by striking “purposes of assisting in” and inserting “purpose of”; and

(B) in subparagraph (B)—

(i) in the first sentence, by striking “not funding costs of infrastructure under the option described in paragraph (1)(A)(i)(I)”; and

(ii) in the second sentence, by inserting after “local area,” the following: “the intensity of services provided by such centers,”;

(5) by inserting after paragraph (2), as so redesignated, the following:

“(3) Supplemental infrastructure funding.—For any fiscal year in which the allocation received by a local area under paragraph (2) is insufficient to cover the total costs of infrastructure of one-stop centers in such local area, the local board, the chief elected official, and the one-stop partners that have entered into the local memorandum of understanding with the local board under subsection (e) may agree to fund any such remaining costs using a method described in such memorandum.”; and
(6) in paragraph (4), by inserting after “operation of the one-stop center” the following: “(whether for in-person or virtual service delivery)”.

SEC. 122. IDENTIFICATION OF ELIGIBLE PROVIDERS AND PROGRAMS OF TRAINING SERVICES.

(a) ELIGIBILITY.—Section 122(a) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3152(a)) is amended—

(1) by amending paragraph (1) to read as follows:

“(1) IN GENERAL.—Except as provided in subsection (i), the Governor, after consultation with the State board and considering the State’s adjusted levels of performance described in section 116(b)(3)(A)(iv), shall establish—

“(A) procedures regarding the eligibility of providers of training services to receive funds provided under section 133(b) for the provision of training services by programs with standard eligibility or conditional eligibility under this section (in this section referred to as ‘eligible programs’) in local areas in the State; and

“(B) the minimum levels of performance on the criteria for a program to receive such standard or conditional eligibility.”;
(2) in paragraph (2)—

(A) in subparagraph (A), by inserting before the semicolon at the end the following:

“(other than an institution of higher education described in subparagraph (C))”;

(B) in subparagraph (B), by striking “or” at the end;

(C) by redesignating subparagraph (C) as subparagraph (D);

(D) by inserting after subparagraph (B) the following:

“(C) an institution of higher education that offers a program that—

“(i) is of at least 150 clock hours of instruction, but less than 600 clock hours of instruction, or an equivalent number of credit hours;

“(ii) is offered during a minimum of 8 weeks, but less than 15 weeks; and

“(iii) is an eligible program for purposes of the Federal Pell Grant program; or”; and

(E) in subparagraph (D), as so redesignated—
(i) by inserting “(including providers of such a program that is conducted (in whole or in part) online)” before “, which may”; and

(ii) by inserting “providers of entrepreneurial skills development programs, industry or sector partnerships, groups of employers, trade or professional associations,” after “organizations,”; and

(3) in paragraph (3)—

(A) in the first sentence, by striking “(C)” and inserting “(D)”; 

(B) in the second sentence, by striking “paragraph (2)(B)” the first place it appears and inserting “subparagraph (B) or (C) of paragraph (2)”; and

(C) by inserting before the period at the end the following: “or remains eligible for the Federal Pell Grant program as described in paragraph (2)(C)”.

(b) CRITERIA AND INFORMATION REQUIREMENTS.—

Section 122(b) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3152(b)) is amended to read as follows:
“(b) CRITERIA AND INFORMATION REQUIREMENTS.—

“(1) GENERAL REQUIREMENTS.—

“(A) GENERAL CRITERIA FOR PROGRAMS.—Each provider shall demonstrate that the program for which the provider is seeking eligibility under this section—

“(i) prepares participants to meet the hiring requirements of potential employers in the State or a local area within the State for employment that—

“(I) is high skill and high wage; or

“(II) is in in-demand industry sectors or occupations;

“(ii) leads to a recognized postsecondary credential;

“(iii) has been offered by the provider for not less than 1 year; and

“(iv)(I) meets the performance requirements for standard eligibility described in paragraph (2); or

“(II) has received conditional eligibility described in paragraph (3).
“(B) PROVIDER ELIGIBILITY ELECTION.—

Any provider may elect to seek standard eligibility under paragraph (2) or conditional eligibility under paragraph (3).

“(2) PERFORMANCE CRITERIA FOR STANDARD ELIGIBILITY.—

“(A) IN GENERAL.—The Governor shall—

“(i) establish and publicize minimum levels of performance for each of the criteria listed in subparagraph (B) that a program offered by a provider of training services shall achieve to receive and maintain standard eligibility under this section; and

“(ii) verify the performance achieved by such a program with respect to each such criteria to determine whether the program meets the corresponding minimum level of performance established under clause (i)—

“(I) in the case of the criteria described in (ii) through (iv) of subparagraph (B), using State administrative data (such as quarterly wage records); and
“(II) in the case of the criteria described in subparagraph (B)(i), using any applicable method for such verification; and

“(iii) in verifying the performance achievement of a program, verify that such program included a sufficient number of program participants to protect participant personally identifiable information, and to be a reliable indicator of performance achievement.

“(B) PERFORMANCE CRITERIA.—The performance criteria to receive and maintain standard eligibility for a program under this section are as follows:

“(i) The credential attainment rate of program participants calculated as the percentage of program participants who obtain the recognized postsecondary credential for which the program prepares participants to earn within 6 months of exit from the program.

“(ii) The job placement rate of program participants calculated as the percentage of program participants in unsub-
sidized employment during the second quarter after exit from the program.

“(iii) The median earnings of program participants who are in unsubsidized employment during the second quarter after exit from the program.

“(iv) The ratio of median earnings increase to the total cost of program, calculated as follows:

“(I) The median value of the difference between—

“(aa) participant wages from unsubsidized employment during the second quarter after program exit; and

“(bb) participant wages during the quarter prior to entering the program, to

“(II) The total cost of the program (as described in paragraph (5)(B)(iii)).

“(C) LOCAL CRITERIA.—With respect to any program receiving standard eligibility under this section from a Governor, a local board in the State may require higher levels of perform-
ance than the minimum performance levels estab-
lished by the Governor under this para-
graph, but may not—

“(i) require any information or appli-
cation from the provider that is not re-
quired for such standard eligibility; or

“(ii) establish a performance require-
ment with respect to any criteria not listed
in subparagraph (B).

“(3) CONDITIONAL ELIGIBILITY.—

“(A) REQUIREMENTS.—

“(i) IN GENERAL.—The Governor
shall establish procedures and criteria for
conditional eligibility for a program of a
provider of training services that does not
meet the requirements under subparagraph
(2).

“(ii) PROCEDURES AND CRITERIA.—
In establishing the procedures and criteria
under this subparagraph for conditional
eligibility under this paragraph, the Gov-
ernor—

“(I) shall establish the maximum
period, not to exceed a 4-year period,
that a program may receive and maintain such conditional eligibility;

“(II) with respect to a program that has received conditional eligibility for the maximum period established under subclause (I) and that is seeking approval for an additional period of conditional eligibility, may not consider such program for such conditional eligibility during the 3-year period that begins on the day after the end of most recent period for which the program received conditional eligibility; and

“(III) may establish other requirements related to program performance, including setting separate minimum levels of performance on the criteria described in paragraph (2) for a program to maintain such conditional eligibility.

“(B) PAYMENTS.—Payments under this Act for the provision of training services by a program with conditional eligibility shall be made to the provider of such program, on the
basis of the achievement of successful outcomes by a participant of such training services, in accordance with the following:

“(i) Upon participant enrollment, the provider shall receive not less than 25 percent of the total funds to be provided under section 133(b) for the provision of training services by such program to such participant.

“(ii) Upon participant completion and credential attainment, the provider shall receive not less than 25 percent of such total funds.

“(iii) Upon verification of the participant’s employment during the second quarter after program completion, the provider shall receive not less than 25 percent of such total funds.

“(iv) The remainder of such total funds may be awarded at any of the intervals described in clauses (i) through (iii) as determined by the Governor in accordance with the procedures established under subparagraph (A).
“(C) LIMITATION ON BILLING PARTICIPANTS.—With respect to a program participant for whom a provider expects to be paid pursuant to subparagraph (B), the provider may not—

“(i) charge such participant tuition and refund such charges after receiving such payments; or

“(ii) if such program participant does not achieve the outcomes necessary for the provider to receive the provider’s full payment pursuant to subparagraph (B) for such participant, bill a participant for any of the amounts described in subparagraph (B).

“(4) EMPLOYER-SPONSORED OR INDUSTRY OR SECTORAL PARTNERSHIP DESIGNATION.—

“(A) IN GENERAL.—The Governor shall establish procedures and criteria for providers to apply for an employer-sponsored designation for a program that has received standard or conditional eligibility under this paragraph, which shall include a commitment from an employer or an industry or sectoral partnership to—
“(i) pay to the provider, on behalf of each participant enrolled in such program under this Act, not less than 25 percent of the cost of the program (as described in paragraph (5)(B)(iii)), which shall be provided in lieu of 25 percent of the amount that the provider would have otherwise received under section 133(b) for the provision of training services by such program to such participant; and

“(ii) guarantee an interview and consideration for a job with the employer, or in the case of an industry or sectoral partnership, an employer within such partnership, for each such participant that successfully completes the program.

“(B) RESTRICTION ON FINANCIAL ARRANGEMENT.—A provider receiving an employer-sponsored designation under this paragraph may not—

“(i) have an ownership stake in the employer or industry or sectoral partnership making a commitment described in subparagraph (A); or
“(ii) enter into an arrangement to reimburse an employer or partnership for the costs of a participant paid by such employer or partnership.

“(5) INFORMATION REQUIREMENTS.—An eligible provider shall submit appropriate, accurate, and timely information to the Governor, to enable the Governor to carry out subsection (d), with respect to all participants of each eligible program (including participants for whom the provider receives payments under this title) offered by the provider, which shall—

“(A) be made available by the State in a common, linked, open, and interoperable data format;

“(B) include information on—

“(i) the performance of the program with respect to the performance accountability measures described in section 116 for such participants;

“(ii) the recognized postsecondary credentials received by such participants, including, in relation to each such credential, the issuing entity, any third-party endorsements, the occupations for which the cred-
dential prepares individuals, the competencies achieved, the level of mastery of such competencies (including how mastery is assessed), and any transfer value or stackability;

“(iii) the total cost of the program, including the costs of the published tuition and fees, supplies, books, and any other costs required by the provider for participants in the program;

“(iv) the percentage of such participants that complete the program within the expected time to completion; and

“(v) in the case of a provider offering programs seeking or maintaining standard eligibility, the criteria described in paragraph (2) and not otherwise included in clause (i) of this subparagraph; and

“(C) with respect to employment and earnings measures described in subclauses (I) through (III) of section 116(b)(2)(A)(i) for such participants—

“(i) the necessary information for the State to develop program performance data
using State administrative data (such as wage records); and

“(ii) the necessary information to determine the percentage of such participants who entered unsubsidized employment in an occupation related to the program, to the extent practicable.”.

(c) PROCEDURES.—Section 122(c) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3152(c)) is amended—

(1) in the first sentence of paragraph (1), by inserting “, which shall be implemented in a manner that minimizes the financial and administrative burden on the provider and shall not require the submission of information in excess of the information required to determine a program’s eligibility under subsection (b)” after “provision of training services”; 

(2) by redesignating paragraph (2) as paragraph (3), and inserting the following after paragraph (1):

“(2) APPROVAL.—A Governor shall make an eligibility determination with respect to a provider of training services and the program for which the provider is seeking eligibility under this section not
later than 30 days after receipt of an application
submitted by such provider consistent with the pro-
cedures in paragraph (1).”;

(3) in paragraph (3), as so redesignated—

(A) by striking “biennial” and inserting
“annual”; and

(B) by inserting before the period at the
end the following: “that continue to meet the
requirements under subsection (b)”; and

(C) by adding at the end the following:

“Any program with standard or conditional eli-
gibility that, upon such review, does not meet
the eligibility criteria established under sub-
section (b) for standard or conditional eligi-
bility, respectively, shall, except as otherwise
provided in subsection (g)(1)(E), no longer be
an eligible program and shall be removed from
the list described in subsection (d).”; and

(4) by inserting at the end the following:

“(4) MULTISTATE PROVIDERS.—The proce-
dures established under subsection (a) shall specify
the process for any provider of training services of-
fering a program in multiple States to establish eli-
gibility in such States, which shall, to the extent
practicable, minimize financial and administrative
burdens on any such provider by authorizing the
provider to submit the same application materials
and information to the Governor of each State in
which such program will be providing services, as
long as the program meets the applicable State re-
quirements established under subsection (b) for each
such State.

“(5) ONLINE PROVIDERS.—If a participant
chooses a provider that delivers training services ex-
clusively online and is not located in the State of the
local area that approved such training services for
the participant in accordance with section
133(c)(3)(A)(i), such provider shall be ineligible to
receive payment for such participant from funds al-
located to such State unless such provider is on the
list of eligible providers of training services described
in subsection (d) for such State.”.

(d) LIST AND INFORMATION TO ASSIST PARTICI-
PANTS IN CHOOSING PROVIDERS.—Section 122(d) of the
Workforce Innovation and Opportunity Act (29 U.S.C.
3152(d)) is amended—

(1) by redesignating paragraphs (2), (3), and
(4) as paragraphs (3), (4), and (6), respectively;

(2) by inserting after paragraph (1) the fol-
lowing:
“(2) CREDENTIAL NAVIGATION FEATURE.—In order to enhance the ability of participants and employers to understand and compare the value of the recognized postsecondary credentials awarded by eligible programs offered by providers of training services in a State, the Governor shall establish (or develop in partnership with other States), a credential navigation feature that allows participants and the public to search a list of such recognized postsecondary credentials, and the providers and programs awarding such a credential, which shall include, with respect to each such credential (aggregated for all participants in the State that have received such credential)—

“(A) the information required under subsection (b)(5)(B)(ii); and

“(B) the employment and earnings outcomes described in subclause (I) through (III) of section 116(b)(2)(i).”;

(3) in paragraph (3) (as redesignated by paragraph (1))—

(A) by amending subparagraph (A), by striking “(C) of subsection (a)(2)” and inserting “(D) of subsection (a)(2)”;}
(B) by amending subparagraph (B) to read as follows:

“(B) with respect to a program described in subsection (b)(3) that is offered by a provider, consist of information designating the program as having conditional eligibility;”; and (C) by amending subparagraph (C) to read as follows:

“(C) with respect to a program described in subsection (b)(4) that is offered by a provider, consist of the information promoting the program as having an employer-sponsored designation and identifying the employer or partnership sponsoring the program.”.

(4) by amending paragraph (4) (as so redesignated) to read as follows:

“(4) AVAILABILITY.—The list (including the credential navigation feature described in paragraph (2)), and the accompanying information shall be made available to such participants and to members of the public through the one-stop delivery system in the State—

“(A) on a publicly accessible website that—

“(i) is consumer-tested; and
“(ii) is searchable, easily understandable, and navigable, and allows for the comparison of eligible programs through the use of common, linked, open-data descriptive language; and

“(B) in a manner that does not reveal personally identifiable information about an individual participant.”; and

(5) by inserting before paragraph (6) (as so redesignated), the following:

“(5) WEBSITE TECHNICAL ASSISTANCE.—The Secretary shall—

“(A) upon request, provide technical assistance to a State on establishing a website that meets the requirements of paragraph (4); and

“(B) disseminate to each State effective practices or resources from States and private sector entities related to establishing a website that is consumer-tested to ensure that the website is easily understood, searchable, and navigable.”.

(c) PROVIDER PERFORMANCE INCENTIVES.—Section 122 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3152), as amended by this section, is further amended—
(1) in subsection (e), by striking “information requirements,” in each place it appears;

(2) by redesignating subsections (f) through (i) as subsection (g) through (j), respectively;

(3) by inserting after subsection (e), as so amended, the following:

“(f) PROVIDER PERFORMANCE INCENTIVES.—

“(1) IN GENERAL.—The Governor or a local board may establish a system of performance incentive payments to be awarded to providers in addition to the amount paid under section 133(b) to such providers for the provision of training services to participants of eligible programs. Such system of performance incentives may be established to award eligible programs that—

“(A) achieve performance levels above the minimum levels established by the Governor under subsection (b)(2);

“(B) serve a significantly higher number of individuals with barriers to employment compared to training providers offering similar training services; or

“(C) achieve other performance successes, including those related to jobs that provide economic stability and upward mobility (such as
leading to jobs with high wages and family sus-
tainable benefits) as determined by the State or
the local board.

“(2) INCENTIVE PAYMENTS.—Incentive pay-
ments to providers established under paragraph (1)
shall be awarded to providers from the following al-
lotments:

“(A) In the case of a system of perform-
ance incentive payments established by the Gov-
ernor, from funds reserved by the Governor
under section 128(a).

“(B) In the case of a system of perform-
ance incentive payments established by a local
board, from the allocations made to the local
area for youth under section 128(b), for adults
under paragraph (2)(A) or (3) of section
133(b), or for dislocated workers under section
133(b)(2)(B), as appropriate.”;

(f) ENFORCEMENT.—Section 122(g)(1) of the Work-
force Innovation and Opportunity Act (as redesignated by
subsection (e)(2)), is amended by adding at the end the
following:

“(D) FAILURE TO PROVIDE REQUIRED IN-
FORMATION.—With respect to a provider of
training services that is eligible under this sec-

tion for a program year with respect to an eligible program, but that does not provide the information described in subsection (b)(5) with respect to such program for such program year (including information on performance necessary to determine if the program meets the minimum levels on the criteria to maintain eligibility), the provider shall be ineligible under this section with respect to such program for the program year after the program year for which the provider fails to provide such information.

“(E) FAILURE TO MEET PERFORMANCE CRITERIA.—

“(i) FIRST YEAR.—An eligible program that has received standard eligibility under subsection (c)(2) for a program year but fails to meet the minimum levels of performance on the criteria described in subsection (b)(2) during the most recent program year for which performance data on such criteria are available shall be notified of such failure by the Governor.

“(ii) SECOND CONSECUTIVE YEAR.—A program that fails to meet the minimum
levels of performance for a second consecutive program year shall lose standard eligibility for such program for at least the program year following such second consecutive program year.

“(iii) REAPPLICATION.—

“(I) STANDARD ELIGIBILITY.—A provider may reapply to receive standard eligibility for the program according to the criteria described in subsection (c) if the program performance for the most recent program year for which performance data is available meets the minimum levels of performance required to receive such standard eligibility.

“(II) CONDITIONAL ELIGIBILITY.—A program that loses standard eligibility may apply to receive conditional eligibility under the process and criteria established by the Governor under subsection (b)(3).”.

(g) ON-THE-JOB TRAINING, EMPLOYER-DIRECTED SKILLS DEVELOPMENT, INCUMBENT WORKER TRAINING, AND OTHER TRAINING EXCEPTIONS.—Subsection (i) (as
redesignated by subsection (e)(2)) of section 122 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3152) is amended—

(1) in paragraph (1)—

(A) by striking “customized training” and inserting “employer-directed skills development”; and

(B) by striking “subsections (a) through (f)” and inserting “subsections (a) through (g)”;

(2) in paragraph (2), by amending the first sentence to read as follows: “A one-stop operator in a local area shall collect the minimum amount of information from providers of on-the-job training, employer-directed skills development, incumbent worker training, internships, paid or unpaid work experience opportunities, and transitional employment as necessary to enable the use of State administrative data to generate such performance information as the Governor may require.”.

(h) TECHNICAL ASSISTANCE.—Section 122 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3152) is further amended by adding at the end the following:
“(k) TECHNICAL ASSISTANCE.—The Governor may apply to the Secretary for technical assistance, as described in section 168(c), for purposes of carrying out the requirements of subsection (c)(4), or paragraph (2) or (5) of subsection (d), or any other amendments made by the A Stronger Workforce for America Act to this section, and the Secretary shall provide such technical assistance in a timely manner.”.

(i) TRANSITION.—A Governor and local boards shall implement the requirements of section 122 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3152), as amended by this Act, not later than the first day of the second full program year after the date of enactment of this Act. In order to facilitate early implementation of this section, the Governor may establish transition procedures under which providers eligible to provide training services under chapter 1 of subtitle B of title I of the Workforce Innovation and Opportunity Act (29 U.S.C. 3151 et seq.), as such chapter was in effect on the day before the date of enactment of this Act, may continue to be eligible to provide such services until December 31, 2024, or until such earlier date as the Governor determines to be appropriate.
CHAPTER 2—YOUTH WORKFORCE

INVESTMENT ACTIVITIES

SEC. 131. RESERVATIONS; REALLOCATION.

(a) Reservations for Statewide Activities.—

Section 128(a) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3173(a)) is amended—

(1) in paragraph (2), by striking “reserved amounts” in each place and inserting “reserved amounts under paragraph (1)”;

(2) by adding at the end the following:

“(3) Statewide critical industry skills fund.—

“(A) Authorized reservation.—In addition to the reservations required under paragraph (1) and section 133(a)(2), and subject to subparagraph (B), the Governor may reserve not more than 10 percent of each of the amounts allotted to the State under section 127(b)(1)(C) and paragraphs (1)(B) and (2)(B) of section 132(b) for a fiscal year to establish and administer a critical industry skills fund described in section 134(a)(4).

“(B) Matching funds.—

“(i) Requirement.—The amount of funds reserved by a Governor under sub-
paragraph (A) for a fiscal year may not exceed the amount of funds that such Governor commits to using from any of the funds listed in clause (ii) for such fiscal year for the purposes of establishing and administering the critical industry skills fund for which funds are reserved under subparagraph (A).

“(ii) SOURCES OF MATCHING FUNDS.—The funds listed in this clause are as follows:

“(I) Funds reserved by the Governor under paragraph (1) of this subsection.

“(II) Other Federal funds not described in subclause (I).

“(III) State funds.”.

(b) REALLOCATION AMONG LOCAL AREAS.—Section 128(c) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3173(c)) is amended—

(1) in paragraph (1), by inserting the following before the period at the end: “as performance-based incentive payments”; and

(2) in paragraph (4)
(A) by striking “that does not” and inserting the following: “that—
“(A) does not”; (B) by striking the period at the end and inserting a semicolon; and (C) by adding at the end the following:
“(B) has met or exceeded an average of 100 percent of the local level of performance described in section 116(e)(1)(B) for the local area across all indicators for the youth program authorized under this chapter for the most recent program year for which performance data is available; and
“(C) was not subject to corrective action by the Governor under section 184(a)(5)(A) for a determination of non-compliance with the uniform administrative requirements described in section 184(a)(3) for the program year for which the determination under paragraph (2) is made.”.

SEC. 132. USE OF FUNDS FOR YOUTH WORKFORCE INVESTMENT ACTIVITIES.

(a) OPPORTUNITY YOUTH.—Section 129 of the Workforce Innovation and Opportunity Act (29 U.S.C.
3164) is amended by striking “out-of-school” each place
it appears and inserting “opportunity”.

(b) YOUTH PARTICIPANT ELIGIBILITY.—

(1) ELIGIBILITY DETERMINATION.—

(A) ELIGIBILITY.—Subparagraph (A) of
section 129(a)(1) of the Workforce Innovation
and Opportunity Act (29 U.S.C. 3164(a)(1) is
amended to read as follows:

“(A) ELIGIBILITY DETERMINATION.—

“(i) IN GENERAL.—To be eligible to
participate in activities carried out under
this chapter during any program year, an
individual shall, at the time the eligibility
determination is made, be an opportunity
youth or an in-school youth.

“(ii) ENROLLMENT.—If a one-stop
operator or eligible provider of youth work-
force activities carrying out activities under
this chapter reasonably believes that an in-
dividual is eligible to participate in such
activities, the operator or provider may
allow such individual to participate in such
activities for not more than a 30-day pe-
period during which the operator or provider
shall obtain the necessary information to
make an eligibility determination with re-
spect to such individual (which may involve
working with such individual, other entities
in the local area, and available sources of
administrative data to obtain the necessary
information).

“(iii) DETERMINATION OF INELIGI-
BILITY.—With respect to an individual who
is determined to be ineligible for activities
under this chapter by a one-stop operator
or a service provider during the period de-
scribed in clause (ii) and who does not
qualify for an exception under paragraph
(3)(A)(ii) applicable to the local area in-
volved, such operator or service provider—

“(I) may—

“(aa) continue serving such
individual using non-Federal
funds; or

“(bb) end the participation
of such individual in activities
under this chapter and refer the
individual to other services that
may be available in the local area
for which the individual may be eligible; and

“(II) shall be paid for any services provided to such individual under this chapter during the period described in clause (ii) by the local area involved using funds allocated to such area under section 128(b).

“(iv) Determination process for homeless and foster youth.—In determining whether an individual is eligible to participate in activities carried out under this chapter on the basis of being an individual who is a homeless child or youth, or a youth in foster care, as described in subparagraph (B)(iii)(V), the one-stop operator or service provider involved shall—

“(I) if determining whether the individual is a homeless child or youth, use a process that is in compliance with the requirements of subsection (a) of section 479D of the Higher Education Act of 1965, as added by section 702(l) of the FAFSA
Simplification Act (Public Law 116–260), for financial aid administrators; and

“(II) if determining whether the individual is a youth in foster care, use a process that is in compliance with the requirements of subsection (b) of section 479D of the Higher Education Act of 1965, as added by section 702(l) of the FAFSA Simplification Act (Public Law 116–260), for financial aid administrators.”.

(B) DEFINITION OF OPPORTUNITY YOUTH.—Subparagraph (B) of section 129(a)(1) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3164(a)(1) is amended—

(i) in the subparagraph heading, by striking “OUT-OF-SCHOOL” and inserting “OPPORTUNITY”;

(ii) in clause (i), by inserting “, except that an individual described in subparagraph (IV) or (V) of clause (iii) may be attending school” after “(as defined under State law)”;}
(iii) in clause (ii), by inserting before the semicolon at the end, the following: “,
except that an individual described in sub-
paragraph (IV) or (V) of clause (iii) may
be not younger than age 14 or older than
age 24”; and

(iv) in clause (iii)(III)—

(I) in the matter preceding item
(aa), by striking “and is” and insert-
ing “and”;

(II) in item (aa), by striking
“basic skills deficient;” and inserting
“has foundational skills needs;”; and

(III) in item (bb), by striking
“an English language learner” and in-
serting “is an English learner”.

(C) DEFINITION OF IN-SCHOOL YOUTH.—

Subparagraph (C)(iv) of section 129(a)(1) of
the Workforce Innovation and Opportunity Act
(29 U.S.C. 3164(a)(1)) is amended—

(i) in subclause (I), by striking “Basic
skills deficient.” and inserting “An indi-
vidual who has foundational skills needs.”;

(ii) in subclause (II), by striking “lan-
guage”;
(iii) by striking subclauses (III) and (IV); and

(iv) by redesignating subclauses (V), (VI), and (VII) as subclauses (III), (IV), and (V), respectively.

(2) Exception and Limitation.—Section 129(a)(3) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3164(a)(1)) is amended—

(A) in subparagraph (A)(ii), by striking “5” and inserting “10”; and

(B) in subparagraph (B)—

(i) by striking “5” inserting “10”; and

(ii) by striking “paragraph (1)(C)(iv)(VII)” and inserting “paragraph (1)(C)(iv)(V)”.

(3) Opportunity Youth Priority.—Section 129(a)(4) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3164(a)(1)) is amended—

(A) in the paragraph heading, by striking “OUT-OF-SCHOOL” and inserting “OPPORTUNITY”;

(B) in subparagraph (A)—

(i) by striking “75” each place it appears and inserting “65”;
(ii) by inserting “the total amount of” before “funds available”; and

(iii) by inserting “in the State” after “subsection (c)”;

(C) in subparagraph (B)(i), by striking “75” and inserting “65”;

(D) by redesignating subparagraph (B), as so amended, as subparagraph (C); and

(E) by inserting after subparagraph (A) the following:

“(B) LOCAL AREA TARGETS.—The local board, the chief elected official, and the Governor shall negotiate and reach agreement on the minimum amount of funds provided to a local area under subsection (c) that shall be used to provide youth workforce investment activities for opportunity youth based on the needs of youth in the local area, as necessary for the State to meet the percentage described in subparagraph (A).”.

(c) REQUIRED STATEWIDE YOUTH ACTIVITIES.— Section 129(b)(1) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3164(b)(1))—
(1) in the matter preceding subparagraph (A), by striking “sections 128(a)” and inserting “sections 128(a)(1)”;
and

(2) in subparagraph (B), by inserting “through a website that is consumer-tested to ensure that the website is easily understood, searchable, and navigable and allows for comparison of eligible providers based on the program elements offered by such providers and the performance of such providers on the primary indicators of performance for the youth program as described in section 116(b)(2)(A)(ii)” after “under section 123”.

(d) ALLOWABLE STATEWIDE YOUTH ACTIVITIES.—Section 129(b)(2) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3164(b)(2)) is amended—

(1) in the matter preceding subparagraph (A), by striking “sections 128(a)” and inserting “sections 128(a)(1)”;

(2) in subparagraph (C), by inserting “, which may include providing guidance on career options in in-demand industry sectors or occupations” after “in the State”;

(3) in subparagraph (D)—

(A) in clause (iv), by striking “and” at the end; and
(B) by inserting after clause (v) the following:

“(vi) supporting the ability to understand relevant tax information and obligations;”;

(4) in subparagraph (E), by striking the period at the end and inserting a semicolon; and

(5) by adding at the end the following:

“(F) establishing, supporting, and expanding work-based learning opportunities, including transitional jobs, that are aligned with career pathways;

“(G) raising public awareness (including through public service announcements, such as social media campaigns and elementary and secondary school showcases and school visits) about career and technical education programs and community-based and youth services organizations, and other endeavors focused on programs that prepare students for in-demand industry sectors or occupations; and

“(H) developing partnerships between educational institutions (including area career and technical schools and institutions of higher education) and employers to create or improve
workforce development programs to address the identified education and skill needs of the workforce and the employment needs of employers in the regions or local areas of the State, as determined based on the most recent analysis conducted under subparagraphs (B) and (C) of section 102(b)(1).”.

(c) LOCAL ELEMENTS AND REQUIREMENTS.—

(1) PROGRAM DESIGN.—Section 129(c)(1) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3164(c)(1)) is amended—

(A) in subparagraph (B), by inserting “(which, in the case of a participant 18 years or older, may include co-enrollment in any employment or training activity provided under section 134 for adults)” after “services for the participant”; 

(B) in subparagraph (C)(v), by inserting “high-skill, high-wage, or” after “small employers, in”; and

(C) in subparagraph (D)—

(i) by striking “10” and inserting “40”; and

(ii) by inserting before the period the following: “, except that after 2 consecutive
years of the local board implementing such
a pay-for-performance contract strategy,
the local board may reserve and use not
more than 60 percent of such total funds
allocated to the local area for such strategy
if—

“(i) the local board demonstrates to
the Governor that such strategy resulted in
performance improvements; and

“(ii) the Governor approves a request
to use such percentage of total funds”.

(2) PROGRAM ELEMENTS.—Section 129(c)(2)
of the Workforce Innovation and Opportunity Act
(29 U.S.C. 3164(c)(2)) is amended—

(A) in subparagraph (C)—

(i) in clause (i)—

(I) by striking “other” and in-
serting “year-round”; and

(II) by inserting “that meet the
requirements of paragraph (10)” after
“school year”; 

(ii) in clause (iii), by striking “and job
shadowing; and” and inserting the fol-
lowing: “that, to the extent practicable, are
aligned with in-demand industry sectors or
occupations in the State or local area and
for which participants shall be paid (by the
entity providing the internship, through
funds allocated to the local area pursuant
to paragraph (1) for the program, or by
another entity) if such internships are
longer than—

“(I) 4 weeks in the summer or 8
weeks during the school year for in-
school youth and opportunity youth
who are enrolled in school; or

“(II) 8 weeks for opportunity
youth who are not enrolled in
school;”;

(iii) by redesignating clause (iv) as
clause (v); and

(iv) by inserting after clause (iii), as
so amended, the following:

“(iv) job shadowing; and”;

(B) in subparagraph (H), by striking
“adult mentoring” and inserting “coaching and
adult mentoring services”;

(C) in subparagraph (M)—

(i) by inserting “high-skill, high-wage,
or” before “in-demand industry”; and
(ii) by striking the “and” at the end;

(D) in subparagraph (N), by striking the period at the end and inserting “; and”; and

(E) by adding at the end the following:

“(O) activities to develop fundamental workforce readiness, which may include creativity, collaboration, critical thinking, digital literacy, persistence, and other relevant skills.”.

(3) PRIORITY.—Section 129(c)(4) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3164(c)(2)) is amended, by striking “20” and inserting “40”.

(4) RULE OF CONSTRUCTION.—Section 129(c)(5) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3164(c)(2)) is amended by inserting “or local area” after “youth services”.

(5) INDIVIDUAL TRAINING ACCOUNTS.—Section 129(c) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3164(c)(2)) is further amended by adding at the end the following:

“(9) INDIVIDUAL TRAINING ACCOUNTS.—Funds allocated pursuant to paragraph (1) to a local area may be used to pay, through an individual training account, an eligible provider of training services described in section 122(d) for training services de-
scribed in section 134(c)(3) provided to in-school youth who are not younger than age 16 and not older than age 21 and opportunity youth, in the same manner that an individual training account is used to pay an eligible provider of training services under section 134(c)(3)(F)(iii) for training services provided to an adult or dislocated worker.”.

(6) **Summer and Year-Round Employment Opportunities Requirements.**—Section 129(c) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3164(c)(2)) is further amended by adding at the end the following:

“(10) **Summer and Year-Round Employment Opportunities Requirements.**—

“(A) **In General.**—A summer employment opportunity or a year-round employment opportunity referred to in paragraph (2)(C)(i) shall be a program that matches eligible youth participating in such program with an appropriate employer (based on factors including the needs of the employer and the age, skill, and informed aspirations of the eligible youth) that—

“(i) shall include—

“(I) a component of occupational skills education; and
“(II) not less than 2 of the activities described in subparagraphs (G), (H), (I), (K), (M), and (O) of paragraph (2);

“(ii) may not use funds allocated under this chapter to subsidize more than 50 percent of the wages of each eligible youth participant in such program;

“(iii) in the case of a summer employment opportunity, complies with the requirements of subparagraph (B); and

“(iv) in the case of a year-round employment opportunity, complies with the requirements of subparagraph (C).

“(B) SUMMER EMPLOYMENT OPPORTUNITY.—In addition to the applicable requirements described in subparagraph (A), a summer employment opportunity—

“(i) may not be less than 4 weeks; and

“(ii) may not pay less than the greater of the applicable Federal, State, or local minimum wage.

“(C) YEAR-ROUND EMPLOYMENT OPPORTUNITY.—In addition to the applicable require-
ments described in subparagraph (B), a year-round employment opportunity—

“(i) may not be shorter than 180 days or longer than 1 year;

“(ii) may not pay less than the greater of the applicable Federal, State, or local minimum wage; and

“(iii) may not employ the eligible youth for less than 20 hours per week, except in instances when the eligible youth are under the age of 18 or enrolled in school.

“(D) PRIORITY.—In selecting summer employment opportunities or year-round employment opportunities for purposes of paragraph (2)(C)(i), a local area shall give priority to programs that meet the requirements of this paragraph, which are in existing or emerging high-skill, high-wage, or in-demand industry sectors or occupations.”.
CHAPTER 3—ADULT AND DISLOCATED WORKER EMPLOYMENT AND TRAINING ACTIVITIES

SEC. 141. STATE ALLOTMENTS.

Section 132(a)(2)(A) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3172(a)(2)(A)) is amended by—

(1) striking ‘‘, 169(c) (relating to dislocated worker projects),’’; and

(2) by inserting ‘‘, and under subsections (c) (related to dislocated worker projects) and (d) (related to workforce data quality initiatives) of section 169’’ before ‘‘; and’’

SEC. 142. RESERVATIONS FOR STATE ACTIVITIES; WITHIN STATE ALLOCATIONS; REALLOCATION.

(a) Reservations for State Activities.—Section 133(a) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3173(a)) is amended—

(1) in paragraph (1), by striking ‘‘section 128(a)’’ and inserting ‘‘section 128(a)(1)’’;

(2) by adding at the end the following:

‘‘(3) STATEWIDE CRITICAL INDUSTRY SKILLS FUND.—In addition to the reservations required under paragraphs (1) and (2) of this subsection, the
Governor may make the reservation authorized under section 128(a)(3).”.

(b) **WITHIN STATE ALLOCATIONS.**—Section 133(b)(1) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3173(b)) is amended—

(1) in subparagraph (A), by striking “subsection (a)(1)” and inserting “paragraph (1) or (3) of subsection (a)”;

(2) in subparagraph (B), by striking “paragraph (1) or (2) of subsection (a)” and inserting “paragraph (1), (2), or (3) of subsection (a)”.

(c) **REALLOCATION AMONG LOCAL AREAS.**—Section 133(c) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3173(c)) is amended—

(1) in paragraph (1), by inserting before the period at the end, the following: “as performance-based incentive payments”;

(2) in paragraph (4)—

(A) in subparagraph (A)—

(i) by striking “that does not” and inserting the following: “that—

“(i) does not”;

(ii) by striking “; and” and inserting

a semicolon; and
(iii) by adding at the end the following:

“(ii) has met or exceeded an average of 100 percent of the local level of performance described in section 116(c)(1)(B) for the local area across all indicators for the adult program authorized under this chapter for the most recent program year for which performance data is available; and

“(iii) was not subject to corrective action by the Governor under section 184(a)(5)(A) for a determination of non-compliance with the uniform administrative requirements described in section 184(a)(3) for the program year for which the determination under paragraph (2) is made; and”;

(B) in subparagraph (B)—

(i) by striking “that does not” and inserting the following: “that—

“(i) does not”; 

(ii) by striking the period at the end and inserting a semicolon; and
(iii) by adding at the end the following:

“(ii) has met or exceeded an average of 100 percent of the local level of performance described in section 116(c)(1)(B) for the local area across all indicators for the dislocated worker program authorized under this chapter for the most recent program year for which performance data is available; and

“(iii) was not subject to corrective action by the Governor under section 184(a)(5)(A) for a determination of non-compliance with the uniform administrative requirements described in section 184(a)(3) for the program year for which the determination under paragraph (2) is made; and”;

(3) by adding at the end the following:

“(5) USE OF INCENTIVE FUNDS.—Any amounts provided to a local area as a performance incentive payment under this subsection shall not be subject to the requirements described in section 134(c)(1)(B).”.
SEC. 143. USE OF FUNDS FOR EMPLOYMENT AND TRAINING ACTIVITIES.

(a) Statewide Employment and Training Activities.—

(1) In general.—Section 134(a)(1) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(a)(1))—

(A) in subparagraph (A), by striking “and” at the end;

(B) in subparagraph (B)—

(i) in the matter preceding clause (i), by striking “128(a)” and inserting “128(a)(1)”; and

(ii) in clause (ii)—

(I) by striking the comma at the end and inserting “or to establish and administer a critical industry skills fund under paragraph (4); and” ; and

(C) by inserting before the flush left text at the end the following:

“(C) as described in section 128(a)(3), shall be used to establish and administer a critical industry skills fund described in paragraph (4).”.

(2) Required statewide employment and training activities.—
(A) STATEWIDE RAPID RESPONSE ACTIVITIES.—Section 134(a)(2)(A) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(a)(2)(A)) is amended—

(i) in clause (i)—

(I) in subclause (I)—

(aa) by striking “working” and inserting “as a rapid response unit working”; and

(bb) by striking “and” at the end;

(II) in subclause (II), by striking the period at the end and inserting “; and”;

(III) by adding at the end the following:

“(III) provision of additional assistance to a local area that has excess demand for individual training accounts for dislocated workers in such local area and requests such assistance under paragraph (5) of section 414(c) of the American Competitiveness and Workforce Improvement Act of 1998 (29 U.S.C. 3224a(5)),

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upon a determination by the State that, in using funds allocated to such local area pursuant to paragraph (1) of such section 414(c) and subsection (c)(1)(B) of this section for the purpose described in paragraph (2)(A) of such section 414(c), the local area was in compliance with the requirements of such section 414(c).”;

(ii) by adding at the end the following:

“(iii) INSUFFICIENT FUNDS TO MEET EXCESS DEMAND.—If a State determines that a local area with excess demand as described in clause (i)(III) met the compliance requirements described in such clause, but the State does not have sufficient funds reserved under section 133(a)(2) to meet such excess demand, the State—

“(I) shall notify the Secretary of such excess demand; and

“(II) if eligible, may apply for a national dislocated worker grant under section 170 of this Act.”.
(B) STATEWIDE EMPLOYMENT AND TRAINING ACTIVITIES.—Section 134(a)(2)(B) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(a)(2)(B) is amended—

(i) in clause (i)—

(I) in subclause (III), by striking “and” at the end;

(II) in subclause (IV)—

(aa) by inserting “the development and education of staff to increase expertise in providing opportunities for covered veterans (as defined in section 4212(a)(3)(A) of title 38, United States Code) to enter in-demand industry sectors or occupations,” after “exemplary program activities,”; and

(bb) by adding “and” at the end; and

(III) by adding at the end the following:

“(V) local boards and eligible training providers in carrying out the
performance reporting required under section 116(d), including facilitating data matches for program participants using quarterly wage record information (including the wage records made available by any other State and information provided from the National Directory of New Hires in accordance with section 453(j)(8) of the Social Security Act (42 U.S.C. 653(j)(8))) and other sources of information, as necessary to measure the performance of programs and activities conducted under chapter 2 or chapter 3 of this subtitle;”;

(ii) in clause (v)—

(I) in subclause (II), by striking “customized training” and inserting “employer-directed skills development”; and

(II) in subclause (VI), by striking “and” at the end;

(iii) in clause (vi), by striking the period at the end and inserting a semicolon; and
(iv) by adding at the end the following:

“(vii) coordinating (which may be done in partnership with other States) with industry organizations, employers (including small and mid-sized employers), industry or sector partnerships, training providers, local boards, and institutions of higher education to identify or develop competency-based assessments that are a valid and reliable method of collecting information with respect to, and measuring, the prior knowledge, skills, and abilities of individuals who are adults or dislocated workers for the purpose of—

“(I) awarding, based on the knowledge, skills, and abilities of such an individual validated by such assessments—

“(aa) a recognized postsecondary credential that is used by employers in the State for recruitment, hiring, retention, or advancement purposes;
“(bb) postsecondary credit toward a recognized postsecondary credential aligned with in-demand industry sectors and occupations in the State for the purpose of accelerating attainment of such credential; and

“(cc) postsecondary credit for progress along a career pathway developed by the State or a local area within the State;

“(II) developing individual employment plans under subsection (c)(2)(B)(vii)(II) that incorporate the knowledge, skills, and abilities of such an individual to identify—

“(aa) in-demand industry sectors or occupations that require similar knowledge, skills, and abilities; and

“(bb) any upskilling needed for the individual to secure employment in such a sector or occupation; and
“(III) helping such an individual communicate such knowledge, skills, and abilities to prospective employers through a skills-based resume, profile, or portfolio; and

“(viii) disseminating to local areas and employers information relating to the competency-based assessments identified or developed pursuant to clause (vii), including—

“(I) any credential or credit awarded pursuant to items (aa) through (cc) of clause (vii)(I);

“(II) the industry organizations, employers, training providers, and institutions of higher education located within the State that recognize the knowledge, skills, and abilities of an individual validated by such assessments;

“(III) how such assessments may be provided to, and accessed by, individuals through the one-stop delivery system; and
“(IV) information on the extent to which such assessments are being used by employers and local areas in the State.”.

(3) ALLOWABLE STATEWIDE EMPLOYMENT AND TRAINING ACTIVITIES.—Section 134(a)(3)(A) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(a)(3)(A))—

(A) in clause (i)—

(i) by inserting “or evidence-based” after “innovative”; and

(ii) by striking “customized training” and inserting “employer-directed skills development”;

(B) in clause (ii), by inserting “, or bringing evidence-based strategies to scale,” after “strategies”;

(C) in clause (iii), by striking “and prior learning assessment to” and inserting “, prior learning assessment, or a competency-based assessment identified or developed by the State under paragraph (2)(B)(vii), to”;

(D) in clause (viii)(II)—
(i) in item (dd), by striking “and literacy” and inserting “literacy, and digital literacy”;
(ii) in item (ee), by striking “ex-offenders in reentering the workforce; and” and inserting “justice-involved individuals in reentering the workforce;”; and
(iii) by adding at the end the following:

“(gg) programs under the Older Americans Act of 1965 (42 U.S.C. 3001 et seq.) that support employment and economic security; and”;
(E) in clause (xiii), by striking “and” at the end;
(F) in clause (xiv), by striking the period at the end and inserting a semicolon; and
(G) by adding at the end the following:

“(xv) supporting employers seeking to implement skills-based hiring practices, which may include technical assistance on the use and validation of employment assessments (including competency-based assessments developed or identified by the
State pursuant to paragraph (2)(B)(vii)),
and support in the creation of skills-based
job descriptions;
“(xvi) developing partnerships be-
tween educational institutions (including
area career and technical education
schools, local educational agencies, and in-
stitutions of higher education) and employ-
ers to create or improve workforce develop-
ment programs to address the identified
education and skill needs of the workforce
and the employment needs of employers in
regions of the State, as determined by the
most recent analysis conducted under sub-
paragraphs (A), (B), and (C) of section
102(b)(1);
“(xvii) identifying and making avail-
able to residents of the State, free or re-
duced cost access to online skills develop-
ment programs that are aligned with in-de-
mand industries or occupations in the
State and lead to attainment of a recog-
nized postsecondary credential valued by
employers in such industries or occupa-
tions; and
“(xviii) establishing and administering a critical industry skills fund under paragraph (4).”.

(4) CRITICAL INDUSTRY SKILLS FUND.—Section 134(a) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(a)), as amended, is further amended by adding at the end the following:

“(4) CRITICAL INDUSTRY SKILLS FUND.—

“(A) PERFORMANCE-BASED PAYMENTS.—

A State shall use funds reserved under paragraph (3)(A) of section 128(a), and any funds reserved under paragraph (3)(B) of section 128(a), to establish and administer a critical industry skills fund to award performance-based payments on a per-worker basis to eligible entities that provide eligible skills development programs to prospective workers or incumbent workers (which may include youth age 18 through age 24) in industries and occupations identified by the Governor under subparagraph (B) that will result in employment or retention with a participating employer.

“(B) INDUSTRIES AND OCCUPATIONS.—

“(i) IN GENERAL.—The Governor (in consultation with the State board)—
“(I) shall identify the industries and occupations for which an eligible skills development program carried out by an eligible entity in the State may receive funds under this paragraph; and

“(II) may select the industries and occupations identified under subclause (I) that will receive priority for funds under this paragraph.

“(ii) HIGH GROWTH AND HIGH WAGE.—In selecting industries or occupations to prioritize pursuant to clause (i)(II), the Governor may consider—

“(I) industries that have, or are expected to have, a high rate of growth and an unmet demand for skilled workers; and

“(II) occupations—

“(aa) with wages that are significantly higher than an occupation of similar level of skill or needed skill development; or
“(bb) that are aligned with career pathways into higher wage occupations.

“(C) Submission of proposals.—

“(i) In general.—To be eligible to receive a payment under the critical industry skills fund established under this paragraph by a State, an eligible entity shall submit a proposal to the Governor in such form and at such time as the Governor may require (subject to the requirements of clause (ii)), which shall include—

“(I) a description of the industries or occupations in which the participating employer is seeking to fill jobs, the specific skills or credentials necessary for an individual to obtain such a job, and the salary range of such a job;

“(II) the expected number of individuals who will participate in the skills development program to be carried out by the eligible entity;

“(III) a description of the eligible skills development program, including
the provider, the length of the program, the skills to be gained, and any recognized postsecondary credentials that will be awarded;

“(IV) the total cost of providing the program;

“(V) for purposes of receiving a payment pursuant to subparagraph (D)(i)(II)(bb), a commitment from the participating employer in the eligible entity to employ each participant of the program for not less than a 6-month period (or a longer period as determined by the State) after successful completion of the program; and

“(VI) an assurance that the entity will—

“(aa) establish the written agreements described in subparagraph (D)(ii)(I);

“(bb) maintain and submit the documentation described in subparagraph (D)(ii)(II); and
“(cc) maintain and submit
the necessary documentation for
the State to verify participant
outcomes and report such out-
comes as described in subpara-
graph (F).

“(ii) ADMINISTRATIVE BURDEN.—The
Governor shall ensure that the form and
manner in which a proposal required to be
submitted under clause (i) is designed to
minimize paperwork and administrative
burden for entities.

“(iii) APPROVAL OF SUBSEQUENT
PROPOSALS.—With respect to an eligible
entity that has had a proposal approved by
the Governor under this subparagraph and
that submits a subsequent proposal under
this subparagraph, the eligible entity may
only receive approval from the Governor
for the subsequent proposal if—

“(I) with respect to the most re-
cent proposal approved under this
subparagraph—

“(aa) the skills development
program has ended;
“(bb) for any participants employed by the participating employer in accordance with subparagraph (C)(i)(V), the minimum periods of such employment described in such subparagraph have ended;

“(cc) all the payments under subparagraph (D) owed to the eligible entity have been made; and

“(dd) not fewer than 70 percent of the participants who enrolled in the skills development program—

“(AA) completed such program; and

“(BB) after such completion, were employed by the participating employer for the minimum period described in subparagraph (C)(i)(V); and

“(II) the eligible entity meets any other requirements that the Governor may establish with respect to eligible
entities submitting subsequent proposals.

“(D) REIMBURSEMENT FOR APPROVED PROPOSALS.—

“(i) STATE REQUIREMENTS.—

“(I) IN GENERAL.—With respect to each eligible entity whose proposal under subparagraph (C) has been approved by the Governor, the Governor shall make payments (in an amount determined by the Governor and subject to the requirements of subclause (II) of this clause, subparagraphs (E) and (G), and any other limitations determined necessary by the State) from the critical industry skills fund established under this paragraph to such eligible entity for each participant of the eligible skills development program described in such proposal and with respect to whom the eligible entity meets the requirements of clause (ii).

“(II) PAYMENTS.—In making payments to an eligible entity under
subclause (I) with respect to a participant—

“(aa) 50 percent of the total payment shall be made after the participant completes the eligible skills development program offered by the eligible entity; and

“(bb) the remaining 50 percent of such total payment shall be made after the participant has been employed by the participating employer for the minimum period described in subparagraph (C)(i)(V).

“(ii) **Eligible Entity Requirements.**—To be eligible to receive the payments described in clause (i) with respect to a participant, an eligible entity described in such clause shall—

“(I) establish a written agreement with the participant that includes the information described in subclauses (I) and (III) of subparagraph (C)(i); and
“(II) submit documentation as
the Governor determines necessary to
verify that such participant has com-
pleted the skills development program
offered by the eligible entity and has
been employed by the participating
employer for the minimum period de-
scribed in subparagraph (C)(i)(V).

“(E) NON-FEDERAL COST SHARING.—

“(i) LIMITS ON FEDERAL SHARE.—An
eligible entity may not receive funds under
subparagraph (D) with respect to a partici-
pant of the eligible skills development pro-
gram offered by the eligible entity in ex-
cess of the following costs of such pro-
gram:

“(I) In the case of a particip-
ating employer of such eligible entity
with 25 or fewer employees, 90 per-
cent of the costs.

“(II) In the case of a particip-
ating employer of such eligible entity
with more than 25 employees, but
fewer than 100 employees, 75 percent
of the costs.
“(III) In the case of a participating employer of such eligible entity with 100 or more employees, 50 percent of the costs.

“(ii) NON-FEDERAL SHARE.—

“(I) IN GENERAL.—Any costs of the skills development program offered to a participant by such eligible entity that are not covered by the funds received under subparagraph (D) shall be the non-Federal share provided by the eligible entity (in cash or in-kind).

“(II) EMPLOYER COST SHARING.—If the eligible skills development program is being provided on-the-job, the non-Federal share provided by an eligible entity may include the amount of the wages paid by the participating employer of the eligible entity to a participant while such participant is receiving the training.

“(F) PERFORMANCE REPORTING.—

“(i) IN GENERAL.—The State shall use the participant information provided
by eligible entities to submit to the Secretary a report, on an annual basis, with respect to the participants of the eligible skills development programs for which the eligible entities received funds under this paragraph for the most recent program year, which shall—

“(I) be made digitally available by the Secretary using linked, open, and interoperable data, which shall include; and

“(II) include—

“(aa) the number of individuals who participated in programs, unless such information would reveal personally identifiable information about an individual); and

“(bb) performance outcomes on the measures listed in clause (ii).

“(ii) MEASURES.—The measures listed below are as follows:
“(I) The percentage of participants who completed the skills development program.

“(II) The percentage of participants who were employed by the participating employer for a 6-month period after program completion.

“(III) The percentage of participants who were employed by the participating employer as described in subclause (II), and who remained employed by the participating employer 1 year after program completion.

“(IV) The median earnings of program participants who are in unsubsidized employment during the second quarter after program completion.

“(V) The median earnings increase of program participants, measured by comparing the earning of a participant in the second quarter prior to entry into the program to the earnings of such participant in the second quarter following completion of the program.
“(G) DEFINITIONS.—In this paragraph:

“(i) ELIGIBLE ENTITY.—The term ‘eligible entity’ means an employer, a group of employers, an industry or sector partnership, or another entity serving as an intermediary (such as a local board) that is in a partnership with at least one employer in an industry or occupation identified by the Governor under subparagraph (B)(i) (referred to in this paragraph as the ‘participating employer’).

“(ii) ELIGIBLE SKILLS DEVELOPMENT PROGRAM.—The term ‘eligible skills development program’, with respect to which a State may set a maximum and minimum length (in weeks)—

“(I) includes work-based education or related occupational skills instruction that—

“(aa) develops the specific technical skills necessary for successful performance of the occupations in which participants are to be employed upon completion; and
“(bb) may be provided by the eligible entity or by any training provider selected by the eligible entity and that is not required to be on a list of eligible providers of training services described in section 122(d); and

“(II) may not include employee onboarding, orientation, or professional development generally provided to employees.”.

(5) STATE-IMPOSED REQUIREMENTS.—Section 134(a) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(a)), as amended, is further amended by adding at the end the following:

“(5) STATE-IMPOSED REQUIREMENTS.—Whenever a State or outlying area implements any rule or policy relating to the administration or operation of activities authorized under this title that has the effect of imposing a requirement that is not imposed under Federal law, or is not a requirement, process, or criteria that the Governor or State is directed to establish under Federal law, the State or outlying area shall identify to local areas and eligible pro-
viders the requirement as being imposed by the State or outlying area.”.

(b) REQUIRED LOCAL EMPLOYMENT AND TRAINING ACTIVITIES.—

(1) MINIMUM AMOUNT FOR SKILLS DEVELOPMENT.—Section 134(c)(1) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(c)(1)) is amended—

(A) in subparagraph (A)(iv), by striking “to” and inserting “to provide business services described in paragraph (4) and”;

(B) by redesignating subparagraph (B) as subparagraph (C); and

(C) by inserting after subparagraph (A), as so amended, the following:

“(B) MINIMUM AMOUNT FOR SKILLS DEVELOPMENT.—Not less than 50 percent of the funds described in subparagraph (A) shall be used by the local area—

“(i) for the payment of training services—

“(I) provided to adults under paragraph (3)(F)(iii); and
“(II) provided to adults and dislocated workers under paragraph (3)(G)(ii); and

“(ii) for the payment of training services under paragraph (2)(A) of section 414(c) of the American Competitiveness and Workforce Improvement Act of 1998 (29 U.S.C. 3224a(c)) after funds allocated to such local area under paragraph (1) of such section 414(c) have been exhausted.”;

and

(D) in subparagraph (C), as so redesignated, by striking “and (ii)” and inserting “, (ii), and (iv)”.

(2) CAREER SERVICES.—Section 134(c)(2) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(c)(2)) is amended—

(A) by redesignating subparagraphs (A) through (C) as subparagraphs (B) through (D), respectively;

(B) by inserting before subparagraph (B), as so redesignated, the following:

“(A) BASIC CAREER SERVICES.—

“(i) IN GENERAL.—The one-stop delivery system—
“(I) shall coordinate with the Employment Service office colocated with the one-stop delivery system for such Employment Service office to provide, using the funds allotted to the State under section 6 of the Wagner-Peyser Act (29 U.S.C. 49e), basic career services, which shall—

“(aa) include, at a minimum, the services listed in clause (ii); and

“(bb) be available to individuals who are adults or dislocated workers in an integrated manner to streamline access to assistance for such individuals, to avoid duplication of services, and to enhance coordination of services; and

“(II) may use funds allocated under paragraph (1)(A), as necessary, to supplement the services that are provided pursuant to subclause (I) to individuals who are adults or dislocated workers.
(ii) Services.—The basic career services provided pursuant to clause (i) shall include—

“(I) provision of workforce and labor market employment statistics information, including the provision of accurate (and, to the extent practicable, real-time) information relating to local, regional, and national labor market areas, including—

“(aa) job vacancy listings in such labor market areas;

“(bb) information on job skills necessary to obtain the jobs described in item (aa); and

“(cc) information relating to local occupations in demand (which may include entrepreneurship opportunities), and the earnings, skill requirements, and opportunities for advancement for such occupations;

“(II) labor exchange services, including job search and placement as-
assistance and, in appropriate cases, career counseling, including—

“(aa) provision of information on in-demand industry sectors and occupations;

“(bb) provision of information on nontraditional employment; and

“(cc) provision of information on entrepreneurship, as appropriate;

“(III)(aa) provision of information, in formats that are usable by and understandable to one-stop center customers, relating to the availability of supportive services or assistance, including child care, child support, medical or child health assistance under title XIX or XXI of the Social Security Act (42 U.S.C. 1396 et seq. and 1397aa et seq.), benefits under the supplemental nutrition assistance program established under the Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.), assistance through the
earned income tax credit under section 32 of the Internal Revenue Code of 1986, and assistance under a State program for temporary assistance for needy families funded under part A of title IV of the Social Security Act (42 U.S.C. 601 et seq.) and other supportive services and transportation provided through funds made available under such part, available in the local area; and

“(bb) referral to the services or assistance described in item (aa), as appropriate;

“(IV) provision of information and assistance regarding filing claims for unemployment compensation; and

“(V) assistance in establishing eligibility for programs of financial aid assistance for training and education programs that are not funded under this Act.”;

(C) in subparagraph (B), as so redesignated—
(i) in the heading, by striking the heading and inserting “INDIVIDUALIZED CAREER”;

(ii) by inserting “individualized” before “career services”;

(iii) by inserting “shall, to the extent practicable, be evidence-based,” before “and shall”;

(iv) in clause (iii), by inserting “, and a determination (considering factors including prior work experience, military service, education, and in-demand industry sectors and occupations in the local area) of whether such an individual would benefit from a competency-based assessment developed or identified by the State pursuant to subsection (a)(2)(B)(vii) to accelerate the time to obtaining employment that leads to economic self-sufficiency or career advancement” before the semi-colon at the end;

(v) by striking clauses (iv), (vi), (ix), (x), and (xi);
(vi) by redesignating clauses (v), (vii),
(viii), (xii), and (xiii) as clauses (iv), (v),
(vi), (vii), and (viii), respectively;
(vii) in clause (v), as so redesignated,
by inserting “and credential” after “by
program”; and
(viii) in clause (vii)(I)(aa), as so re-
designated, by inserting “, including a
competency-based assessment developed or
identified by the State pursuant to sub-
section (a)(2)(B)(vii)” after “tools”;
(D) by amending subparagraph (C), as so
redesignated, to read as follows:
“(C) USE OF PREVIOUS ASSESSMENTS.—A
one-stop operator or one-stop partner shall not
be required to conduct a new interview, evalua-
tion, or assessment of a participant under sub-
paragraph (B)(vii) if the one-stop operator or
one-stop partner determines that—
“(i) it is appropriate to use a recent
interview, evaluation, or assessment of the
participant conducted pursuant to another
education or training program; and
“(ii) using such recent interview, evaluation, or assessment will accelerate an eligibility determination.”; and

(E) in subparagraph (D), as so redesignated—

(i) by inserting “individualized” before “career”; and

(ii) in clause (ii), by inserting “libraries, and community-based organizations” after “nonprofit service providers”.

(3) TRAINING SERVICES.—Section 134(c)(3) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(c)(3)) is amended—

(A) in subparagraph (A)—

(i) in clause (i), in the matter preceding subclause (I), by striking “clause (ii)” and inserting “clause (ii) or (iii)”

(ii) in clause (i)(II)—

(I) by striking “or in” and inserting “in” and

(II) by inserting “, or that may be performed remotely” after “relocate”;

(iii) by redesignating clause (iii) as clause (iv);
(iv) by inserting after clause (ii) the following:

“(iii) EMPLOYER REFERRAL.—

“(I) IN GENERAL.—A one-stop operator or one-stop partner shall not be required to conduct an interview, evaluation, or assessment of an individual under clause (i)(I) if such individual—

“(aa) is referred by an employer to receive on-the-job training or employer-directed skills development in connection with that employer; and

“(bb) has been certified by the employer as being in need of training services to obtain unsubsidized employment with such employer and having the skills and qualifications to successfully participate in the selected program of training services.

“(II) PRIORITY.—A one-stop operator or one-stop partner shall follow the priority described in subparagraph
(E) to determine whether an individual that meets the requirements of subclause (I) of this clause is eligible to receive training services.”; and

(v) by adding at the end the following:

“(v) ADULT EDUCATION AND FAMILY LITERACY ACTIVITIES.—In the case of an individual who is determined to not have the skills and qualifications to successfully participate in the selected program of training services under clause (i)(I)(ee), the one-stop operator or one-stop partner shall refer such individual to adult education and literacy activities under title II, including for co-enrollment in such activities, as appropriate.”;

(B) in subparagraph (B)—

(i) in clause (i)—

(I) in subclause (I), by striking “other grant assistance for such services, including” and inserting “assistance for such services under”; and

(II) by striking “under other grant assistance programs, including” and inserting “under”; and
(ii) by adding at the end the following:

“(iv) PARTICIPATION DURING ELIGIBILITY DETERMINATION.—An individual may participate in a program of training services during the period which such individual’s eligibility for training services under clause (i) is being determined, except that the provider of such a program shall only receive reimbursement under this Act for the individual’s participation during such period if such individual is determined to be eligible under clause (i).”;

(C) in subparagraph (D)(xi), by striking “customized training” and inserting “employer-directed skills development”;

(D) in subparagraph (E)—

(i) by striking “are basic skills deficient” and inserting “have foundational skill needs”; and

(ii) by striking “paragraph (2)(A)(xii)” and inserting “paragraph (2)(B)(vii)”;

(E) in subparagraph (G)(ii)—
(i) in subclause (II), by striking “customized training” and inserting “employer-directed skills development”; and

(ii) in subclause (IV), by striking “is a” and inserting “is an evidence-based”; 

(F) in subparagraph (H)—

(i) in clause (i), by striking “reimbursement described in section 3(44)” and inserting “reimbursement described in the definition of the term “on-the-job training” in section 3”; and

(ii) in clause (ii)—

(I) in subclause (I), by inserting “, such as the extent to which participants are individuals with barriers to employment” after “participants”; and

(II) in subclause (III), by inserting “, including whether the skills a participant will obtain are transferable to other employers, occupations, or industries in the local area or the State” after “opportunities”; and

(G) by adding at the end the following:
“(I) EMPLOYER-DIRECTED SKILLS DEVELOPMENT.—An employer may receive a contract from a local board to provide employer-directed skills development to a participant or group of participants if the employer submits to the local board an agreement that establishes—

“(i) the provider of the skills development program, which may be the employer;

“(ii) the length of the skills development program;

“(iii) the recognized postsecondary credentials that will be awarded to, or the occupational skills that will be gained by, program participants;

“(iv) the cost of the skills development program;

“(v) the amount of such cost that will be paid by the employer, which shall not be less than the amount specified in subparagraph (C) of the definition of the term ‘employer-directed skills development’ in section 3; and

“(vi) a commitment by the employer to employ the participating individual or
individuals upon successful completion of the program.”.

(c) BUSINESS SERVICES.—Section 134(c) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(c)) is further amended—

(1) in paragraph (1)(A)(iv), by inserting “provide business services described in paragraph (4) and” before “establish”; and

(2) by adding at the end the following:

“(4) BUSINESS SERVICES.—Funds described in paragraph (1) shall be used to provide appropriate recruitment and other business services and strategies on behalf of employers, including small employers, that meet the workforce investment needs of area employers, as determined by the local board and consistent with the local plan under section 108, which services—

“(A) may be provided through effective business intermediaries working in conjunction with the local board, and may also be provided on a fee-for-service basis or through the leveraging of economic development, philanthropic, and other public and private resources in a manner determined appropriate by the local board; and
“(B) may include one or more of the following:

“(i) Developing and implementing industry sector strategies (including strategies involving industry partnerships, regional skills alliances, industry skill panels, and sectoral skills partnerships).

“(ii) Developing and delivering innovative workforce investment services and strategies for area employers, which may include career pathways, skills upgrading, skill standard development and certification for recognized postsecondary credential or other employer use, apprenticeship, and other effective initiatives for meeting the workforce investment needs of area employers and workers.

“(iii) Assistance to area employers in managing reductions in force in coordination with rapid response activities provided under subsection (a)(2)(A) and developing strategies for the aversion of layoffs, which strategies may include early identification of firms at risk of layoffs, use of feasibility studies to assess the needs of and options
for at-risk firms, and the delivery of employment and training activities to address risk factors.

“(iv) The marketing of business services offered under this title to appropriate area employers, including small and mid-sized employers.

“(v) Technical assistance or other support to employers seeking to implement skills-based hiring practices, which may include technical assistance on the use and validation of employment assessments, including competency-based assessments developed or identified by the State pursuant to paragraph (2)(B)(vii), and support in the creation of skills-based job descriptions.

“(vi) Other services described in this subsection, including providing information and referral to microenterprise services, as appropriate, and specialized business services not traditionally offered through the one-stop delivery system.”.

(d) PERMISSIBLE LOCAL EMPLOYMENT AND TRAINING ACTIVITIES.—
(1) Activities.—Section 134(d)(1)(A) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(d)(1)(A)) is amended—

(A) by amending clause (iii) to read as follows:

“(iii) implementation of a pay-for-performance contract strategy for training services, for which the local board may reserve and use not more than 40 percent of the total funds allocated to the local area under paragraph (2) or (3) of section 133(b), except that after 2 fiscal years of a local board implementing such pay-for-performance contract strategy, the local board may request approval from the Governor to reserve and use not more than 60 percent of the total funds allocated to the local area under paragraph (2) or (3) of section 133(b) for such strategy for the following fiscal year if the local board can demonstrate to the Governor the performance improvements achieved through the use of such strategy;”;

(B) in clause (vii)—
(i) in subclause (II), by striking “and” at the end;
(ii) in subclause (III), by inserting “and” at the end; and
(iii) by adding at the end the following:

“(IV) to strengthen, through professional development activities, the knowledge and capacity of staff to use the latest digital technologies, tools, and strategies to deliver high quality services and outcomes for jobseekers, workers, and employers;”;

(C) in clause (ix)(II)—

(i) in item (cc), by striking “and” at the end;
(ii) in item (dd), by inserting “and” at the end; and
(iii) by adding at the end the following:

“(ee) technical assistance or other support to employers seeking to implement skills-based hiring practices, which may include technical assistance on the use
and validation of employment assessments, including competency-based assessments developed or identified by the State pursuant to paragraph (2)(B)(vii), and support in the creation of skills-based job descriptions;’’;

(D) in clause (xi), by striking “and” at the end;

(E) in clause (xii), by striking the period at the end and inserting a semicolon; and

(F) by adding at the end the following:

“(xiii) the use of competency-based assessments for individuals upon initial assessment of skills (pursuant to subsection (c)(2)(A)(iii)) or completion of training services or other learning experiences; and

“(xiv) the development of partnerships between educational institutions (including area career and technical education schools, local educational agencies, and institutions of higher education) and employers to create or improve workforce development programs to address the identified education and skill needs of the workforce
and the employment needs of employers in a region, as determined based on the most recent analysis conducted by the local board under section 107(d)(2).”.

(2) INCUMBENT WORKER TRAINING PROGRAMS.—

(A) IN GENERAL.—Section 134(d)(4)(A) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(d)(4)(A)) is amended—

(i) in clause (i), by striking “20” and inserting “30”

(ii) by redesignating clauses (ii) and (iii) as clauses (iii) and (iv), respectively;

and

(iii) by inserting after clause (i) the following:

“(ii) INCREASE IN RESERVATION OF FUNDS.—Notwithstanding clause (i)—

“(I) with respect to a local area that had a rate of unemployment of not more than 3 percent for not less than 6 months during the preceding program year, clause (i) shall be applied by substituting ‘40 percent’ for ‘30 percent’; or
“(II) with respect to a local area that meets the requirement in subclause (I) and is located in a State that had a labor force participation rate of not less than 68 percent for not less than 6 months during the preceding program year, clause (i) shall be applied by substituting ‘45 percent’ for ‘30 percent’.”.

(B) INCUMBENT WORKER UPSKILLING ACCOUNTS.—Section 134(d)(4) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(d)(4)) is further amended by adding at the end the following:

“(E) INCUMBENT WORKER UPSKILLING ACCOUNTS.—

“(i) IN GENERAL.—To establish incumbent worker upskilling accounts through which an eligible provider of training services under section 122 may be paid for the program of training services provided to an incumbent worker, a local board—

“(I) (aa) may use, from the funds reserved by the local area under
subparagraph (A)(i), an amount that
does not exceed 5 percent of the funds
allocated to such local area under sec-
tion 133(b); or

“(bb) if the local area reserved
funds under subparagraph (A)(ii),
may use, from the funds reserved by
the local area under subparagraph
(A)(ii), an amount that does not ex-
ceed 10 percent of the funds allocated
to such local area under section
133(b); and

“(II) may use funds reserved
under section 134(a)(2)(A) for state-
wide rapid response activities and pro-
vided by the State to local area to es-
tablish such accounts.

“(ii) ELIGIBILITY.—

“(I) IN GENERAL.—Subject to
subclause (II), a local board that
seeks to establish incumbent worker
upskilling accounts under clause (i)
shall establish criteria for determining
the eligibility of an incumbent worker
to receive such an account, which shall take into account factors of—

“(aa) the wages of the incumbent worker as of the date of determining such worker’s eligibility under this clause;

“(bb) the career advancement opportunities for the incumbent worker in the occupation of such worker as of such date; and

“(cc) the ability of the incumbent worker to, upon completion of the program of training services selected by such worker, secure employment in an in-demand industry or occupation in the local area that will lead to economic self-sufficiency and wages higher than the current wages of the incumbent worker.

“(II) LIMITATION.—

“(aa) IN GENERAL.—An incumbent worker described in item (bb) shall be ineligible to receive
an incumbent worker upskilling account under this subparagraph.

“(bb) INELIGIBILITY.—Item (aa) shall apply to an incumbent worker—

“(AA) whose total annual wages for the most recent year are greater than the median household income of the State; or

“(BB) who has earned a baccalaureate or professional degree.

“(iii) COST SHARING FOR CERTAIN INCUMBENT WORKERS.—With respect to an incumbent worker determined to be eligible to receive an incumbent worker upskilling account who is not a low-income individual—

“(I) such incumbent worker shall pay not less than 25 percent of the cost of the program of training services selected by such worker; and

“(II) funds provided through the incumbent worker upskilling account
established for such worker shall cover
the remaining 75 percent of the cost
of the program.”).

CHAPTER 4—AUTHORIZATION OF
APPROPRIATIONS

SEC. 145. AUTHORIZATION OF APPROPRIATIONS.

Section 136 of the Workforce Innovation and Oppor-
tunity Act (29 U.S.C. 3181) is amended to read as follows:

“SEC. 136. AUTHORIZATION OF APPROPRIATIONS.

“(a) YOUTH WORKFORCE INVESTMENT ACTIVI-
ties.—There are authorized to be appropriated to carry
out the activities described in section 127(a)
$976,573,900 for each of the fiscal years 2025 through
2030.

“(b) ADULT EMPLOYMENT AND TRAINING ACTIVI-
ties.—There are authorized to be appropriated to carry
out the activities described in section 132(a)(1)
$912,218,500 for each of the fiscal years 2025 through
2030.

“(c) DISLOCATED WORKER EMPLOYMENT AND
TRAINING ACTIVITIES.—There are authorized to be ap-
propriated to carry out the activities described in section
132(a)(2) $1,451,859,000 for each of the fiscal years
2025 through 2030.”.
Subtitle D—Job Corps

SEC. 151. PURPOSES.

Section 141 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3191) is amended by striking “centers” each place it appears and inserting “campuses”.

SEC. 152. DEFINITIONS.

Section 142 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3192) is amended—

(1) in paragraphs (1), (7), (8), and (10), by striking “center” each place it appears and inserting “campus”; and

(2) in paragraph (7), by striking “CENTER” in the header and inserting “CAMPUS”.

SEC. 153. INDIVIDUALS ELIGIBLE FOR THE JOB CORPS.

Section 144 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3194) is amended—

(1) in subsection (a)—

(A) in paragraph (1)—

(i) by striking “21” and inserting “24”;

(ii) by amending subparagraph (A) to read as follows:

“(A) an individual who is age 16 or 17 shall be eligible only upon an individual determination by the director of a Job Corps campus
that such individual meets the criteria described
in subparagraph (A) or (B) of section
145(b)(1); and”;

(iii) in subparagraph (B), by striking
“either”;

(B) in paragraph (2), by inserting after
“individual” the following: “or a resident of a
qualified opportunity zone as defined in section
1400Z–1(a) of the Internal Revenue Code of
1986”; and

(C) in paragraph (3), by amending sub-
paragraph (A) to read as follows:
“(A) Has foundational skill needs.”;

(2) in subsection (b), by inserting after “a vet-
eran” the following: “or a member of the Armed
Forces eligible for preseparation counseling of the
Transition Assistance Program under section 1142
of title 10, United States Code”; and

(3) by inserting at the end the following:
“(c) SPECIAL RULE FOR HOMELESS AND FOSTER
YOUTH.—In determining whether an individual is eligible
to enroll for services under this subtitle on the basis of
being an individual who is a homeless child or youth, or
a youth in foster care, as described in subsection
(a)(3)(C), staff shall—
“(1) if determining whether the individual is a
homeless child or youth, use a process that is in
compliance with the requirements of subsection (a)
of section 479D of the Higher Education Act of
1965, as added by section 702(l) of the FAFSA
Simplification Act (Public Law 116–260), for finan-
cial aid administrators; and

“(2) if determining whether the individual is a
youth in foster care, use a process that is in compli-
ance with the requirements of subsection (b) of such
section 479D of the Higher Education Act of 1965,
as added by section 702(l) of the FAFSA Simplifica-
tion Act (Public Law 116–260), for financial aid ad-
ministrators.”.

SEC. 154. RECRUITMENT, SCREENING, SELECTION, AND AS-
SIGNMENT OF ENROLLEES.

Section 145 of the Workforce Innovation and Oppor-
tunity Act (29 U.S.C. 3195) is amended—
(1) in subsection (a)—
(A) in paragraph (2)—
(i) by amending subparagraph (A) to
read as follows:
“(A) prescribe procedures for—
“(i) administering drug tests to en-
rollees; and
“(ii) informing such enrollees that drug tests will be administered;”;

(ii) in subparagraph (D), by striking “and”;

(iii) in subparagraph (E), by striking the period and inserting “; and”; and

(iv) by adding at the end the following:

“(F) assist applicable one-stop centers and other entities identified in paragraph (3) in developing joint applications for Job Corps, YouthBuild, and the youth activities described in section 129.”; and

(B) by adding at the end the following:

“(6) DRUG TEST PROCEDURES.—The procedures prescribed under paragraph (2)(A)(i) shall require that—

“(A) each enrollee take a drug test not more than 48 hours after such enrollee arrives on campus;

“(B) if the result of the drug test taken by an enrollee pursuant to subparagraph (A) is positive, the enrollee take a subsequent drug test at the earliest appropriate time (considering the substance and potency levels identified
in the initial test) to determine if the enrollee has continued to use drugs since arriving on campus, the results of which must be received not later than 50 days after the enrollee arrived on campus; and

“(C) if the result of the subsequent test administered under subparagraph (B) is positive, the enrollee be terminated from the program and referred to a substance use disorder treatment program.”; and

(2) in subsections (b), (e), and (d)—

(A) by striking “center” each place it appears and inserting “campus”; and

(B) by striking “centers” each place it appears and inserting “campus”.

SEC. 155. JOB CORPS CAMPUSES.

Section 147 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3197) is amended—

(1) in the header, by striking “CENTERS” and inserting “CAMPUSES”;

(2) in subsection (a)—

(A) in paragraph (1)—

(i) by striking “center” each place it appears and inserting “campus”; and
(ii) in subparagraph (A), by inserting after “area career and technical education school,” the following: “an institution of higher education,”;

(B) in paragraph (2)—

(i) in subparagraph (A)—

(I) by striking “center” each place it appears and inserting “campus”; and

(II) by inserting after “United States Code,” the following: “and paragraph (2)(C)(iii) of section 159(f),”; and

(ii) in subparagraph (B)—

(I) in clause (i)—

(aa) by striking “operate a Job Corps center” and inserting “operate a Job Corps campus”;

(bb) by striking subclause (IV);

(cc) by redesignating subclauses (I), (II), (III), and (V), as subclauses (III), (IV), (V), and (VI), respectively;
(dd) by inserting before sub-
clause (III), as so redesignated,
the following:

“(I) (aa) in the case of an entity
that has previously operated a Job
Corps campus, a numeric metric of
the past achievement on the primary
indicators of performance for eligible
youth described in section
116(b)(2)(A)(ii); or

“(bb) in the case of an entity
that has not previously operated a Job
Corps campus, an alternative numeric
metric on the past effectiveness of the
entity in successfully assisting at-risk
youth to connect to the labor force,
based on such primary indicators of
performance for eligible youth;

“(II) in the case of an entity that
has previously operated a Job Corps
campus, any information regarding
the entity included in any report de-
veloped by the Office of Inspector
General of the Department of
Labor;”;}
(ee) in subclauses (III) and (IV), as so redesignated, by striking “center” each place it appears and inserting “campus”;

(ff) in subclause (V), as so redesignated, by striking “center is located” and inserting “campus is located, including agreements to provide off-campus work-based learning opportunities aligned with the career and technical education provided to enrollees”; and

(gg) by amending subclause (VI), as so redesignated, to read as follows:

“(VI) the ability of the entity to implement an effective behavior management plan, as described in section 152(a), and maintain a safe and secure learning environment for enrollees.”; and

(II) in clause (ii), by striking “center” and inserting “campus”;

(C) in paragraph (3)—
(i) by striking “center” each place it appears and inserting “campus”;

(ii) in subparagraph (D), by inserting after “is located” the following: “, including agreements to provide off-campus work-based learning opportunities aligned with the career and technical education provided to enrollees”;

(iii) by redesignating subparagraphs (E), (F), (G), (H), (I), (J), and (K) as subparagraphs (F), (G), (H), (I), (J), (K), and (L), respectively; and

(iv) by inserting after subparagraph (D) the following:

“(E) A description of the policies that will be implemented at the campus regarding security and access to campus facilities, including procedures to report on and respond to criminal actions and other emergencies occurring on campus.”;

(3) in subsection (b)—

(A) in the header, by striking “CENTERS” and inserting “CAMPUSES”;

(B) by striking “center” each place it appears and inserting “campus”;


(C) by striking “centers” each place it appears and inserting “campuses”;

(D) in paragraph (2)(A), by striking “20 percent” and inserting “25 percent”; and

(E) by striking paragraph (3);

(4) in subsection (c)—

(A) by striking “centers” and inserting “campuses”; and

(B) by striking “20 percent” and inserting “30 percent”; 

(5) in subsection (d) by striking “centers” each place it appears and inserting “campuses”;

(6) in subsection (e)(1), by striking “centers” and inserting “campuses”;

(7) in subsection (f), by striking “2-year period” and inserting “3-year period”; and

(8) in subsection (g)—

(A) by striking “center” each place it appears and inserting “campus”;

(B) in paragraph (1)—

(i) by striking subparagraph (A);

(ii) by redesignating subparagraph (B) as subparagraph (A);

(iii) by amending subparagraph (A), as so redesignated—
(I) by striking “50 percent” and inserting “80 percent”; and

(II) by striking the period at the end and inserting “; or”; and

(iv) by inserting after subparagraph (A), as so redesignated and amended, the following:

“(B) failed to achieve an average of 80 percent of the level of enrollment that was agreed to in the agreement described in subsection (a)(1)(A).”;

(C) in paragraph (3) by striking “shall provide” and inserting “shall provide, at least 30 days prior to renewing the agreement”; and

(D) in paragraph (4)—

(i) in subparagraph (C), by striking “and” after the semicolon;

(ii) by redesignating subparagraph (D) as subparagraph (E); and

(iii) by inserting after subparagraph (C) the following:

“(D) has maintained a safe and secure campus environment; and”.
SEC. 156. PROGRAM ACTIVITIES.

Section 148 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3198) is amended—

(1) in subsection (a)—

(A) by striking “center” and inserting “campus”; 

(B) in paragraph (1), by inserting before the period at the end the following: “, and productive activities, such as tutoring or other skills development opportunities, for enrollees to participate in outside of regular class time and work hours in order to increase supervision of enrollees and reduce behavior infractions”; and

(2) in subsection (c)—

(A) by striking “centers” each place it appears and inserting “campuses”; and 

(B) in paragraph (1)—

(i) by striking “the eligible providers” and inserting “any eligible provider”; and

(ii) by inserting after “under section 122” the following: “that is aligned with the career and technical education an enrollee has completed”.

SEC. 157. SUPPORT.

Section 150 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3200) is amended—
(1) in subsection (a), by striking “centers” and inserting “campuses”; and

(2) by adding at the end the following:

“(d) PERIOD OF TRANSITION.—Notwithstanding the requirements of section 146(b), a Job Corps graduate may remain an enrollee and a resident of a Job Corps campus for not more than one month after graduation as such graduate transitions into independent living and employment if such graduate—

“(1) has not had a behavioral infraction in the 90 days prior to graduation; and

“(2) receives written approval from the director of the Job Corps campus to remain such a resident.”.

SEC. 158. OPERATIONS.

Section 151 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3201) is amended—

(1) by striking “center” each place it appears and inserting “campus”; and

(2) by adding at the end the following:

“(d) LOCAL AUTHORITY.—

“(1) IN GENERAL.—Subject to the limitations of the budget approved by the Secretary for a Job Corps campus, the operator of a Job Corps campus
shall have the authority, without prior approval from
the Secretary, to—

“(A) hire staff and provide staff profes-
sional development;

“(B) set terms and enter into agreements
with Federal, State, or local educational part-
ners, such as secondary schools, institutions of
higher education, child development centers,
units of Junior Reserve Officer Training Corps
programs established under section 2031 of
title 10, United States Code, or employers; and

“(C) engage with and educate stakeholders
about Job Corps operations and activities.

“(2) LIMITATION OF LIABILITY.—In the case of
an agreement described in paragraph (1)(B) that
does not involve the Job Corps operator providing
monetary compensation to the entity involved in
such agreement from the funds made available
under this subtitle, such agreement shall not be con-
considered a subcontract (as defined in section 8701 of
title 41, United States Code).

“(e) PRIOR NOTICE.—Prior to making a change to
the agreement described in section 147(a) or an operating
plan described in this section, the Secretary shall solicit
from the operators of the Job Corps campuses information
on any operational costs the operators expect to result from such change.”.

SEC. 159. STANDARDS OF CONDUCT.

Section 152 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3202) is amended—

(1) by striking “centers” each place it appears and inserting “campuses”;

(2) in subsection (a), by inserting “As part of the operating plan required under section 151(a), the director of each Job Corps campus shall develop and implement a behavior management plan consistent with the standards of conduct and subject to the approval of the Secretary.” at the end; and

(3) in subsection (b)(2)(A), by striking “or disruptive”;

(4) by amending subsection (c) to read as follows:

“(c) APPEAL PROCESS.—

“(1) ENROLLEE APPEALS.—A disciplinary measure taken by a director under this section shall be subject to expeditious appeal in accordance with procedures established by the Secretary.

“(2) DIRECTOR APPEALS.—

“(A) IN GENERAL.—The Secretary shall establish an appeals process under which the di-
rector of a Job Corps campus may submit a request that an enrollee who has engaged in an activity which is a violation of the guidelines established pursuant to subsection (b)(2)(A) remain enrolled in the program, but be subject to other disciplinary actions.

“(B) CONTENTS.—An request under paragraph (A) shall include—

“(i) a signed certification from the director attesting that, to the belief of the director, the continued enrollment of such enrollee would not impact the safety or learning environment of the campus; and

“(ii) the behavioral records of such enrollee.

“(C) TIMELINE.—The Secretary shall review such appeal and either approve or deny the appeal within 30 days of receiving such appeal.

“(D) INELIGIBILITY FOR APPEAL.—The Secretary shall reject an appeal made by a director of a Job Corps campus if such campus has been found out of compliance with the requirements under subsection (d) at any time during the previous 5 years.”; and

(5) by adding at the end the following:
“(d) INCIDENT REPORTING.—

“(1) IN GENERAL.—The Secretary shall require that the director of a Job Corps campus report to the appropriate regional office—

“(A) not later than 2 hours after the campus management becomes aware of the occurrence of—

“(i) an enrollee or on-duty staff death;

“(ii) any incident—

“(I) requiring law enforcement involvement;

“(II) involving a missing minor student; or

“(III) where substantial property damage has occurred; or

“(iii) a level 1 infraction;

“(B) in the case of a level 2 infraction, on a quarterly basis, including the number and type of such infractions that occurred during such time period; and

“(C) in the case of a minor infraction, as determined necessary by the Secretary.

“(2) INFRACTIONS DEFINED.—In this sub-section:
“(A) LEVEL 1 INFRACTION.—The term ‘level 1 infraction’ means an activity described in subsection (b)(2)(A).

“(B) LEVEL 2 INFRACTION.—The term ‘level 2 infraction’ means an activity, other than a level 1 infraction, determined by the Secretary to be a serious infraction.

“(C) MINOR INFRACTION.—The term ‘minor infraction’ means an activity, other than a level 1 or 2 infraction, determined by the Secretary to be an infraction.

“(3) LAW ENFORCEMENT AGREEMENTS.—The director of each Job Corps campus shall enter into an agreement with the local law enforcement agency with jurisdiction regarding procedures for the prompt reporting and investigation of potentially illegal activity on Job Corps campuses.”.

SEC. 160. COMMUNITY PARTICIPATION.

Section 153 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3203) is amended—

(1) by striking “center” each place it appears and inserting “campus”; and

(2) by striking “centers” each place it appears and inserting “campuses”; and
(3) in subsection (c), in the heading, by striking “CENTERS” and inserting “CAMPUSES”.

SEC. 161. WORKFORCE COUNCILS.

Section 154 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3204) is amended—

(1) by striking “center” each place it appears and inserting “campus”;

(2) in subsection (d), in the heading, by striking “NEW CENTERS” and inserting “NEW CAMPUSES”.

SEC. 162. ADVISORY COMMITTEES.

Section 155 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3205) is amended—

(1) by striking “The Secretary” and inserting “(a) IN GENERAL.—The Secretary”;

(2) by striking “centers” and inserting “campuses”

(3) by striking “center” and inserting “campus”; and

(4) by adding at the end the following:

“(b) ADVISORY COMMITTEE TO IMPROVE JOB CORPS SAFETY.—Not later than 6 months after the date of enactment of the A Stronger Workforce for America Act, the Secretary shall establish an advisory committee to pro-
vide recommendations on effective or evidence-based strategies to improve—

“(1) safety, security, and learning conditions on Job Corps campuses; and

“(2) the standards for campus safety established under section 159(c)(4).”.

SEC. 163. EXPERIMENTAL PROJECTS AND TECHNICAL ASSISTANCE.

Section 156 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3206) is amended—

(1) by striking “center” and inserting “campus”;

(2) by striking “centers” and inserting “campuses”;

(3) by redesignating subsection (b) as subsection (c);

(4) by inserting the following after subsection (a):

“(b) JOB CORPS SCHOLARS.—

“(1) IN GENERAL.—The Secretary may award grants, on a competitive basis, to institutions of higher education to enroll cohorts of Job Corps eligible youth in Job Corps Scholars activities for a 24-month period and pay the tuition and necessary costs for enrollees for such period.
“(2) ACTIVITIES.—Job Corps Scholar activities shall include—

“(A) intensive counseling services and supportive services;

“(B) a 12-month career and technical education component aligned with in-demand industries and occupations in the State where the institution of higher education that is receiving the grant is located; and

“(C) a 12-month employment placement period that follows the component described in subparagraph (B).

“(3) PERFORMANCE DATA.—The Secretary shall collect performance information from institutions of higher education receiving grants under this subsection on the primary indicators of performance for eligible youth described in section 116(b)(2)(A)(ii), the cost per participant and cost per graduate, and other information as necessary to evaluate the success of Job Corps Scholars grantees in improving outcomes for at-risk youth.

“(4) EVALUATION.—At the end of each 2-year period for which the Secretary awards grants under this subsection, the Secretary shall provide for an independent, robust evaluation that compares—
“(A) the outcomes achieved by Job Corps Scholars participants with the outcomes achieved by other participants in the Job Corps program during such 2-year period; and

“(B) the costs of the Job Corps Scholars programs with the costs of other Job Corps programs during such 2-year period.”; and

(5) in subsection (c)(1), as so redesignated, is amended by striking “and” at the end of subparagraph (C) and by adding at the end the following:

“(D) in the development and implementation of a behavior management plan under section 152(a); and

“(E) maintaining a safe and secure learning environment; and”.

SEC. 164. SPECIAL PROVISIONS.

Section 158 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3208) is amended—

(1) by striking “center” each place it appears and inserting “campus”; and

(2) in subsection (f)—

(A) by striking “may accept on behalf of the Job Corps or individual Job Corps centers charitable donations of cash” and inserting “, on behalf of the Job Corps,
campus operator, on behalf of such campus, may accept grants, charitable donations of cash,”; and

(B) by inserting at the end the following: “Notwithstanding sections 501(b) and 522 of title 40, United States Code, any property acquired by a Job Corps campus shall be directly transferred, on a nonreimbursable basis, to the Secretary.”.

SEC. 165. MANAGEMENT INFORMATION.

(a) LEVELS OF PERFORMANCE.—Section 159 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3209) is amended—

(1) by striking “center” each place it appears and inserting “campus”; and

(2) in subsection (e)—

(A) in paragraph (1)—

(i) by striking “The Secretary” and inserting the following:

“(A) IN GENERAL.—The Secretary”.

(ii) by inserting “that are ambitious yet achievable and” after “program”; and

(iii) by adding at the end the following new subparagraphs:
“(B) LEVELS OF PERFORMANCE.—In establishing the expected performance levels under subparagraph (A) for a Job Corps campus, the Secretary shall take into account—

“(i) how the levels involved compare with the recent performance of such campus and the performance of other campuses within the same State or geographic region;

“(ii) the levels of performance set for the primary indicators of performance for eligible youth described in section 116(b)(2)(A)(ii) for the State in which the campus is located;

“(iii) the differences in actual economic conditions (including differences in unemployment rates and job losses or gains in particular industries) between the local area of such campus and other local areas with a campus; and

“(iv) the extent to which the levels involved promote continuous improvement in performance on the primary indicators of performance by such campus and ensure
optimal return on the use of Federal funds.

“(C) PERFORMANCE PER CONTRACT.—The Secretary shall ensure the expected levels of performance are established in the relevant contract or agreement.

“(D) REVISIONS BASED ON ECONOMIC CONDITIONS AND INDIVIDUALS SERVED DURING THE PROGRAM YEAR.—

“(i) IN GENERAL.—In the event of a significant economic downturn, the Secretary may revise the applicable adjusted levels of performance for each of the campuses for a program year to reflect the actual economic conditions during such program year.

“(ii) REPORT TO CONGRESS.—Prior to implementing the revisions described in clause (i), the Secretary shall submit to the Committee on Education and the Workforce of the House of Representatives and the Committee on Health, Education, Labor, and Pensions of the Senate a report explaining the reason for such revisions.
“(E) Review of performance levels.—The Office of Inspector General of the Department of Labor shall, every 5 years, submit to the Committee on Education and the Workforce of the House of Representatives and the Committee on Health, Education, Labor, and Pensions of the Senate, and publish in the Federal Register and on a publicly available website of the Department, a report containing—

“(i) a quadrennial review of the expected levels of performance; and

“(ii) an evaluation of whether—

“(I) the Secretary is establishing such expected levels of performance in good faith; and

“(II) such expected levels have led to continued improvement of the Job Corps program.”;

(B) by redesignating paragraph (4) as paragraph (5);

(C) by inserting after paragraph (3) the following:

“(4) Campus safety.—
“(A) IN GENERAL.—The Secretary shall establish campus and student safety standards. A Job Corps campus failing to achieve such standards shall be required to take the performance improvement actions described in subsection (f).

“(B) CONSIDERATIONS.—In establishing the campus and student safety standards under subparagraph (A), the Secretary shall take into account—

“(i) incidents reported under section 152(d);

“(ii) survey data from enrollees, faculty, staff, and community members; and

“(iii) any other considerations identified by the Secretary after reviewing the recommendations of the advisory group described in section 155(b).”;

(D) in paragraph (5), as so redesignated—

(i) in subparagraph (A), by striking “and” at the end;

(ii) in subparagraph (B), by striking the period at the end and inserting a semicolon; and
(iii) by adding at the end the following:

“(C) the number of contracts that were awarded a renewal compared to those eligible for a renewal;

“(D) the number of campuses where the contract was awarded to a new operator; and

“(E) the number of campuses that were required to receive performance improvement, as described under subsection (f)(2), including whether any actions were taken as described in subparagraphs (B) and (C) of such subsection.”; and

(E) by adding at the end the following:

“(6) WAGE RECORDS.—The Secretary shall make arrangements with a State or other appropriate entity to facilitate the use of State wage records to evaluate the performance of Job Corps campuses on the employment and earnings indicators described in clause (i)(III) of subparagraph (A) of section 116(b)(2)(A) and subclauses (I) and (II) of clause (ii) of such subparagraph for the purposes of the report required under paragraph (5).”;
(A) by inserting “and make available on the website of the Department pertaining to the Job Corps program in a manner that is consumer-tested to ensure it is easily understood, searchable, and navigable,” after “subsection (c)(4),”;

(B) in subparagraph (B), by striking “gender” and inserting “sex”;

(C) by redesignating subparagraphs (J) through (O) as subparagraphs (K) through (P), respectively; and

(D) by inserting the following after subparagraph (I):

“(J) the number of appeals under section 152(c) and a description of each appeal that was approved;”;

and

(4) in subsection (g)(2), by striking “comply” and inserting “attest to compliance”.

(b) PERFORMANCE ASSESSMENTS AND IMPROVEMENTS.—Section 159(f) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3209) is amended to read as follows:

“(f) PERFORMANCE ASSESSMENTS AND IMPROVEMENTS.—
“(1) ASSESSMENTS.—The Secretary shall conduct an annual assessment of the performance of each Job Corps campus on the primary indicators of performance described in section 116(b)(2)(A)(ii), where each indicator shall be given equal weight in determining the overall performance of the campus. Based on the assessment, the Secretary shall take measures to continuously improve the performance of the Job Corps program.

“(2) PERFORMANCE IMPROVEMENT.—

“(A) INITIAL FAILURE.—With respect to a Job Corps campus that fails to meet an average of 90 percent on the expected levels of performance across all the primary indicators of performance specified in subsection (c)(1) or is ranked among the lowest 10 percent of Job Corps campuses, the Secretary shall, after each program year of such performance failure, develop and implement a performance improvement plan for such campus. Such a plan shall require action to be taken during a 1-year program year period, which shall include providing technical assistance to the campus.

“(B) REPEAT FAILURE.—With respect to a Job Corps campus that, for two consecutive
program years, fails to meet an average of 85 percent on the expected levels of performance across all the primary indicators of performance or is ranked among the lowest 10 percent of Job Corps campuses, the Secretary shall take substantial action to improve the performance of such campus, which shall include—

“(i) changing the management staff of the campus;

“(ii) changing the career and technical education and training offered at the campus;

“(iii) replacing the operator of the campus; or

“(iv) reducing the capacity of the campus.

“(C) CHRONIC FAILURE.—With respect to a Job Corps campus that, for the two consecutive program years immediately following the Secretary taking substantial performance action under subparagraph (B), fails to meet an average of 85 percent on the expected levels of performance across all the primary indicators or is ranked among the lowest 10 percent of Job Corps campuses, the Secretary shall take fur-
ther substantial action to improve the performance of such campus, which shall include—

“(i) relocating the campus;

“(ii) closing the campus; or

“(iii) awarding funding directly to the State in which the campus is located for operation of the campus, and for which the Secretary shall enter into a memorandum of understanding with such State for purposes of operating the campus in its current location and may encourage innovation in such memorandum of understanding by waiving any statutory or regulatory requirement of this subtitle except for those related to participant eligibility under section 144, standards of conduct under section 152, and performance reporting and accountability under this section.

“(3) ADDITIONAL PERFORMANCE IMPROVEMENT.—In addition to the performance improvement plans required under paragraph (2), the Secretary may develop and implement additional performance improvement plans for a Job Corps campus that fails to meet criteria established by the Secretary
other than the expected levels of performance described in subsection (e)(1).

“(4) CIVILIAN CONSERVATION CENTERS.—With respect to a Civilian Conservation Center that, for 3 consecutive program years, fails to meet an average of 90 percent of the expected levels of performance across all the primary indicators of performance specified in subsection (c)(1), the Secretary of Labor or, if appropriate, the Secretary of Agriculture shall select, on a competitive basis, an entity to operate part or all of the Civilian Conservation Center in accordance with the requirements of section 147.”.

(c) CONFORMING AMENDMENTS.—Section 159 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3209) is further amended—

(1) by striking “centers” each place it appears and inserting “campuses”; and

(2) in subsection (g)(1), in the header, by striking “CENTER” and inserting “CAMPUS”.

SEC. 166. JOB CORPS OVERSIGHT AND REPORTING.

Section 161 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3211) is amended—

(1) by redesignating subsection (d) as subsection (e); and
(2) by inserting after subsection (c) the following new subsection:

“(d) REPORT ON IMPLEMENTATION OF RECOMMENDATIONS.—The Secretary shall, on an annual basis, prepare and submit to the appropriate committees a report regarding the implementation of all outstanding recommendations from the Office of Inspector General of the Department of Labor or the Government Accountability Office.”.

SEC. 167. AUTHORIZATION OF APPROPRIATIONS.

Section 162 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3212) is amended to read as follows:

“SEC. 162. AUTHORIZATION OF APPROPRIATIONS.

“‘There are authorized to be appropriated to carry out this subtitle $1,760,155,000 for each of the fiscal years 2025 through 2030.’”.

Subtitle E—National Programs

SEC. 171. NATIVE AMERICAN PROGRAMS.

Section 166 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3221) is amended—

(1) in subsection (d)(1)—

(A) in subparagraph (A), by striking “and”;

(B) in subparagraph (B), by striking the period at the end and inserting “; and”; and
(C) by inserting at the end the following:

“(C) are evidence-based, to the extent practicable.”;

(2) in subsection (d)(2)—

(A) by redesignating subparagraph (B) as subparagraph (C); and

(B) by inserting after subparagraph (A) the following:

“(B) ADMINISTRATIVE COSTS.—Not more than 10 percent of the funds provided to an entity under this section may be used for the administrative costs of the activities and services carried out under subparagraph (A).”;

(3) in subsection (h), by inserting after paragraph (2) the following:

“(3) WAGE RECORDS.—The Secretary shall make arrangements with a State or other appropriate entity to facilitate the use of State wage records to evaluate the performance of entities funded under this section on the employment and earnings indicators described in subclauses (I) through (III) of section 116(b)(2)(A)(i) for the purposes of the report required under paragraph (4).

“(4) PERFORMANCE RESULTS.—For each program year, the Secretary shall make available on a
publicly accessible website of the Department a re-
port on the performance, during such program year,
of entities funded under this section on—

“(A) the primary indicators of performance
described in section 116(b)(2)(A);

“(B) any additional indicators established
under paragraph (1)(A); and

“(C) the adjusted levels of performance for
such entities as described in paragraph (2).”;

(4) in subsection (i)—

(A) in paragraph (3)(A), by striking “and
judicial review.” and inserting “judicial review,
and performance accountability pertaining to
the primary indicators of performance described
in section 116(b)(2)(A).”; and

(B) in paragraph (4)(B)—

(i) by striking “The Council” and in-
serting the following:

“(i) IN GENERAL.—The Council”; and

(ii) by inserting at the end the fol-
lowing:

“(ii) VACANCIES.—An individual ap-
pointed to fill a vacancy on the Council oc-
curring before the expiration of the term
for which the predecessor of such indi-
individual was appointed shall be appointed only for the remainder of that term. Such an individual may serve on the Council after the expiration of such term until a successor is appointed.”; and

(5) by amending subsection (k)(2) to read as follows:

“(2) AUTHORIZATION OF APPROPRIATIONS.— There are authorized to be appropriated to carry out this subsection $542,000 for each of the fiscal years 2025 through 2030.”.

SEC. 172. MIGRANT AND SEASONAL FARMWORKER PROGRAMS.

Section 167 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3222) is amended—

(1) in subsection (c), by adding at the end the following:

“(5) WAGE RECORDS.—The Secretary shall make arrangements with a State or other appropriate entity to facilitate the use of State wage records to evaluate the performance of entities funded under this section on the employment and earnings indicators described in subclauses (I) through (III) of section 116(b)(2)(A)(i) for the purposes of the report required under paragraph (4).
“(6) PERFORMANCE RESULTS.—For each program year, the Secretary shall make available on a publicly accessible website of the Department a report on the performance, during such program year, of entities funded under this section on—

“(A) the primary indicators of performance described in section 116(b)(2)(A); and

“(B) the adjusted levels of performance for such entities as described in paragraph (3).”;

(2) by redesignating subsections (e), (f), (g), (h), and (i) as subsections (f), (g), (h), (i), and (j), respectively;

(3) by inserting after subsection (d) the following:

“(e) ADMINISTRATIVE COSTS.—Not more than 10 percent of the funds provided to an entity under this section may be used for the administrative costs of the activities and services carried out under subsection (d).”; and

(4) in subsection (i), as so redesignated, to read as follows:

“(i) FUNDING ALLOCATION; FUNDING OBLIGATION.—

“(1) FUNDING ALLOCATION.—From the funds appropriated and made available to carry out this section, the Secretary shall reserve not more than 1
percent for discretionary purposes, such as providing technical assistance to eligible entities.

“(2) FUNDING OBLIGATION.—

“(A) IN GENERAL.—Funds appropriated and made available to carry out this section for any fiscal year may be obligated by the Secretary during the period beginning on April 1 of the calendar year that begins during such fiscal year and ending on June 30 of the following calendar year to be made available to an entity described in subsection (b) for the period described in subparagraph (B).

“(B) OBLIGATED AMOUNT.—Funds made available under this section for a fiscal year to any entity described in subsection (b) may be spent or reserved for spending by such entity during the period beginning on July 1 of the calendar year that begins during such fiscal year, and ending on June 30 of the following calendar year.”.

SEC. 173. TECHNICAL ASSISTANCE.

(a) GENERAL TECHNICAL ASSISTANCE.—Section 168(a)(1) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3223(a)(1)) is amended—
(1) by striking “appropriate training, technical assistance, staff development” and inserting “appropriate education, technical assistance, professional development for staff”; 

(2) in subparagraphs (B), (C), and (D), by striking “training” each place it appears and inserting “professional development”; 

(3) by redesignating subparagraphs (G) and (H) as subparagraphs (J) and (K), respectively; and 

(4) by inserting after subparagraph (F) the following:

“(G) assistance to the one-stop delivery system and the Employment Service established under the Wagner-Peyser Act for the integration of basic career service activities pursuant to section 134(e)(2)(A);

“(I) assistance to States with maintaining, and making accessible to jobseekers and employers, the lists of eligible providers of training services required under section 122;

“(H) assistance to States that apply for such assistance under section 122(k) for the purposes described in such subsection;”.

(b) PERFORMANCE ACCOUNTABILITY TECHNICAL ASSISTANCE.—Section 168(b) of the Workforce Innova-
tion and Opportunity Act (29 U.S.C. 3223(b)) is amend-
ed—

(1) in the header, by striking “DISLOCATED
WORKER” and inserting “PERFORMANCE ACCOUNT-
ABILITY”; and

(2) in paragraph (1), in the first sentence—

(A) by inserting “, pursuant to paragraphs
(1) and (2) of section 116(f),” after “technical
assistance”; and

(B) by striking “with respect to employ-
ment and training activities for dislocated work-
ers” and inserting “with respect to the core
programs”.

(e) COMMUNITIES IMPACTED BY OPIOID USE DIS-
ORDERS.—Section 168 of the Workforce Innovation and
Opportunity Act (29 U.S.C. 3223) is further amended by
adding at the end the following:

“(d) COMMUNITIES IMPACTED BY OPIOID USE DIS-
ORDERS.—The Secretary shall, as part of the activities de-
scribed in subsection (e)(2), evaluate and disseminate to
States and local areas information regarding evidence-
based and promising practices for addressing the economic
workforce impacts associated with high rates of opioid use
disorders, which information shall—
“(1) be updated annually to reflect the most recent and available research; and

“(2) include information—

“(A) shared by States and local areas regarding effective practices for addressing such impacts; and

“(B) on how to apply for any funding that may be available under section 170(b)(1)(E).”.

SEC. 174. EVALUATIONS AND RESEARCH.

(a) IN GENERAL.—Section 169 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3224) is amended—

(1) in subsection (a)—

(A) in paragraph (2)—

(i) in subparagraph (E), by inserting “and” at the end;

(ii) in subparagraph (F), by striking “; and” at the end and inserting a period; and

(iii) by striking subparagraph (G);

(B) in paragraph (3)—

(i) by striking “The Secretary” and inserting the following:

“(A) IN GENERAL.—The Secretary”; and
(ii) by adding at the end the following new subparagraph:

“(B) LIMITATION.—The Secretary may not use the authority described in subparagraph (A) if the evaluations required under paragraph (1) have not been initiated or completed in the time period required.”; and

(C) in paragraph (4), by striking “2019” and inserting “2028”; and

(2) in subsection (b)—

(A) by amending paragraph (4) to read as follows:

“(4) STUDIES AND REPORTS.—

“(A) STUDY ON EMPLOYMENT CONDITIONS.—The Secretary, in coordination with other heads of Federal agencies, as appropriate, may conduct a study examining the nature of participants’ unsubsidized employment after exit from programs carried out under this Act, including factors such as availability of paid time off, health and retirement benefits, workplace safety standards, predictable and stable work schedule, stackable credentials, and advancement opportunities.
“(B) STUDY ON IMPROVING WORKFORCE SERVICES FOR INDIVIDUALS WITH DISABILITIES.—The Secretary of Labor, in coordination with the Secretary of Education and the Secretary of Health and Human Services, may conduct studies that analyze the access to services by individuals with disabilities, including whether an individual who is unable to receive services under title IV due to a wait list for such services is able to receive services under titles I through III.

“(C) STUDY ON THE EFFECTIVENESS OF PAY FOR PERFORMANCE.—The Secretary shall, not more than 4 years after the date of enactment of A Stronger Workforce for America Act, conduct a study that compares the effectiveness of the pay-for-performance strategies used under sections 129, 134, and 172 after such date of enactment to the awarding of grants and contracts under such sections as in effect on the day before the date of enactment of such Act.

“(D) STUDY ON INDIVIDUAL TRAINING ACCOUNTS FOR DISLOCATED WORKERS.—The Secretary shall, not more than 4 years after the
date of enactment of the A Stronger Workforce for America Act, conduct a study that compares the usage of Individual Training Accounts for dislocated workers after such date of enactment to the usage of such accounts prior to such date of enactment, including—

“(i) the types of training services and occupations targeted by dislocated workers when using their Individual Training Accounts; and

“(ii) the effectiveness of such skills development.

“(E) STUDY ON STATEWIDE CRITICAL INDUSTRY SKILLS FUNDS.—The Secretary shall, not more than 4 years after the date of enactment of the A Stronger Workforce for America Act, conduct a study that will review the usage of statewide critical industry skills funds established by States under section 134(a)(4) and identify, for purposes of measuring the overall effectiveness of the program—

“(i) the industries targeted by such Funds;

“(ii) the occupations workers are being upskilled for;
“(iii) how frequently skills development is provided to prospective workers and incumbent workers, and

“(iv) the reported performance outcomes.

“(F) Study on the Effectiveness of Employer-Based Training.—The Secretary shall, not more than 4 years after the date of enactment of the A Stronger Workforce for America Act, conduct a study that measures the effectiveness of on-the-job training, employer-directed skills training, apprenticeship, and incumbent worker training under this title in preparing jobseekers and workers, including those with barriers to employment, for unsubsidized employment. Such study shall include the cost per participant and wage and employment outcomes, as compared to other methods of training.

“(G) Reports.—The Secretary shall prepare and disseminate to the Committee on Health, Education, Labor, and Pensions of the Senate and the Committee on Education and the Workforce of the House of Representatives, and on the publicly available website of the De-
partment, reports containing the results of the studies conducted under this paragraph.”; and (B) in paragraph (5), by adding at the end the following:

“(C) EVALUATION OF GRANTS.—

“(i) IN GENERAL.—For each grant or contract awarded under this paragraph, the Secretary shall conduct a rigorous evaluation of the multistate project to determine the impact of the activities supported by the project, including the impact on the employment and earnings of program participants.

“(ii) REPORT.—The Secretary shall prepare and disseminate to the Committee on Health, Education, Labor, and Pensions of the Senate and the Committee on Education and the Workforce of the House of Representatives, and to the public, including through electronic means, reports containing the results of evaluations conducted under this subparagraph.”.

(b) WORKFORCE DATA QUALITY INITIATIVE.—Section 169 of the Workforce Innovation and Opportunity Act
(29 U.S.C. 3224) is further amended by adding at the end the following:

“(d) Workforce Data Quality Initiative.—

“(1) Grant program.—Of amount made available pursuant to section 132(a)(2)(A) for any program year, the Secretary shall use 5 percent of such amount, and may also use funds authorized for purposes of carrying out this section, to award grants to eligible entities to create workforce longitudinal data systems and associated resources for the purposes of strengthening program quality, building State capacity to produce evidence for decision-making, meeting performance reporting requirements, protecting privacy, and improving transparency.

“(2) Application.—To be eligible to receive a grant under this subsection, an eligible entity shall submit an application to the Secretary at such time and in such manner as the Secretary may require, which shall include—

“(A) a description of the proposed activities that will be conducted by the eligible entity, including a description of the need for such activities and a detailed budget for such activities;
“(B) a description of the expected outcomes and outputs (such as systems or products) that will result from the proposed activities and the proposed uses of such outputs;

“(C) a description of how the proposed activities will support the reporting of performance data, including employment and earnings outcomes, for the performance accountability requirements under section 116, including outcomes for eligible training providers;

“(D) a description of the methods and procedures the eligible entity will use to ensure the security and privacy of the collection, storage, and use of all data involved in the systems and resources supported through the grant, including compliance with State and Federal privacy and confidentiality statutes and regulations; and

“(E) a plan for how the eligible entity will continue the activities or sustain the use of the outputs created with the grant funds after the grant period ends.

“(3) PRIORITY.—In awarding grants under the subsection, the Secretary shall give priority to—

“(A) eligible entities that are—
“(i) a State agency of a State that has not previously received a grant from the Secretary for the purposes of this subsection and demonstrates a substantial need to improve its data infrastructure; or

“(ii) a consortium of State agencies that is comprised of State agencies from multiple States and includes at least one State agency described in clause (i) and has the capacity to make significant contributions toward building interoperable, cross-State data infrastructure; and

“(B) eligible entities that will use grant funds to—

“(i) expand the adoption and use of linked, open, and interoperable data on credentials, including through the development of a credential registry or other tools and services designed to help learners and workers make informed decisions, such as the credential navigation feature described in section 122(d)(2);

“(ii) participate in and contribute data to a multistate data collaborative, in-
cluding data that provide participating States the ability to better understand—

“(I) earnings and employment outcomes of individuals who work out-of-State; and

“(II) cross-State earnings and employment trends;

“(iii) enhance collaboration with private sector workforce and labor market data entities and the end-users of workforce and labor market data, including individuals, employers, economic development agencies, and workforce development providers; or

“(iv) leverage the use of non-Federal contributions to improve workforce data infrastructure, including staff capacity building.

“(4) USE OF FUNDS.—In addition to the activities described in paragraph (3)(B), an eligible entity awarded a grant under this subsection may use funds to carry out any of the following activities:

“(A) Developing or enhancing a State’s workforce longitudinal data system, including by participating and contributing data to the
State’s data system, if applicable, that links with elementary and secondary school and post-secondary data.

“(B) Accelerating the replication and adoption of data systems, projects, products, or practices already in use in one or more States to other States.

“(C) Research and labor market data improvement activities to improve the timeliness, relevance, and accessibility of such data through pilot projects that are developed locally but designed to scale to other regions or States.

“(D) Establishing, enhancing, or connecting to a system of interoperable learning and employment records that provides individuals who choose to participate in such system ownership of a verified and secure record of their skills and achievements and the ability to share such record with employers and education providers.

“(E) Developing policies, guidelines, and security measures for data collection, storing, and sharing to ensure compliance with relevant Federal and State privacy laws and regulations.
“(F) Increasing local board access to and integration with the State’s workforce longitudinal data system in a secure manner.

“(G) Creating or participating in a data exchange for collecting and using standards-based jobs and employment data including, at a minimum, job titles or occupation codes.

“(H) Improving State and local staff capacity to understand, use, and analyze data to improve decisionmaking and improve participant outcomes.

“(5) ADMINISTRATION.—

“(A) DURATION.—A grant awarded under this subsection may be for a period of up to 3 years.

“(B) SUPPLEMENT, NOT SUPPLANT.—Funds made available under this subsection shall be used to supplement, and not supplant, other Federal, State, or local funds used for development of State data systems.

“(C) REPORT.—Each eligible entity that receives a grant under this subsection shall submit a report to the Secretary not later than 180 days after the conclusion of the grant period on the activities supported through the grant and
improvements in the use of workforce and labor market information that have resulted from such activities.

“(6) DEFINITIONS.—In this subsection, the term ‘eligible entity’ means a State agency or consortium of State agencies, including a multistate data collaborative, that is or includes the State agencies responsible for—

“(A) State employer wage records used by the State’s unemployment insurance programs in labor market information reporting and analysis and for fulfilling the reporting requirements of this Act;

“(B) the production of labor market information; and

“(C) the direct administration of one or more of the core programs.”.

SEC. 175. NATIONAL DISLOCATED WORKER GRANTS.

Section 170 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3225) is amended—

(1) by amending subsection (a)(1) to read as follows:

“(1) EMERGENCY OR DISASTER.—The term ‘emergency or disaster’ means an emergency or a major disaster, as defined in paragraphs (1) and (2),
respectively, of section 102 of the Robert T. Stafford Disaster Relief and Emergency Assistance Act (42 U.S.C. 5122 (1) and (2)).

(2) in subsection (b)—

(A) in paragraph (1)—

(i) in subparagraph (C), by striking “and” at the end;

(ii) in subparagraph (D)—

(I) in clause (i), by striking “spouses described in section 3(15)(E)” and inserting “spouses described in subparagraph (E) of the definition of the term ‘dislocated worker’ in section 3”; and

(II) in clause (ii), by striking the period at the end and inserting “; and”;

(iii) by adding at the end the following:

“(E) to an entity described in subsection (c)(1)(B) to provide employment and training activities related to the prevention and treatment of opioid use disorders, including addiction treatment, mental health treatment, and pain management, in an area that, as a result
of widespread opioid use, addiction, and
overdoses, has higher-than-average demand for
such activities that exceeds the availability of
State and local resources to provide such activi-
ties.”; and

(B) by adding at the end the following:

“(3) PERFORMANCE RESULTS.—The Secretary
shall collect the necessary information from each en-
tity receiving a grant under this section to determine
the performance of such entity on the primary indi-
cators of performance described in section
116(b)(2)(A)(i) and make such information available
on the publicly accessible website of the Department
in a format that does not reveal personally identifi-
able information.”; and

(3) in subsection (e)—

(A) in paragraph (1)(A)—

(i) by striking “subsection (b)(1)(A)”
and inserting “subparagraph (A) or (E) of
subsection (b)(1)”; and

(ii) by striking “, in such manner, and
containing such information” and inserting
“and in such manner”; and

(B) in paragraph (2)—

(i) in subparagraph (B)—
(I) in the heading, by striking "RETRAINING" and inserting "RESKILLING"; and

(II) by striking "retraining" and inserting "reskilling";

(ii) by redesignating subparagraphs (C) and (D) as subparagraphs (D) and (E), respectively; and

(iii) by inserting after subparagraph (B) the following:

"(C) OPIOID-RELATED GRANTS.—In order to be eligible to receive employment and training assistance under a national dislocated worker grant awarded pursuant to subsection (b)(1)(E), an individual shall be—

"(i) a dislocated worker;

"(ii) a long-term unemployed individual;

"(iii) an individual who is unemployed or significantly underemployed as a result of widespread opioid use in the area; or

"(iv) an individual who is employed or seeking employment in a health care profession involved in the prevention and treatment of opioid use disorders, includ-
ing such professions that provide addiction
treatment, mental health treatment, or
pain management.”.

SEC. 176. YOUTHBUILD PROGRAM.

Section 171 of the Workforce Innovation and Oppor-
tunity Act (29 U.S.C. 3226) is amended—

(1) in subsection (e)—

(A) in paragraph (1), to read as follows:

“(1) AMOUNT OF GRANTS; RESERVATION.—

“(A) AMOUNT OF GRANTS.—Subject to

subparagraph (B), the Secretary is authorized
to make grants to applicants for the purpose of
carrying out YouthBuild programs approved
under this section.

“(B) RESERVATION FOR RURAL AREAS

AND INDIAN TRIBES.—

“(i) IN GENERAL.—In any fiscal year

in which the amount appropriated to carry

out this section is greater than

$90,000,000, the Secretary shall reserve

not less than 20 percent of the amount ap-

propriated that is in excess of $90,000,000

and use such reserved amount to make

grants to covered applicants (in addition to

any other grants that may be awarded
under this subsection for such fiscal year to covered applicants) for the purpose of carrying out YouthBuild programs approved under this section.

‘‘(ii) COVERED APPLICANT DEFINED.—In this subparagraph, the term ‘covered applicant’ means an applicant that—

‘‘(I) is located in a rural area; or

‘‘(II) is an Indian Tribe or is carrying out a YouthBuild program approved under this section for the benefit of members of an Indian Tribe.’’;

(B) in paragraph (2)—

(i) in subparagraph (A)—

(I) in clause (iv)(II), by striking “language learners” and inserting “learners”; and

(II) in clause (vii), by inserting after “enable individuals” the following: “, including those with disabilities,”; and

(ii) by adding at the end the following:
“(I) Provision of meals and other food assistance to participants in conjunction with another activity described in this paragraph.”;

(C) in paragraph (3)—

(i) in subparagraph (A), by striking “such time, in such manner, and containing such information” and inserting “such time and in such manner”; and

(ii) in subparagraph (B)—

(I) in the header, by striking “MINIMUM REQUIREMENTS” and inserting “REQUIREMENTS”;

(II) by striking “, at a minimum”;

(III) in clause (xx), by striking “and” at the end;

(IV) in clause (xxi) by striking the period at the end and inserting “; and”;

(V) by adding at the end the following:

“(xxii) a description of the levels of performance the applicant expects to achieve on the primary indicators of per-
formance described in section 116(b)(2)(A)(ii).”; and

(D) in paragraph (4)—

(i) by striking “such selection criteria as the Secretary shall establish under this section, which shall include criteria” and inserting “selection criteria”;

(ii) in subparagraph (J)(iii), by adding “and” after the semicolon;

(iii) in subparagraph (K), by striking “; and” and inserting a period; and

(iv) by striking subparagraph (L);

(2) in subsection (e)(1)—

(A) in subparagraph (A)(ii), by striking “offender” and inserting “who is a justice-involved individual”; and

(B) in subparagraph (B)(i), by striking “are basic skills deficient” and inserting “have foundational skill needs”;

(3) in subsection (f), by striking paragraph (2) and inserting the following:

“(2) USE OF WAGE RECORDS.—The Secretary shall make arrangements with a State or other appropriate entity to facilitate the use of State wage records to evaluate the performance of YouthBuild
programs funded under this section on the employ-
ment and earnings indicators described in section
116(b)(2)(A)(ii) for the purposes of the report re-
quired under paragraph (3).

“(3) PERFORMANCE RESULTS.—For each pro-
gram year, the Secretary shall make available, on a
publicly accessible website of the Department, a re-
port on the performance of YouthBuild programs,
during such program year, funded under this section
on—

“(A) the primary indicators of performance
described in section 116(b)(2)(A)(ii); and

“(B) the expected levels of performance for
such programs as described in paragraph (1).”;

(4) in subsection (g), by inserting at the end
the following:

“(4) ANNUAL RELEASE OF FUNDING OPPOR-
TUNITY ANNOUNCEMENT.—The Secretary shall, to
the greatest extent practicable, announce new fund-
ing opportunities for grants under this section dur-
ing the same time period each year for which such
grants are available.”; and

(5) by amending subsection (i) to read as fol-
lows:
“(i) **AUTHORIZATION OF APPROPRIATIONS.**—There are authorized to be appropriated to carry out this section $108,150,000 for each of the fiscal years 2025 through 2030.”.

**SEC. 178. REENTRY EMPLOYMENT OPPORTUNITIES.**

Subtitle D of title I of the Workforce Innovation and Opportunity Act (29 U.S.C. 3221 et seq.), is further amended—

(1) by redesignating section 172 as section 174; and

(2) by inserting after section 171 the following:

“**SEC. 172. REENTRY EMPLOYMENT OPPORTUNITIES.**

“(a) **PURPOSES.**—The purposes of this section are—

“(1) to improve the employment, earnings, and skill attainment, and reduce recidivism, of adults and youth who have been involved with the justice system;

“(2) to prompt innovation and improvement in the reentry of justice-involved individuals into the workforce so that successful initiatives can be established or continued and replicated; and

“(3) to further develop the evidence on how to improve employment, earnings, and skill attainment, and reduce recidivism, of justice-involved individuals, through rigorous evaluations of specific services pro-
vided, including how they affect different popula-
ations and how they are best combined and
sequenced, and disseminate such evidence to entities
supporting the reentry of justice-involved individuals
into the workforce.

“(b) REENTRY EMPLOYMENT COMPETITIVE GRANTS,
CONTRACTS, AND COOPERATIVE AGREEMENTS AUTHO-
RIZED.—

“(1) IN GENERAL.—From the amounts appro-
priated under section 174(e) and not reserved under
subsection (h), the Secretary—

“(A) shall, on a competitive basis, make
grants to, or enter into contracts or cooperative
agreements with, eligible entities to implement
reentry projects that serve eligible adults or eli-
gible youth;

“(B) may use not more than 30 percent of
such amounts to award funds under subpara-
graph (A) to eligible entities to serve as na-
tional or regional intermediaries to provide such
funds to other eligible entities to—

“(i) implement reentry projects de-
scribed in subparagraph (A); and

“(ii) monitor and support such enti-
ties;
“(C) shall use 30 percent of such amounts to award funds under subparagraph (A) to eligible entities using pay-for-performance contracts—

“(i) that specify a fixed amount that will be paid to the entity based on the achievement of specified levels of performance on the indicators of performance described in subsections (e)(1)(A)(i) and (e)(2)(A) within a defined timetable; and

“(ii) which may provide for bonus payments to such entity to expand capacity to provide effective services; and

“(D) shall ensure grants awarded under this section are awarded to eligible entities from geographically diverse areas, in addition to the priorities described in paragraph (4).

“(2) Award Periods.—The Secretary shall award funds under this section for an initial period of not more than 4 years.

“(3) Additional Awards.—The Secretary may award, for a period of not more than 4 years, one or more additional grants to an eligible entity that received a grant under this section if the eligible entity achieved the performance levels agreed
upon with the Secretary (as described in subsection (e)(3)) for the most recent award period.

“(4) PRIORITY.—In awarding funds under this section, the Secretary shall give priority to eligible entities whose applications submitted under subsection (c) demonstrate a commitment to use such funds to implement reentry projects—

“(A) that will serve high-poverty areas;

“(B) that will enroll eligible youth or eligible adults—

“(i) prior to the release of such individuals from incarceration in a correctional institution; or

“(ii) not later than 90 days after such release;

“(C) whose strategy and design are evidence-based;

“(D) that establish partnerships with—

“(i) businesses; or

“(ii) institutions of higher education or providers under section 122 (as determined by the State where services are being provided) to provide project participants with programs of study leading to
recognized postsecondary credentials in in-
demand occupations; or

“(E) that provide training services, includ-
ing customized training and on-the-job training,
that are designed to meet the specific require-
ments of an employer (including a group of em-
ployers), industry, or sector, and are conducted
with a commitment by the employer to employ
individuals upon successful completion of the
preparation.

“(c) APPLICATION.—

“(1) FORM AND PROCEDURE.—To be qualified
to receive funds under this section, an eligible entity
shall submit an application at such time, and in
such manner, as determined by the Secretary, and
containing the information described in paragraph
(2).

“(2) CONTENTS.—An application submitted by
an eligible entity under paragraph (1) shall contain
the following:

“(A) A description of the eligible entity, in-
cluding the experience of the eligible entity in
providing employment and training services for
justice-involved individuals.
“(B) A description of the needs that will be addressed by the reentry project supported by the funds received under this section, and the target participant population and the geographic area to be served.

“(C) A description of the proposed employment and training activities and supportive services, if applicable, to be provided under such reentry project, and how such activities and services will prepare participants for employment in in-demand industry sectors and occupations within the geographic area to be served by such reentry project.

“(D) The anticipated schedule for carrying out the activities proposed under the reentry project.

“(E) A description of—

“(i) the partnerships the eligible entity will establish with agencies and entities within the criminal justice system, local boards and one-stops, community-based organizations, and employers (including local businesses) to provide participants of the reentry project with work-based learning,
job placement, and recruitment (if applicable); and

“(ii) how the eligible entity will coordinate its activities with other services and benefits available to justice-involved individuals in the geographic area to be served by the reentry project.

“(F) A description of the manner in which individuals will be recruited and selected for participation for the reentry project.

“(G) A detailed budget and a description of the system of fiscal controls, and auditing and accountability procedures, that will be used to ensure fiscal soundness for the reentry project.

“(H) A description of the expected levels of performance to be achieved with respect to the performance measures described in subsection (e).

“(I) A description of the evidence-based practices the eligible entity will use in administration of the reentry project.

“(J) An assurance that the eligible entity will collect, disaggregate by each subpopulation of individuals with barriers to employment, and
by race, ethnicity, sex, and age, and report to
the Secretary the data required with respect to
the reentry project carried out by the eligible
entity for purposes of determining levels of per-
formance achieved and conducting the evalua-
tion under this section.

“(K) An assurance that the eligible entity
will provide matching funds, as described in
subsection (d)(4).

“(L) A description of how the eligible enti-
ty plans to continue the reentry project after
the award period.

“(3) ADDITIONAL CONTENT FOR INTER-
mediary Applicants.—An application submitted by
an eligible entity seeking to serve as a national or
regional intermediary as described in subsection
(b)(1)(B) shall also contain the following:

“(A) An identification and description of
the eligible entities that will be subgrantees of
such intermediary and implement the reentry
projects, which shall include subgrantees in—

“(i) three or more noncontiguous met-
ropolitan areas or rural areas; and

“(ii) not less than 2 States.
“(B) A description of the services and supports the intermediary will provide to the subgrantees, including administrative and fiscal support to ensure the subgrantees comply with all grant requirements.

“(C) A description of how the intermediary will facilitate the replication of evidence-based practices or other best practices identified by the intermediary across all subgrantees.

“(D) If such intermediary is currently receiving, or has previously received, funds under this section as an intermediary to implement a reentry project, an assurance that none of the subgrantees identified under subparagraph (A) were previous subgrantees of the intermediary for such reentry project and failed to meet the levels of performance established for such reentry project.

“(d) USES OF FUNDS.—

“(1) REQUIRED ACTIVITIES.—An eligible entity that receives funds under this section shall use such funds to implement a reentry project for eligible adults, eligible youth, or both that provides each of the following:
“(A) One or more of the individualized career services listed in subclauses (I) through (IX) of section 134(c)(2)(A)(xii).

“(B) One or more of the training services listed in clauses (i) through (x)(i) in section 134(c)(3)(D), including subsidized employment opportunities through transitional jobs.

“(C) For participants who are eligible youth, one or more of the program elements listed in subparagraphs (A) through (N) of section 129(c)(2).

“(2) ALLOWABLE ACTIVITIES.—An eligible entity that receives funds under this section may use such funds to provide to eligible adults or eligible youth the following:

“(A) Followup services after placement in unsubsidized employment as described in section 134(c)(2)(A)(xiii).

“(B) Apprenticeship programs.

“(C) Education in digital literacy skills.

“(D) Mentoring.

“(E) Assistance in obtaining employment, including as a result of the eligible entity—
“(i) establishing and developing relationships and networks with large and small employers; and

“(ii) coordinating with employers to develop customized training programs and on-the-job training.

“(F) Assistance with driver’s license reinstatement and fees for driver’s licenses and other necessary documents for employment.

“(G) Provision of or referral to evidence-based mental health treatment by licensed practitioners.

“(H) Provision of or referral to substance use disorder treatment services, provided that funds awarded under this section are only used to provide such services to participants who are unable to obtain such services through other programs providing such services.

“(I) Provisions of or referral to supportive services, provided that no more than 5 percent of funds awarded to an eligible entity under this section may be used to provide such services to participants who are able to obtain such services through other programs providing such services.
“(3) ADMINISTRATIVE COST LIMIT.—An eligible entity may not use more than 7 percent of the funds received under this section for administrative costs, including for costs related to collecting information, analysis, and coordination for purposes of subsection (e) or (f).

“(4) MATCHING FUNDS.—An eligible entity shall provide a non-Federal contribution, which may be provided in cash or in-kind, for the costs of the project in an amount that is not less than 25 percent of the total amount of funds awarded to the entity for such period, except that the Secretary may waive the matching funds requirement, on a case-by-case basis and for not more than 20 percent of all grants awarded, if the eligible entity demonstrates significant financial hardship.

“(e) LEVELS OF PERFORMANCE.—

“(1) ESTABLISHMENT OF LEVELS.—

“(A) IN GENERAL.—The Secretary shall establish expected levels of performance for re-entry projects funded under this section for—

“(i) each of the primary indicators of performance for adults and youth described in section 116(b); and
“(ii) an indicator of performance established by the Secretary with respect to participant recidivism.

“(B) Updates.—The levels established under subparagraph (A) shall be updated for each 4-year-award period.

“(2) Agreement on performance levels.—In establishing and updating performance levels under paragraph (1), the Secretary shall reach agreement on such levels with the eligible entities receiving awards under this section that will be subject to such levels, based on, as the Secretary determines relevant for each indicator of performance, the following factors:

“(A) The expected performance levels of each such eligible entity described in the application submitted under subsection (c)(2)(H).

“(B) The local economic conditions of the geographic area to be served by each such eligible entity, including differences in unemployment rates and job losses or gains in particular industries.

“(C) The characteristics of project participants when entering the project involved, including—
“(i) criminal records;
“(ii) indicators of poor work history;
“(iii) lack of work experience;
“(iv) lack of educational or occupational skills attainment;
“(v) low levels of literacy or English proficiency;
“(vi) disability status;
“(vii) homelessness; and
“(viii) receipt of public assistance.

“(3) FAILURE TO MEET PERFORMANCE LEVELS.—In the case of an eligible entity that fails to meet the performance levels established under paragraph (1) and updated to reflect the actual economic conditions and characteristics of participants (as described in paragraph (2)(C)) served by the reentry project involved for any award year, the Secretary shall provide technical assistance to the eligible entity, including the development of a performance improvement plan.

“(f) EVALUATION OF REENTRY PROJECTS.—
“(1) IN GENERAL.—Not later than 5 years after the first award of funds under this section is made, the Secretary (acting through the Chief Eval-
(A) Design and conduct an evaluation to evaluate the effectiveness of the reentry projects funded under this section, which meets the requirements of paragraph (2), and includes an evaluation of each of the following:

(i) The effectiveness of such projects in assisting individuals with finding employment and maintaining employment at the second quarter and fourth quarter after unsubsidized employment is obtained.

(ii) The effectiveness of such projects in assisting individuals with earning recognized postsecondary credentials.

(iii) The effectiveness of such projects in relation to their cost, including the extent to which the projects improve reentry outcomes, including in employment, compensation (which may include wages earned and benefits), career advancement, measurable skills gains, credentials earned, and recidivism of participants in comparison to comparably situated indi-
individuals who did not participate in such projects.

“(iv) The effectiveness of specific services and interventions provided and of the overall project design.

“(v) If applicable, the extent to which such projects effectively serve various demographic groups, including people of different geographic locations, ages, races, national origins, sex, and criminal records, and individuals with disabilities.

“(vi) If applicable, the appropriate sequencing, combination, or concurrent structure, of services for each subpopulation of individuals who are participants of such projects, such as the order, combination, or concurrent structure and services in which transitional jobs and occupational skills development are provided, to ensure that such participants are prepared to fully benefit from employment and training services provided under the project.

“(vii) Limitations or barriers to education and employment as a result of occu-
pational or educational licensing restrictions.

“(B) DATA ACCESSIBILITY.—Make available, on the publicly accessible website of the Department of Labor, data collected during the course of evaluation under this subsection, in an aggregated format that does not disclose personally identifiable information.

“(2) DESIGN REQUIREMENTS.—An evaluation under this subsection—

“(A) shall—

“(i) be designed by the Secretary (acting through the Chief Evaluation Officer) in conjunction with the eligible entities carrying out the reentry projects being evaluated;

“(ii) include analysis of participant feedback and outcome and process measures; and

“(iii) use designs that employ the most rigorous analytical and statistical methods that are reasonably feasible, such as the use of control groups; and

“(B) may not—
“(i) collect personally identifiable information, except to the extent such information is necessary to conduct the evaluation; or

“(ii) reveal or share personally identifiable information.

“(3) Publication and Reporting of Evaluation Findings.—The Secretary (acting through the Chief Evaluation Officer) shall—

“(A) in accordance with the timeline determined to be appropriate by the Chief Evaluation Officer, publish an interim report on such evaluation;

“(B) not later than 90 days after the date on which any evaluation is completed under this subsection, publish and make publicly available such evaluation; and

“(C) not later than 60 days after the completion date described in subparagraph (B), submit to the Committee on Education and the Workforce of the House of Representatives and the Committee on Health, Education, Labor, and Pensions of the Senate a report on such evaluation.

“(g) Annual Report.—
“(1) CONTENTS.—Subject to paragraph (2), the Secretary shall post, using transparent, linked, open, and interoperable data formats, on its publicly accessible website, an annual report on—

“(A) the number of individuals who participated in projects assisted under this section for the preceding year;

“(B) the percentage of such individuals who successfully completed the requirements of such projects;

“(C) the performance of eligible entities on such projects as measured by the performance indicators set forth in subsection (e); and

“(D) an explanation of any waivers granted by the Secretary of the matching requirement under subsection (d)(4).

“(2) DISAGGREGATION.—The information provided under subparagraphs (A) through (C) of paragraph (1) with respect to a year shall be disaggregated by each project assisted under this section for such year.

“(h) RESERVATION OF FUNDS.—Of the funds appropriated under section 174(e) for a fiscal year, the Secretary—
“(1) may reserve not more than 5 percent for the administration of grants, contracts, and cooperative agreements awarded under this section, of which not more than 2 percent may be reserved for the provision of—

“(A) technical assistance to eligible entities that receive funds under this section; and

“(B) outreach and technical assistance to eligible entities desiring to receive such funds, including assistance with application development and submission; and

“(2) shall reserve not less than 1 percent and not more than 2.5 percent for the evaluation activities under subsection (f) or to support eligible entities with any required data collection, analysis, and coordination related to such evaluation activities.

“(i) DEFINITIONS.—In this section:

“(1) CHIEF EVALUATION OFFICER.—The term ‘Chief Evaluation Officer’ means the head of the independent evaluation office located in the Office of the Assistant Secretary for Policy of the Department of Labor.

“(2) COMMUNITY SUPERVISION.—The term ‘community supervision’ means mandatory oversight
(including probation and parole) of a formerly incarcerated person—

“(A) who was convicted of a crime by a judge or parole board; and

“(B) who is living outside a secure facility.

“(3) CORRECTIONAL INSTITUTION.—The term ‘correctional institution’ has the meaning given the term in section 225(e).

“(4) ELIGIBLE ENTITY.—The term ‘eligible entity’ means—

“(A) a private nonprofit organization under section 501(c)(3) of the Internal Revenue Code of 1986, including a community-based or faith-based organization;

“(B) a local board;

“(C) a State or local government;

“(D) an Indian or Native American entity eligible for grants under section 166;

“(E) a labor organization or joint labor-management organization;

“(F) an industry or sector partnership;

“(G) an institution of higher education; or

“(H) a consortium of the entities described in subparagraphs (A) through (H).
“(5) ELIGIBLE ADULT.—The term ‘eligible adult’ means a justice-involved individual who is age 25 or older.

“(6) ELIGIBLE YOUTH.—The term ‘eligible youth’ means a justice-involved individual who is not younger than age 14 or older than age 24.

“(7) HIGH-POVERTY.—The term ‘high-poverty’, when used with respect to a geographic area, means an area with a poverty rate of at least 20 percent as determined based on the most recently available data from the American Community Survey conducted by the Bureau of the Census.

“(8) JUSTICE-INVOLVED INDIVIDUAL.—The term ‘justice-involved individual’ means—

“(A) an individual of any age who—

“(i) has been convicted and imprisoned under Federal or State law; and

“(ii) was released from imprisonment not more than 3 years prior to enrollment in a project funded under this section; or

“(B) an individual who—

“(i) is not younger than age 14 or older than age 24; and

“(ii) has been—
“(I) charged with, or convicted of, any criminal offense in an adult court; or

“(II) charged with, or adjudicated of, a delinquent act in a juvenile court.”

SEC. 179. STRENGTHENING COMMUNITY COLLEGES GRANT PROGRAM.

Subtitle D of title I of the Workforce Innovation and Opportunity Act (29 U.S.C. 3221 et seq.), is further amended by inserting after section 172, as added by the preceding section, the following:

“SEC. 173. STRENGTHENING COMMUNITY COLLEGES WORKFORCE DEVELOPMENT GRANTS PROGRAM.

“(a) PURPOSES.—The purposes of this section are—

“(1) to establish, improve, or expand high-quality workforce development programs at community colleges; and

“(2) to expand opportunities for individuals to obtain recognized postsecondary credentials that are nationally or regionally portable and stackable for high-skill, high-wage, or in-demand industry sectors or occupations.

“(b) STRENGTHENING COMMUNITY COLLEGES WORKFORCE DEVELOPMENT GRANTS PROGRAM.—
“(1) IN GENERAL.—From the amounts appropriated to carry out this section under section 174(f) and not reserved under paragraph (2), the Secretary shall, on a competitive basis, make grants to eligible institutions to carry out the activities described in subsection (c).

“(2) RESERVATION.—Of the amounts appropriated to carry out this section under section 174(f), the Secretary may reserve not more than two percent for the administration of grants awarded under this section, including—

“(A) providing technical assistance and targeted outreach to support eligible institutions serving a high number or high percentage of low-income individuals or individuals with barriers to employment, and rural-serving eligible institutions, to provide guidance and assistance in the process of applying for grants under this section; and

“(B) evaluating and reporting on the performance and impact of programs funded under this section in accordance with subsections (f) through (h).

“(c) AWARD PERIOD.—
“(1) Initial Grant Period.—Each grant under this section shall be awarded for an initial period of not more than 4 years.

“(2) Subsequent Grants.—An eligible institution that receives an initial grant under this section may receive one or more additional grants under this section for additional periods of not more than 4 years each if the eligible institution demonstrates that, during the most recently completed grant period for a grant received under this section, such eligible institution achieved the levels of performance agreed to by the eligible institution with respect to the performance indicators specified in subsection (f).

“(d) Application.—

“(1) In General.—To be eligible to receive a grant under this section, an eligible institution shall submit an application to the Secretary at such time and in such manner as the Secretary may require.

“(2) Contents.—An application submitted by an eligible institution under paragraph (1) shall include a description of each the following:

“(A) The extent to which the eligible institution has demonstrated success building partnerships with employers in in-demand industry
sectors or occupations to provide students with the skills needed for occupations in such industries and an explanation of the results of any such partnerships.

“(B) The methods and strategies the eligible institution will use to engage with employers in in-demand industry sectors or occupations, including any arrangements to place individuals who complete the workforce development programs supported by the grant into employment with such employers.

“(C) The proposed eligible institution and industry partnership that the eligible institution will establish or maintain to comply with subsection (e)(1), including—

“(i) the roles and responsibilities of each employer, organization, agency, or institution of higher education that the eligible institution will partner with to carry out the activities under this section; and

“(ii) the needs that will be addressed by such eligible institution and industry partnership.

“(D) One or more industries that such partnership will target and real-time labor mar-
ket data demonstrating that those industries are aligned with employer demand in the geographic area to be served by the eligible institution.

“(E) The extent to which the eligible institution can—

“(i) leverage additional resources to support the programs to be funded with the grant, which shall include written commitments of any leveraged or matching funds for the proposed programs; and

“(ii) demonstrate the future sustainability of each such program.

“(F) The steps the institution will take to ensure the high quality of each program to be funded with the grant, including the career pathways within such programs.

“(G) The population and geographic area to be served by the eligible institution, including the number of individuals the eligible institution intends to serve during the grant period.

“(H) The workforce development programs to be supported by the grant.

“(I) The recognized postsecondary credentials that are expected to be earned by partici-
pants in such workforce development programs and the related high-wage, high skill, or in-demand industry sectors or occupations for which such programs will prepare participants.

“(J) The evidence upon which the education and skills development strategies to be used in such workforce development programs are based and an explanation of how such evidence influenced the design of the programs to improve education and employment outcomes.

“(K) How activities of the eligible institution are expected to align with the workforce strategies identified in—

“(i) any State plan or local plan submitted under this Act by the State, outlying area, or locality in which the eligible institution is expected to operate;

“(ii) any State plan submitted under section 122 of the Carl D. Perkins Career and Technical Education Act of 2006 (20 U.S.C. 2342) by such State or outlying area; and

“(iii) any economic development plan of the chief executive of such State or outlying area.
“(L) The goals of the eligible institution with respect to—

“(i) capacity building (as described in subsection (f)(1)(B)); and

“(ii) the expected performance of individuals participating in the programs to be offered by the eligible institution, including with respect to any performance indicators applicable under section 116 or subsection (f) of this section.

“(3) CONSIDERATION OF PREVIOUS EXPERIENCE.—The Secretary may not disqualify an eligible institution from receiving a grant under this section solely because such institution lacks previous experience in building partnerships, as described in paragraph (2)(A).

“(4) PRIORITY.—In awarding grants under this section, the Secretary shall give priority to eligible institutions that—

“(A) will use the grant to serve—

“(i) individuals with barriers to employment; or

“(ii) incumbent workers who need to gain or improve foundational skills to enhance their employability;
“(B) use competency-based assessments, such as the competency-based assessment identified by the State in which the eligible institution is located under section 134(a)(2)(B)(vii), to award academic credit for prior learning for programs supported by the grant; or

“(C) have, or will seek to have, the career education programs supported by the grant included on the list of eligible providers of training services under section 122 for the State in which the eligible institution is located.

“(e) Uses of Funds.—

“(1) Eligible Institution and Industry Partnership.—For the purpose of carrying out the activities specified in paragraphs (2) and (3), an eligible institution that receives a grant under this section shall establish a partnership (or continue an existing partnership) with one or more employers in an in-demand industry sector or occupation (in this section referred to as an ‘eligible institution and industry partnership’) and shall maintain such partnership for the duration of the grant period. The eligible institution shall ensure that the partnership—

“(A) targets one or more specific high-skill, high-wage, or in-demand industries;
“(B) includes collaboration with the workforce development system;

“(C) serves adult and dislocated workers, incumbent workers, and new entrants to the workforce;

“(D) uses an evidence-based program design that is appropriate for the activities carried out by the partnership;

“(E) incorporates work-based learning opportunities, as defined in section 3 of the Carl D. Perkins Career and Technical Education Act of 2006 (20 U.S.C. 2302); and

“(F) incorporates, to the extent appropriate, virtual service delivery to facilitate technology-enabled learning.

“(2) REQUIRED ACTIVITIES.—An eligible institution that receives a grant under this section shall, in consultation with the employers in the eligible institution and industry partnership described in paragraph (1)—

“(A) establish, improve, or expand high quality, evidence-based workforce development programs, career pathway programs, or work-based learning programs (including apprenticeship programs or preapprenticeships);
“(B) provide career services to individuals participating in the programs funded with the grant to facilitate retention and program completion, which may include—

“(i) career navigation, coaching, mentorship, and case management services, including providing information and outreach to individuals with barriers to employment to encourage such individuals to participate in programs funded with the grant; and

“(ii) providing access to course materials, technological devices, required equipment, and other supports necessary for participation in and successful completion of such programs; and

“(C) make available, in a format that is open, searchable, and easily comparable, information on—

“(i) curricula and recognized postsecondary credentials offered through programs funded with the grant, including any curricula or credentials created or further developed using such grant, which for
each recognized postsecondary credential, shall include—

“(I) the issuing entity of such credential;

“(II) any third-party endorsements of such credential;

“(III) the occupations for which the credential prepares individuals;

“(IV) the skills and competencies necessary to achieve to earn such credential;

“(V) the level of mastery of such skills and competencies (including how mastery is assessed); and

“(VI) any transfer value or stackability of the credential;

“(ii) any skills or competencies developed by individuals who participate in such programs beyond the skills and competencies identified as part of the recognized postsecondary credential awarded; and

“(iii) related employment and earnings outcomes on the primary indicators of
performance described in subclauses (I) through (III) of section 116(b)(2)(A)(i).

“(3) ADDITIONAL ACTIVITIES.—In addition to the activities required under paragraph (2), an eligible institution that receives a grant under this section shall, in consultation with the employers in the eligible institution and industry partnership described in paragraph (1), carry out one or more of the following activities:

“(A) Establish, improve, or expand—

“(i) articulation agreements (as defined in section 486A(a) of the Higher Education Act of 1965 (20 U.S.C. 1093a(a)));

“(ii) credit transfer agreements;

“(iii) corequisite remediation programs that enable a student to receive remedial education services while enrolled in a postsecondary course rather than requiring the student to receive remedial education before enrolling in such a course;

“(iv) dual or concurrent enrollment programs;

“(v) competency-based education and assessment; or
“(vi) policies and processes to award
academic credit for prior learning or for
the programs described in paragraph
(2)(A).

“(B) Establish or implement plans for pro-
viders of the programs described in paragraph
(2)(A) to meet the criteria and carry out the
procedures necessary to be included on the eli-
gible training services provider list described in
section 122(d).

“(C) Purchase, lease, or refurbish special-
ized equipment as necessary to carry out such
programs, provided that not more than 15 per-
cent of the funds awarded to the eligible insti-
tution under this section may be used for activi-
ties described in this subparagraph.

“(D) Reduce or eliminate unmet financial
need relating to the cost of attendance (as de-
finied under section 472 of the Higher Edu-
cation Act of 1965 (20 U.S.C. 1087ll)) of par-
ticipants in such programs.

“(4) ADMINISTRATIVE COST LIMIT.—An eligible
institution may use not more than 7 percent of the
funds awarded under this section for administrative
costs, including costs related to collecting informa-
tion, analysis, and coordination for purposes of sub-
section (f).

“(f) PERFORMANCE LEVELS AND PERFORMANCE
REVIEWS.—

“(1) IN GENERAL.—The Secretary shall develop
and implement guidance that establishes the levels
of performance that are expected to be achieved by
each eligible institution receiving a grant under this
section. Such performance levels shall be established
on the following indicators:

“(A) Each of the primary indicators of
performance for adults described in section
116(b), which shall be applied for all individuals
who participated in a program that received
funding from a grant under this section.

“(B) The extent to which the eligible insti-
tution built capacity by—

“(i) increasing the breadth and depth
of employer engagement and investment in
workforce development programs in the in-
demand industry sectors and occupations
targeted by the eligible institution and in-
dustry partnership established or main-
tained by the eligible institution under sub-
section (e)(1);
“(ii) designing or implementing new and accelerated instructional techniques or technologies, including the use of advanced online and technology-enabled learning (such as immersive technology); and

“(iii) increasing program and policy alignment across systems and decreasing duplicative services or service gaps.

“(C) With respect to individuals who participated in a workforce development program funded with the grant—

“(i) the percentage of participants who successfully completed the program; and

“(ii) of the participants who were incumbent workers at the time of enrollment in the program, the percentage who advanced into higher level positions during or after completing the program.

“(2) CONSULTATION AND DETERMINATION OF PERFORMANCE LEVELS.—

“(A) CONSIDERATION.—In developing performance levels in accordance with paragraph (1), the Secretary shall take into consideration
the goals of the eligible institution pursuant to subsection (d)(2)(L).

“(B) DETERMINATION.—After completing the consideration required under subparagraph (A), the Secretary shall separately determine the performance levels that will apply to each eligible institution, taking into account—

“(i) the expected performance levels of each eligible institution with respect to the goals described by the eligible institution pursuant to subsection (d)(2)(L); and

“(ii) local economic conditions in the geographic area to be served by the eligible institution, including differences in unemployment rates and job losses or gains in particular industries.

“(C) NOTICE AND ACKNOWLEDGMENT.—

“(i) NOTICE.—The Secretary shall provide each eligible institution with a written notification that sets forth the performance levels that will apply to the eligible institution, as determined under subparagraph (B).

“(ii) ACKNOWLEDGMENT.—After receiving the notification described in clause
(i), each eligible institution shall submit to the Secretary written confirmation that the eligible institution—

“(I) received the notification; and

“(II) agrees to be evaluated in accordance with the performance levels determined by the Secretary.

“(3) PERFORMANCE REVIEWS.—On an annual basis during each year of the grant period, the Secretary shall evaluate the performance during such year of each eligible institution receiving a grant under this section in a manner consistent with the performance levels determined for such institution pursuant to paragraph (2).

“(4) FAILURE TO MEET PERFORMANCE LEVELS.—After conducting an evaluation under paragraph (3), if the Secretary determines that an eligible institution did not achieve the performance levels applicable to the eligible institution under paragraph (2), the Secretary shall—

“(A) provide technical assistance to the eligible institution; and

“(B) develop a performance improvement plan for the eligible institution.

“(g) EVALUATIONS AND REPORTS.—
“(1) IN GENERAL.—Not later than 4 years after the date on which the first grant is made under this section, the Secretary shall design and conduct an evaluation to determine the overall effectiveness of the eligible institutions receiving a grant under this section.

“(2) ELEMENTS.—The evaluation of the effectiveness of eligible institutions conducted under paragraph (1) shall include an assessment of the general effectiveness of programs and activities supported by the grants awarded to such eligible institutions under this section, including the extent to which the programs and activities—

“(A) developed new, or expanded existing, successful industry sector strategies, including the extent to which such eligible institutions deepened employer engagement and developed workforce development programs that met industry skill needs;

“(B) created, expanded, or enhanced career pathways, including the extent to which the eligible institutions developed or improved competency-based education and assessment, credit for prior learning, modularized and self-paced curricula, integrated education and workforce
development, dual enrollment in secondary and postsecondary career pathways, stacked and latticed credentials, and online and distance learning;

“(C) created alignment between eligible institutions and the workforce development system;

“(D) assisted individuals with finding, retaining, or advancing in employment;

“(E) assisted individuals with earning recognized postsecondary credentials; and

“(F) provided equal access to various demographic groups, including people of different geographic locations, ages, races, national origins, and sexes.

“(3) DESIGN REQUIREMENTS.—The evaluation under this subsection shall—

“(A) be designed by the Secretary (acting through the Chief Evaluation Officer) in conjunction with the eligible institutions being evaluated;

“(B) include analysis of program participant feedback and outcome and process measures; and
“(C) use designs that employ the most rigorous analytical and statistical methods that are reasonably feasible, such as the use of control groups.

“(4) DATA ACCESSIBILITY.—The Secretary shall make available on a publicly accessible website of the Department of Labor any data collected as part of the evaluation under this subsection. Such data shall be made available in an aggregated format that does not reveal personally identifiable information and that ensures compliance with relevant Federal laws, including section 444 of the General Education Provisions Act (commonly known as the ‘Family Educational Rights and Privacy Act of 1974’) (20 U.S.C. 1232g).

“(5) PUBLICATION AND REPORTING OF EVALUATION FINDINGS.—The Secretary (acting through the Chief Evaluation Officer) shall—

“(A) in accordance with the timeline determined to be appropriate by the Chief Evaluation Officer, publish an interim report on the preliminary results of the evaluation conducted under this subsection;

“(B) not later than 60 days after the date on which the evaluation is completed under this
subsection, submit to the Committee on Edu-
cation and the Workforce of the House of Rep-
resentatives and the Committee on Health, 
Education, Labor, and Pensions of the Senate 
a report on such evaluation; and

“(C) not later than 90 days after such 
completion date, publish and make the results 
of such evaluation available on a publicly acces-
sible website of the Department of Labor.

“(h) ANNUAL REPORTS.—The Secretary shall make 
available on a publicly accessible website of the Depart-
ment of Labor, in transparent, linked, open, and inter-
operable data formats, the following information:

“(1) The performance of eligible institutions on 
the capacity-building performance indicator set forth 
under subsection (f)(1)(B).

“(2) The performance of eligible institutions on 
the workforce development participant outcome per-
formance indicators set forth under subsection 
(f)(1)(C).

“(3) The number of individuals enrolled in 
workforce development programs funded with a 
grant under this section.

“(i) DEFINITIONS.—In this section:
“(1) COMMUNITY COLLEGE.—The term ‘community college’ means—

“(A) a public institution of higher education (as defined in section 101(a) of the Higher Education Act (20 U.S.C. 1001(a)), at which—

“(i) the highest degree awarded is an associate degree; or

“(ii) an associate degree is the most frequently awarded degree;

“(B) a branch campus of a 4-year public institution of higher education (as defined in section 101 of the Higher Education Act of 1965 (20 U.S.C. 1001)), if, at such branch campus—

“(i) the highest degree awarded is an associate degree; or

“(ii) an associate degree is the most frequently awarded degree;

“(C) a 2-year Tribal College or University (as defined in section 316(b)(3) of the Higher Education Act of 1965 (20 U.S.C. 1059e(b)(3))); or

“(D) a degree-granting Tribal College or University (as defined in section 316(b)(3) of
the Higher Education Act of 1965 (20 U.S.C. 1059e(b)(3))) at which—

“(i) the highest degree awarded is an associate degree; or

“(ii) an associate degree is the most frequently awarded degree.

“(2) ELIGIBLE INSTITUTION.—The term ‘eligible institution’ means—

“(A) a community college;

“(B) a postsecondary vocational institution (as defined in section 102(c) of the Higher Education Act of 1965 (20 U.S.C. 1002(c))); or

“(C) a consortium of such colleges or institutions.

“(j) SUPPLEMENT NOT SUPPLANT.—Funds made available under this section shall be used to supplement, and not supplant, other Federal, State, and local public funds made available for carrying out the activities described in this section.”.

SEC. 180. AUTHORIZATION OF APPROPRIATIONS.

Section 174 of the Workforce Innovation and Opportunity Act, as so redesignated, is amended—

(1) by redesignating subsections (e) and (f) as subsections (g) and (h), respectively; and
(2) by striking subsections (a) through (d) and inserting the following:

“(a) NATIVE AMERICAN PROGRAMS.—There are authorized to be appropriated to carry out section 166 (not including subsection (k) of such section) $61,800,000 for each of the fiscal years 2025 through 2030.

“(b) MIGRANT AND SEASONAL FARMWORKER PROGRAMS.—There are authorized to be appropriated to carry out section 167 $100,317,900 for each of the fiscal years 2025 through 2030.

“(c) TECHNICAL ASSISTANCE.—There are authorized to be appropriated to carry out section 168 $5,000,000 for each of the fiscal years 2025 through 2030.

“(d) EVALUATIONS AND RESEARCH.—There are authorized to be appropriated to carry out section 169 $12,720,000 for each of the fiscal years 2025 through 2030.

“(e) REENTRY PROGRAM.—There are authorized to be appropriated to carry out section 172 $115,000,000 for each of the fiscal years 2025 through 2030.

“(f) STRENGTHENING COMMUNITY COLLEGES PROGRAM.—There are authorized to be appropriated to carry out section 173 $65,000,000 for each of the fiscal years 2025 through 2030.”.
Subtitle F—Administration

SEC. 191. REQUIREMENTS AND RESTRICTIONS.

(a) Labor Standards.—Section 181(b) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3241(b)) is amended by adding at the end the following:

“(8) Consultation.—If an employer provides on-the-job training, incumbent worker training, or employer-directed skills development with funds made available under this title directly to employees of such employer that are subject to a collective bargaining agreement with the employer, the employer shall consult with the labor organization that represents such employees on the planning and design of such training or development.”.

(b) Relocation.—Section 181(d) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3241(d)) is amended by striking “incumbent worker training,” and inserting “incumbent worker training, employer-directed skills development,”.

SEC. 192. GENERAL WAIVERS OF STATUTORY OR REGULATORY REQUIREMENTS.

Section 189(i)(3)(A)(i) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3249(i)(3)(A)(i)) is amended by striking “procedures for review and approval of plans” and inserting “the procedures for review and
approval of plans, the performance reports described in section 116(d), and the requirement described in section 134(c)(1)(B)’’.

SEC. 193. STATE INNOVATION DEMONSTRATION AUTHORITY.

Section 190 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3250) is amended to read as follows:

“SEC. 190. STATE INNOVATION DEMONSTRATION AUTHORITY.

“(a) PURPOSE.—The purpose of this section is to—

“(1) authorize States to apply under this section, in the case of an eligible State, on behalf of the entire State, or for any State, on behalf of a local area or a consortium of local areas in the State, to receive the allotments or allocations of the State or the local areas, respectively, for youth workforce investment activities and adult and dislocated worker employment and training activities under this Act, as a consolidated grant for 5 years for the purpose of carrying out a demonstration project to pursue innovative reforms to achieve better outcomes for job-seekers, employers, and taxpayers; and

“(2) require that rigorous evaluations be conducted to demonstrate if better outcomes and associ-
ated innovative reforms were achieved as a result of such demonstration projects.

“(b) General Authority.—

“(1) Waivers and demonstration grant amounts.—Notwithstanding any other provision of law, during the demonstration period applicable to a demonstration project approved for a State pursuant to subsection (d)(3), the Secretary shall comply with each of the following:

“(A) Waivers.—Subject to paragraph (2), waive for the State as a whole, or for the local area or the consortium of local areas in such State selected by the State to carry out such demonstration project, all the statutory and regulatory requirements of subtitle A and subtitle B.

“(B) Demonstration grant amounts.—For each fiscal year applicable to such demonstration period:

“(i) State as a whole.—In a case of a State approved to carry out a demonstration project under this section on behalf of the State as a whole, distribute as a consolidated sum to the State, for purposes of carrying out the project, the
State’s total allotment for such fiscal year under—

“(I) subsections (b)(1)(C) and subsection (c) of section 127; and

“(II) paragraphs (1)(B) and (2)(B) of section 132(b); and

“(III) section 132(e).

“(ii) LOCAL AREA.—In a case of a local area selected by a State to carry out a demonstration project under this section, require the State to—

“(I) distribute as a consolidated sum to the local board for such local area, for purposes of carrying out the project, the local area’s allocation for such fiscal year under—

“(aa) subsections (b) and (c) of section 128; and

“(bb) subsections (b) and (c) of section 133; or

“(II) if the local board of the local area enters into a written agreement with the State for the State to serve as the fiscal agent for the local board during the demonstration
project, use the funds described in subclause (I) for purposes of carrying out the project on behalf of the local board.

“(iii) CONSORTIUM OF LOCAL AREAS.—In a case of a consortium of local areas selected by a State to carry out a demonstration project under this section, require the State to—

“(I) distribute as a consolidated sum to the consortium, for purposes of carrying out the project, the total amount of the allocations for the local areas in such consortium for such fiscal year under—

“(aa) subsections (b) and (c) of section 128; and

“(bb) subsections (b) and (c) of section 133; or

“(II) if the consortium enters into a written agreement with the State for the State to serve as the fiscal agent for the consortium during the demonstration project, use the funds described in subclause (I) for
purposes of carrying out the project on behalf of such consortium.

“(2) EXCEPTIONS.—

“(A) IN GENERAL.—A State, local area, or consortium of local areas carrying out a demonstration project under this section shall comply with statutory or regulatory requirements of this Act relating to—

“(i) performance accountability and reporting, except as otherwise provided in this section;

“(ii) the membership of local or State boards in instances where a State carrying out a demonstration project will maintain the use of such boards during the demonstration period; and

“(iii) the priority of service described in section 134(e)(3)(E).

“(B) APPLICABILITY OF DEFINED TERMS.—In carrying out a demonstration project under this section, a State, local area, or consortium of local areas may only use a term defined in section 3 to describe an activity carried out under such demonstration project if the State, local area, or consortium of local
areas gives such term the same meaning as such term is given under such section.

“(3) Authority for third-party evaluation.—

“(A) In general.—Not later than 180 days after the first demonstration project is approved under this section, the Secretary shall contract with a third-party evaluator to conduct a rigorous evaluation of each demonstration project approved under this section. The evaluation shall—

“(i) cover the 5-year period of each demonstration project;

“(ii) compare the employment and earnings outcomes of participants in activities carried out under the demonstration project to—

“(I) the outcomes of similarly situated individuals that do not participate in such activities who are located in such State, local area, or a local area in such consortium; and

“(II) the outcomes of participants in activities under this chapter in the State, local area, or a local area
in the consortium that was awarded a waiver prior to the award of such waiver;

“(iii) conduct a qualitative analysis that identifies any promising practices or innovate strategies that—

“(I) would not have been conducted without the waiving of statutory or regulatory provisions through the demonstration project; and

“(II) lead to positive employment and earnings outcomes for the participants; and

“(iv) compare the outcomes for sub-clauses (I) and (II) of clause (i) with respect to the subpopulations described in section 116(d)(2)(B).

“(B) REPORT.—Not later than 2 years after the fifth year of each demonstration project approved under this section, the Secretary shall submit to the Committee on Education and the Workforce of the House of Representatives and the Committee on Health, Education, Labor, and Pensions, the results of
the evaluation of such conducted under this paragraph.

“(c) **Demonstration Period; Limitations.**—

“(1) **In general.**—A demonstration project approved under this section for a State, local area, or consortium—

“(A) shall be carried out for a 5-year demonstration period; and

“(B) may be renewed for an additional 5-year demonstration period, if the State, local area, or consortium—

“(i) for each of the final 3 years of the preceding 5-year demonstration period, meets its expected levels of performance established under subsection (f)(1)(C); and

“(ii) on the final year of the preceding 5-year demonstration period, achieves a performance improvement of not less than an average of a 5-percent increase across all of the indicators of performance described in clauses (i) and (ii) of subsection (f)(1)(A), compared with—

“(I) the highest level of performance for the corresponding indicators of performance, as described in sub-
section (f)(1)(B)(i) with respect to such State, for the most recent program year that ended prior to the beginning of the first year of the preceding 5-year demonstration period;
or

“(II) the alternate baseline level of performance for the corresponding indicators of performance that is agreed upon between the State and the Secretary under subsection (f)(1)(B)(ii).

“(2) LIMITATIONS.—

“(A) DEMONSTRATION PERIOD LIMITATIONS.—For each 5-year demonstration period (including renewals of such period) the Secretary may not approve—

“(i) more than 4 demonstration projects for States described in paragraph (3) to carry out a demonstration project described in subsection (b)(1)(B)(i); and

“(ii) more than 6 demonstration projects for local areas (or consortia of local areas) to carry out a demonstration
project described in clause (ii) or (iii) of subsection (b)(1)(B).

“(B) STATE LIMITATIONS.—No more than 1 demonstration project may be approved under this section per State. For purposes of this subparagraph, a demonstration project described in clause (ii) or (iii) of subsection (b)(1)(B) approved for a local area or a consortium of local areas, respectively, in a State shall be considered a demonstration project approved under this section for the State.

“(3) ELIGIBLE STATES.—The Secretary may not approve a demonstration project for a State as a whole described in subsection (b)(1)(B)(i) unless, at the time of submission of the application, such State is—

“(A) a State designated as a single State local area; or

“(B) a State with—

“(i) a labor force participation rate that is less than 60 percent for the most recent program year; and

“(ii) a population of less than 6,000,000, as determined by the most recent data released by the Census Bureau.
“(d) APPLICATION.—

“(1) IN GENERAL.—To be eligible to carry out a demonstration project under this section, a State shall submit to the Secretary an application at such time and in such manner as the Secretary may reasonably require, and containing the information described in paragraph (2).

“(2) CONTENT.—Each application submitted by a State under this subsection shall include the following:

“(A) A description of the demonstration project to be carried out under this section, including—

“(i) whether the project will be carried out—

“(I) by the State as a whole;

“(II) by a local area, and if so—

“(aa) an identification of—

“(AA) such local area;

“(BB) whether the local board for such local area is the fiscal agent for the project, or whether the local board has entered into a written agreement with
the State for the State to
serve as the fiscal agent during the project; and

“(bb) written verification from the local board for such local area that such local board agrees—

“(AA) to carry out such project; and

“(BB) to the fiscal agent identified in item (aa)(BB); and

“(III) by a consortium of local areas in the State, and if so—

“(aa) an identification of—

“(AA) each local area that comprises the consortium; and

“(BB) the local area that will serve as the fiscal agent for the consortium during the project, or whether the consortium has entered into a written agreement with the State for the
State to serve as the fiscal agent; and

“(bb) written verification from each local board of each local area identified in item (aa)(AA) that such local board agrees—

“(AA) to carry out such project as a consortium; and

“(BB) to the fiscal agent for the consortium identified in item (aa)(BB);

“(ii) a description of the activities to be carried out under the project; and

“(iii) the goals the State, local area, or consortium intends to achieve through such activities, which shall be aligned with purpose described in subsection (a).

“(B) A description of the performance outcomes the State, the local area, or consortium expects to achieve for such activities for each year of the demonstration period as described in subsection (f)(1).

“(C) A description of how the State, local area, or consortium consulted with employers,
the State board, and the local boards in the State in determining the activities to carry out under the demonstration project.

“(D) A description of how the State will make such activities available to jobseekers and employers in each of the local areas in the State or, in a case of a project that will be carried out by a local area or a consortium, a description of how such services will be made available to jobseekers and employers in such local area or each of the local areas in the consortium.

“(E) A description, if appropriate, of how the State, local area, or consortium will integrate the funds received, and the activities carried out, under the demonstration project under this section with State workforce development programs and other Federal, State, or local workforce, education, or social service programs (including the programs and activities listed in section 103(a)(2), the program of adult education and literacy activities authorized under title II, and the program authorized under title I of the Rehabilitation Act of 1973 (29 U.S.C. 720 et seq.)).
“(F) An assurance that the State, local area, or consortium will meet the requirements of this section.

“(3) SECRETARIAL APPROVAL.—

“(A) IN GENERAL.—Not later than 60 days after the date on which a State submits an application under this subsection, the Secretary shall—

“(i) in a case in which the application meets the requirements of this section and is not subject to the limitations described in subsection (c)(2), approve such application and the demonstration project described in such application; or

“(ii) provide to the State a written explanation of initial disapproval that meets the requirements of subparagraph (C).

“(B) DEFAULT APPROVAL.—With respect to an application submitted by a State under this subsection that is not subject to the limitations described in subsection (c), if the Secretary fails to approve such application or provide an explanation of initial disapproval for such application as required under subparagraph (A), the application and the demonstra-
tion project described in such application shall be deemed approved by the Secretary.

“(C) INITIAL DISAPPROVAL.—An explanation of initial disapproval provided by the Secretary to a State under subparagraph (A)(ii) shall provide the State—

“(i) a detailed explanation of why the application does not meet the requirements of this section; and

“(ii) if the State is not subject to the limitations described in subsection (c), an opportunity to revise and resubmit the State’s application under this section.

“(e) STATE DEMONSTRATION PROJECT REQUIREMENTS.—A State, local area, or consortium that has been approved to carry out a demonstration project under this section shall meet each of the following requirements:

“(1) USE OF FUNDS.—Use the funds received pursuant to subsection (b)(1)(B) solely to carry out the activities of the demonstration project to achieve the goals described in subsection (d)(2)(A).

“(2) ADMINISTRATIVE COSTS LIMITATION.—Use not more than 10 percent of the funds received pursuant to subsection (b)(1)(B) for a fiscal year for
the administrative costs of carrying out the demonstration project.

“(3) PRIORITY FOR SERVICES.—Give priority for services under the project to veterans and their eligible spouses in accordance with the requirements of section 4215 of title 38, United States Code, recipients of public assistance, low-income individuals, and individuals who have foundational skills needs.

“(4) NUMBER OF PARTICIPANTS.—Serve a number of participants under the activities of the demonstration project for each year of the demonstration period that—

“(A) is greater than the number of participants served by such State, local area, or consortium under the programs described in subparagraph (A) of the definition of the term ‘core program provision’ under section 3 for the most recent program year that ended prior to the beginning of the first year of the demonstration period; or

“(B) is not less than the number of participants to be served under the activities of the demonstration project that is agreed upon between the State, local area, or consortium, and the Secretary—
“(i) prior to the Secretary’s approval of the application submitted under subsection (d); and

“(ii) after the Secretary takes into account—

“(I) the goals the State, local area, or consortium intends to achieve through the demonstration project; and

“(II) the participants the State, local area, or consortium intends to serve under such project; and

“(iii) prior to approval of the application submitted under subsection (d).

“(5) REPORTING OUTCOMES.—Submit, on an annual basis, to the Secretary a report, with respect to such State, local area, or consortium, on—

“(A) participant outcomes for each indicator of performance described in subsection (f)(1)(A) for the activities carried out under the project; and

“(B) the applicable requirements of section 116(d)(2), including subparagraphs (B) through (G) and subparagraph (J), as such
subparagraphs are applicable to activities under
the demonstration project.

“(6) Compliance with certain existing re-
quirements.—Comply with the statutory or regu-
latory requirements listed in subsection (b)(2).

“(f) Performance Accountability.—

“(1) Establishment of baseline level
for performance.—

“(A) In general.—Each State shall de-
scribe in the application submitted under sub-
section (d), for each year of the demonstration
period—

“(i) with respect to participants who
are at least 25 years old, the expected lev-
els of performance for each of the indica-
tors of performance under section
116(b)(2)(A)(i) for the activities carried
out under the project under this section,
which shall meet the requirements of sub-
paragraph (B); and

“(ii) with respect to participants who
are at least 16 years old and no older than
24 years old, the expected levels of per-
formance for each of the indicators of per-
formance under section 116(b)(2)(A)(ii)
for the activities carried out under the
project under this section, which shall meet
the requirements of subparagraph (B).

“(B) 5TH YEAR.—Each of the expected
levels of performance established pursuant to
subparagraph (A) for each of the indicators of
performance for the 5th year of the demonstra-
tion period shall be higher than—

“(i) the highest level of performance
for the corresponding indicator of perform-
ance for the programs described in sub-
paragraph (A) of the definition of the term
‘core program provisions’ under section 3
for the most recent program year for such
State that ended prior to the beginning of
the first year of the demonstration period;
or

“(ii) an alternate baseline level of per-
formance that is agreed upon between the
State and the Secretary—

“(I) prior to the Secretary’s ap-
proval of the application submitted
under subsection (d); and

“(II) after the Secretary takes
into account—
“(aa) the goals the State intends to achieve through the demonstration project; and

“(bb) the participants the State intends to serve under such project.

“(C) AGREED LEVEL FOR PERFORMANCE ON EXPECTED LEVELS OF PERFORMANCE.— Prior to approving an application for a demonstration project submitted by a State, and using the expected levels of performance described in such application, the Secretary shall reach an agreement with such State on the expected levels of performance for each of the indicators of performance. In reaching an agreement on such expected levels of performance, the Secretary and the State may consider the factors described in section 116(b)(3)(A)(v).

“(2) SANCTIONS.—

“(A) IN GENERAL.—The sanctions described in section 116(f)(1)(B) shall apply to a State, local area, or consortium beginning on the 3rd year of the demonstration period for such State, local area, or consortium, except
that the levels of performance established under subsection (f)(1)(C) of this section shall be—

“(i) deemed to be the State negotiated levels of performance for purposes of this paragraph; and

“(ii) adjusted at the end of each program year to reflect the actual characteristics of participants served and the actual economic conditions experienced using a statistical adjustment model similar to the model described in section 116(b)(3)(A)(viii).

“(B) INELIGIBILITY FOR RENEWAL.—A State, local area, or consortium that is subject to such sanctions shall be ineligible to renew its demonstration period under subsection (c).

“(3) IMPACT OF LOCAL OR CONSORTIUM DEMONSTRATIONS ON STATEWIDE ACCOUNTABILITY.—With respect to a State with an approved demonstration project for a local area or consortium of local areas in the State—

“(A) the performance of such local area or consortium for the programs described in subparagraph (A) of the definition of the term ‘core program provision’ under section 3 shall
not be included in the levels of performance for
such State for any of such programs for pur-
poses of section 116 for any program year that
is applicable to any year of the demonstration
period; and

“(B) with respect to any local areas of the
State that are not part of the demonstration
project, the State shall reach a new agreement
with the Secretary, for purposes of section
116(b)(3)(A), on levels of performance for such
programs for such program years.

“(g) TERMINATION.—Except as provided under sub-
section (c)(1)(B), the Secretary may not approve a dem-
onstration project after December 31, 2030.”.

TITLE II—ADULT EDUCATION
AND LITERACY

SEC. 201. PURPOSE.

Section 202 of the Workforce Innovation and Oppor-
tunity Act (29 U.S.C. 3271) is amended—

(1) in paragraph (1), by inserting “(including
digital literacy skills)” before “necessary”; and

(2) in paragraph (4), by striking “English lan-
guage learners” and inserting “English learners”.

March 11, 2024 (11:43 a.m.)
SEC. 202. DEFINITIONS.

Section 203 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3272) is amended—

(1) in paragraph (1)—

(A) in subparagraph (A), by inserting “listen,” after “write,”;

(B) in subparagraph (B), by striking “and” at the end;

(C) by redesignating subparagraph (C) as subparagraph (D); and

(D) by inserting after subparagraph (B) the following:

“(C) develop and use digital literacy skills; and”;

(2) by redesignating paragraphs (3) through (17) as paragraphs (4) through (18), respectively;

(3) by inserting after paragraph (2) the following:

“(3) DIGITAL LITERACY SKILLS.—The term ‘digital literacy skills’ means the skills associated with using existing and emerging technologies to find, evaluate, organize, create, communicate information, and to complete tasks.”;

(4) in paragraph (5)(C) (as so redesignated)—

(A) by striking clause (i) and inserting the following:
“(i) has foundational skills needs;”;

and

(B) in clause (iii), by striking “English language learner” and inserting “English learner”;

(5) in paragraph (7)(A) (as so redesignated), by striking “English language learners” and inserting “English learners”;

(6) in paragraph (8) (as so redesignated)—

(A) in the paragraph header, by striking “LANGUAGE”; and

(B) in the matter preceding subparagraph (A), by striking “English language learner” and inserting “English learner”;

(7) in the matter preceding subparagraph (A) in paragraph (10) (as so redesignated), by inserting “and educational” after “the economic”;

(8) in paragraph (13) (as so redesignated)—

(A) by striking “English language learners” and inserting “English learners”; and

(B) by striking “workforce training” and inserting “skills development, preparation for postsecondary education or employment, and financial literacy instruction”; and

(9) in paragraph (14) (as so redesignated)—
(A) by striking “and solve” and inserting “solve”; and
(B) by inserting “and use digital technology,” after “problems.”

SEC. 203. AUTHORIZATION OF APPROPRIATIONS.
Section 206 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3275) is amended to read as follows:

“SEC. 206. AUTHORIZATION OF APPROPRIATIONS.
There are authorized to be appropriated to carry out this title $751,042,100 for each of the fiscal years 2025 through 2030.”.

SEC. 204. SPECIAL RULE.
Section 211(e)(3) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3291(e)(3)) is amended by striking “period described in section 3(45)” and inserting “period described in subparagraph (B) of the definition of the term ‘outlying area’ in section 3”.

SEC. 205. PERFORMANCE ACCOUNTABILITY SYSTEM.
Section 212 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3292) is amended by striking “section 116.” and inserting “section 116, except that the indicator described in subsection (b)(2)(A)(i)(VI) of such section shall be applied as if it were the percentage of program participants who exited the program during the pro-
gram year and completed an integrated education and training program.”.

SEC. 206. MATCHING REQUIREMENT.

Section 222(b) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3302(b)) is amended by adding at the end the following:

“(3) PUBLIC AVAILABILITY OF INFORMATION ON MATCHING FUNDS.—Each eligible agency shall maintain, on a publicly accessible website of such agency and in an easily accessible format, information documenting the non-Federal contributions made available to adult education and family literacy programs pursuant to this subsection, including—

“(A) the sources of such contributions, except that in the case of private contributions, names of the individuals or entities providing such contributions may not be disclosed; and

“(B) in the case of funds made available by a State or outlying area, an explanation of how such funds are distributed to eligible providers.”.

SEC. 207. STATE LEADERSHIP ACTIVITIES.

Section 223(a) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3303(a)) is amended—

(1) in paragraph (1)—
(A) in subparagraph (A), by striking “activities.” and inserting “activities and the identification of opportunities to coordinate with activities supported under the Carl D. Perkins Career and Technical Education Act of 2006 (20 U.S.C. 2301 et seq.) to expand integrated education and training programs.”;

(B) in subparagraph (C)—

(i) in clause (ii), by striking “and” at the end;

(ii) in clause (iii), by striking the period at the end and inserting “; and”; and

(iii) by adding at the end the following:

“(iv) assistance in reporting participant outcomes for the performance accountability system described in section 212, including facilitating partnerships with the appropriate State entities to conduct matches with State administrative data (such as wage records) to determine program performance on the indicators of performance described in subclauses (I) through (III) of section 116(b)(2)(A)(i).”;}
(C) by redesignating subparagraph (D) as subparagraph (F); and

(D) by inserting after subparagraph (C) the following:

“(D) The development or identification (which may be done in coordination with other States) of instructional materials that—

“(i) are designed to meet the needs of adult learners and English learners;

“(ii) to the extent practicable, are evidence-based; and

“(iii) will improve the instruction provided pursuant to the local activities required under section 231(b).

“(E) The dissemination of instructional materials described in subparagraph (D) to eligible providers to improve the instruction provided pursuant to the local activities required under section 231(b), including instructional materials that—

“(i) were developed for integrated education and training in an in-demand industry or occupation within the State; and
“(ii) lead to English language acquisition, a recognized postsecondary credential, or both.”; and

(2) in paragraph (2)—

(A) in subparagraph (I)(i)—

(i) by striking “mathematics, and English” and inserting “mathematics, English”; and

(ii) by striking “acquisition;” and inserting “acquisition, and digital literacy skills;”;

(B) in subparagraph (J), by striking “retention.” and inserting “retention, such as the development and maintenance of policies for awarding recognized postsecondary credentials to adult educators who demonstrate effectiveness at improving the achievement of adult students.”;

(C) in subparagraph (K), by striking “English language learners,” and inserting “English learners,”;

(D) by redesignating subparagraph (M) as subparagraph (P); and

(E) by inserting after subparagraph (L) the following:
“(M) Performance incentive payments to eligible providers, including incentive payments linked to increased use of integrated employment and training or other forms of instruction linking adult education with the development of occupational skills for an in-demand occupation in the State.

“(N) Strengthening the quality and effectiveness of adult education and family literacy programs in the State through support for program quality standards and accreditation requirements.

“(O) Raising public awareness (including through public service announcements, such as social media campaigns) about career and technical education programs and community-based organizations, and other endeavors focused on programs that prepare individuals for in-demand industry sectors or occupations.”.

SEC. 208. PROGRAMS FOR CORRECTIONS EDUCATION AND OTHER INSTITUTIONALIZED INDIVIDUALS.

Section 225 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3305)) is amended—

(1) by redesignating subsections (d) and (e) as subsections (e) and (f), respectively; and
(2) by inserting after subsection (e) the follow-

ing:

“(d) COORDINATION.—Each eligible agency that is
using assistance provided under this section to carry out
a program for criminal offenders within a correctional in-
stitution shall—

“(1) coordinate such educational programs with
career and technical education activities provided to
individuals in State institutions from funds reserved
under section 112(a)(2)(A) of the Carl D. Perkins
Career and Technical Education Act of 2006 (20
U.S.C. 2322(a)(2)(A)); and

“(2) identify opportunities to develop integrated
education and training opportunities for such indi-
viduals.”.

SEC. 209. GRANTS AND CONTRACTS FOR ELIGIBLE PRO-
VIDERS.

Section 231 of the Workforce Innovation and Oppor-
tunity Act (29 U.S.C. 3321) is amended—

(1) in subsection (e)—

(A) in paragraph (1)(B)(ii), by striking

“English language learners” and inserting

“English learners”;

(B) in paragraph (5)—
(i) in subparagraph (A), by striking “and” at the end;

(ii) in subparagraph (B), by adding “and” at the end; and

(iii) by adding at the end the following:

“(C) uses instructional materials that are designed to meet the needs of adult learners and English learners and are evidence-based (to the extent practicable), which may include, but shall not be required to include, the instructional materials disseminated by the State under section 223(a)(1)(D);”;

(C) in paragraph (6)—

(i) by striking “speaking,” and inserting “speaking and listening,”; and

(ii) by inserting before the semicolon at the end the following: “, which may include the application of the principles of universal design for learning”; and

(2) by adding at the end the following:

“(f) COST ANALYSIS.—In determining the amount of funds to be awarded in grants or contracts under this section, the eligible agency may consider the costs of providing learning in context, including integrated education
and training and workplace adult education and literacy activities, and the extent to which the eligible provider intends to serve individuals using such activities, in order to align the amount of funds awarded with such costs.”.

SEC. 210. LOCAL APPLICATION.

Section 232 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3322) is amended—

(1) in paragraph (4), by inserting “and coordinate with the appropriate State entity” after “data”;

(2) in paragraph (6), by striking “and” at the end;

(3) by redesignating paragraph (7) as paragraph (8); and

(4) by inserting after paragraph (6) the following:

“(7) a description of how the eligible provider will provide learning in context, including through partnerships with employers to offer workplace adult education and literacy activities and integrated education and training; and”.

SEC. 211. LOCAL ADMINISTRATIVE COST LIMITS.

Section 233(a) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3323(a)) is amended—

(1) in paragraph (1), by striking “95” and inserting “85”; and
(2) by amending paragraph (2) to read as follows:
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“(2) of the remaining amount—

“(A) not more than 10 percent may be used for professional development for adult educators; and

“(B) not more than 5 percent shall be used for planning, administration (including carrying out the requirements of section 116), professional development of administrative staff, and the activities described in paragraphs (3) and (5) of section 232.”.
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SEC. 212. NATIONAL LEADERSHIP ACTIVITIES.

Section 242 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3332) is amended—

(1) in subsection (b)(1), by striking “116;” and inserting “116, including the dissemination of effective practices used by States to use administrative data to determine program performance and reduce the data collection and reporting burden on eligible providers;”;

(2) in paragraphs (1)(B) and (2)(C)(vii)(I) of subsection (c), by striking “English language learners” and inserting “English learners”; and

(3) in subsection (c)(2)—
(A) in subparagraph (F), by striking “and” at the end;

(B) by redesignating subparagraph (G) as subparagraph (I); and

(C) by inserting after subparagraph (F) the following:

“(G) developing and rigorously evaluating programs for the preparation of effective adult educators and disseminating the results of such evaluations;

“(H) carrying out initiatives to support the effectiveness and impact of adult education, that States may adopt on a voluntary basis, through—

“(i) the development and dissemination of staffing models that prioritize demonstrated effectiveness and continuous improvement in supporting the learning of adult students; and

“(ii) the evaluation and improvement of program quality standards and accreditation requirements; and”.

SEC. 213. INTEGRATED ENGLISH LITERACY AND CIVICS EDUCATION.

Section 243(c)(1) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3333(c)(1)) is amended by striking “English language learners” and inserting “English learners”.

TITLE III—AMENDMENTS TO OTHER LAWS

SEC. 301. AMENDMENTS TO THE WAGNER-PEYSER ACT.

(a) DEFINITIONS.—Section 2(5) of the Wagner-Peyser Act (29 U.S.C. 49a(5)) is amended by inserting “the Commonwealth of the Northern Mariana Islands, American Samoa,” after “Guam,”.

(b) UNEMPLOYMENT COMPENSATION LAW REQUIREMENT.—Section 5(b)(1) of such Act is amended by inserting “the Commonwealth of the Northern Mariana Islands, American Samoa,” after “Guam,”.

(c) ALLOTMENTS.—Section 6 of such Act (29 U.S.C. 49e) is amended—

(1) in subsection (a)—

(A) by striking “except for Guam” and inserting “except for Guam, the Commonwealth of the Northern Mariana Islands, and American Samoa”;

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(B) by striking “first allot to Guam and the Virgin Islands” and inserting the following: “first allot—
   “(1) to Guam and the Virgin Islands”;
   (C) by striking the period at the end and inserting “; and”; and
   (D) by adding at the end the following:
   “(2) beginning with the first fiscal year for which the total amount available for allotments under this section is greater than the total amount available for allotments under this section for fiscal year 2024, and for each succeeding fiscal year, to each of the Commonwealth of the Northern Mariana Islands and American Samoa, an amount which is equal to one-half of the amount allotted to Guam under paragraph (1) for such fiscal year.”; and
   (2) in subsection (b)(1), in the matter following subparagraph (B), by inserting “, the Commonwealth of the Northern Mariana Islands, American Samoa,” after “Guam”.
(d) USE OF FUNDS.—Section 7 of such Act (29 U.S.C. 49f) is amended—
   (1) in subsection (a)(1), by striking “and referral to employers” and inserting “referral to employers, and the services described in section
134(c)(2)(A)(ii) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(c)(2)(A)(ii)) when provided by the employment service office colocated with the one-stop delivery system”; and

(2) in subsection (e), by inserting before the period at the end the following: “and in accordance with the requirements of section 134(c)(2)(A)(i)(I) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(c)(2)(A)(i)(I))”.

e) WORKFORCE AND LABOR MARKET INFORMATION SYSTEM.—Section 15 of such Act (29 U.S.C. 491–2) is amended—

(1) in subsection (a)(1)—

(A) in subparagraph (A)—

(i) in the matter preceding clause (i), by striking “timely manner” and inserting “manner that is as close to real-time as practicable”;

(ii) in clause (i), by striking “part-time, and seasonal workers” and inserting “part-time, contingent, and seasonal workers, and workers engaged in alternative employment arrangements”;
(iii) by redesignating clauses (iii) and (iv) as clauses (iv) and (v), respectively; and

(iv) by inserting after clause (ii), the following:

“(iii) real-time trends in new and emerging occupational roles, and in new and emerging skills by occupation and industry, with particular attention paid to State and local conditions;”;

(B) in subparagraph (B)(i), by inserting “(including, to the extent practicable, real-time)” after “current”; and

(C) in subparagraph (G), by striking “user-friendly manner and” and inserting “manner that is available on-demand and is user-friendly,”;

(2) in subsection (b)(2)(F)—

(A) in clause (i), by striking “; and” and inserting “(including, to the extent practicable, provided in real time);”;

(B) by redesignating clause (ii) as clause (iii); and

(C) by inserting after clause (i), as so amended, the following:
“(ii) the capabilities of digital technology and modern data collection approaches are effectively utilized; and”; and

(3) by amending subsection (g) to read as follows:

“(g) AUTHORIZATION OF APPROPRIATIONS.—There are authorized to be appropriated to carry out this section $64,532,600 for each of the fiscal years 2025 through 2030.”.

SEC. 302. JOB TRAINING GRANTS.

Section 414(c) of the American Competitiveness and Workforce Improvement Act of 1998 (29 U.S.C. 3224a) is amended to read as follows:

“(c) JOB TRAINING GRANTS.—

“(1) ALLOTMENT.—

“(A) IN GENERAL.—Of the funds available under section 286(s)(2) of the Immigration and Nationality Act (8 U.S.C. 1356(s)(2)), the Secretary of Labor shall—

“(i) return permanently 12 percent of such amounts in each fiscal year to the general fund of the Treasury; and

“(ii) of the remainder, make allotments to each State that receives an allotment under section 132(b) of the Work-
force Innovation and Opportunity Act (29 U.S.C. 3172) for the purpose of providing training services through individual training accounts for eligible dislocated workers as described in paragraph (2)(A).

“(B) RESERVATION; ALLOTMENT AMONG STATES.—

“(i) RESERVATION.—From the amount made available under subparagraph (A)(ii) for a fiscal year, the Secretary shall reserve not more than ¼ of 1 percent of such amount to provide assistance to the outlying areas for the purpose described in paragraph (2)(A).

“(ii) ALLOTMENT AMONG STATES.—

The Secretary shall use the remainder of the amount made available under subparagraph (A)(ii) for a fiscal year to make allotments to States described in such subparagraph on the following basis:

“(I) 33 and ⅓ percent shall be allotted on the basis of the relative number of unemployed individuals in each such State, compared to the total
number of unemployed individuals in all such States.

“(II) 33 and ⅓ percent shall be allotted based on the relative number of disadvantaged adults in each such State, compared to the total number of disadvantaged adults in all such States.

“(III) 33 and ⅓ percent shall be allotted on the basis of the relative number of individuals in the civilian labor force in each such State, compared to the total number in the civilian labor force in all such States.

“(iii) Disadvantaged Adult Defined.—For purposes of this subparagraph and subparagraph (C), the term ‘disadvantaged adult’ has the meaning given such term in section 132(b)(1)(B)(v)(IV) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3172(b)(1)(B)(v)(IV)).

“(iv) Reallocation.—

“(I) In General.—The Secretary of Labor shall, in accordance
with this clause, reallocate to eligible States amounts that are made available to States from allotments made under this subparagraph (referred to individually in this subsection as a ‘State allotment’) and that are available for reallocation.

“(II) AMOUNT.—The amount available for reallocation for a program year is equal to the amount by which the unobligated balance of the State allotment, at the end of the program year prior to the program year for which the determination under this subclause is made, exceeds 20 percent of such allotment for the prior program year.

“(III) REALLOTMENT.—In making reallocations to eligible States of amounts available pursuant to subclause (II) for a program year, the Secretary shall allot to each eligible State an amount based on the relative amount of the State allotment for the program year for which the deter-
mination is made, as compared to the total amount of the State allotments for all eligible States for such program year.

“(IV) Eligibility.—For purposes of this subsection, an eligible State means a State that does not have an amount available for reallocation under subclause (II) for the program year for which the determination under subclause (II) is made.

“(C) Within State allocations.—

“(i) In general.—The Governor shall allocate the funds allotted to the State under subparagraph (B)(ii) for a fiscal year to the local areas in the State on the following basis:

“(I) 33 and ⅓ percent of the funds on the basis described in subparagraph (B)(ii)(I).

“(II) 33 and ⅓ percent of the funds on the basis described in subparagraph (B)(ii)(II).
“(III) 33 and 1⁄3 percent of the funds on the basis described in sub-
paragraph (B)(ii)(III).

“(ii) APPLICATION.—For purposes of carrying out clause (i)—

“(I) references in subparagraph (B)(ii) to a State shall be deemed to be references to a local area; and

“(II) references in subparagraph (B)(ii) to all States shall be deemed to be references to all local areas in the State involved.

“(iii) REALLOCATION AMONG LOCAL AREAS.—

“(I) IN GENERAL.—The Governor may, in accordance with this clause and after consultation with the State board, reallocate to eligible local areas within the State amounts that are made available to local areas from allocations made under this subparagraph (referred to individually in this subsection as a ‘local allocation’) and that are available for reallocation.
“(II) AMOUNT.—The amount available for reallocation for a program year is equal to the amount by which the unobligated balance of the local allocation, at the end of the program year prior to the program year for which the determination under this subclause is made, exceeds 20 percent of such allocation for the prior program year.

“(III) REALLOCATION.—In making reallocations to eligible local areas of amounts available pursuant to subclause (II) for a program year, the Governor shall allocate to each eligible local area within the State an amount based on the relative amount of the local allocation for the program year for which the determination is made, as compared to the total amount of the local allocations for all eligible local areas in the State for such program year.

“(IV) ELIGIBILITY.—For purposes of this subsection, an eligible
local area means a local area that does not have an amount available for reallocation under subclause (II) for the program year for which the determination under subclause (II) is made.

“(2) USE OF FUNDS.—

“(A) IN GENERAL.—Funds allocated pursuant to paragraph (1) to a local area shall be used to pay, through the use of an individual training account in the accordance with section 134(c)(3)(F)(iii) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(c)(3)(F)(iii)), an eligible provider of training services from the list of eligible providers of training services described in section 122(d) of such Act (29 U.S.C. 3152(d)) for training services provided to eligible dislocated workers in the local area.

“(B) REQUIREMENTS FOR LOCAL AREAS.—As a condition of receipt of funds under paragraph (1), a local area shall agree to each of the following:

“(i) REQUIRED NOTICE TO WORKERS.—Prior to an eligible dislocated work-
er selecting a program of training services from the list of eligible providers of training services under section 122(d) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3152(d)), the local area shall inform such dislocated worker of any opportunities the dislocated worker may have to participate in on-the-job training or employer-directed skills development funded through such local area.

“(ii) AMOUNTS AVAILABLE.—Except as provided in clause (iv)(II), a local area—

“(I) may not limit the maximum amount available for an individual training account for an eligible dislocated worker under subparagraph (A) to an amount that is less than $5,000; and

“(II) may not pay an amount, through the use of an individual training account under subparagraph (A), for training services provided to an eligible dislocated worker that exceeds the costs of such services.
“(iii) WIOA FUNDS.—A local area may not use funds made available to the local area for a fiscal year pursuant to section 134(c)(1)(B) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(c)(1)(B)) to make payments under subparagraph (A) until the funds allocated to the local area pursuant to paragraph (1) of this subsection for such fiscal year have been exhausted.

“(iv) EXHAUSTION OF ALLOCATIONS.—Upon the exhaustion of the funds allocated to the local area pursuant to paragraph (1) of this subsection, for the purpose of paying, through the use of individual training accounts under subparagraph (A), the costs of training services for eligible dislocated workers in the local area seeking such services, the local area—

“(I) shall use any funds made available to the local area pursuant to section 134(c)(1)(B) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(c)(1)(B)) to pay for such costs under subparagraph (A) (other
than any costs that exceed the limit set by the local area pursuant to subclause (II)); and

“(II) for any eligible dislocated worker who is not a low-income individual, may limit the maximum amount available for the individual training account under subparagraph (A) for such worker to an amount that is less than $5,000.

“(3) ELIGIBLE DISLOCATED WORKER.—A dislocated worker shall be an eligible dislocated worker for purposes of this subsection if the dislocated worker—

“(A) meets the requirements under section 134(c)(3)(A)(i) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(c)(3)(A)(i)) to be eligible for training services;

“(B) has not received training services through an individual training account under this subsection or under section 134(c)(3)(F)(iii) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(c)(3)(F)(iii)) during the preceding 5-year
period or, if such a worker has received such
training services during such period, the worker
has been granted an exception by the local area
due to an exceptional circumstance, as deter-
mined by the local area; and

“(C) is not subject to any limitations es-
tablished by the local area or State involved
pursuant to paragraph (4), which would dis-
qualify such dislocated worker from being an el-
igible dislocated worker under this subsection.

“(4) STATE OR LOCAL AREA LIMITATIONS.—A
State or local area may establish limitations on the
eligibility of an otherwise eligible dislocated worker
who has previously received training services through
an individual training account under this subsection
or under section 134(c)(3)(F)(iii) of the Workforce
Innovation and Opportunity Act (29 U.S.C.
3174(c)(3)(F)(iii)) to receive a subsequent individual
training account under this subsection.

“(5) EXCESS DEMAND.—Upon the exhaustion
of the funds allocated to a local area pursuant to
paragraph (1) of this subsection and any funds that
may be available to such local area pursuant to sec-
section 134(c)(1)(B) of the Workforce Innovation and
Opportunity Act (29 U.S.C. 3174(c)(1)(B)) for the
purpose described in paragraph (2)(A) of this sub-
section, the local area—

“(A) may request additional funds for such
purpose from the Governor under section
134(a)(2)(A)(i)(III) of the Workforce Innova-
tion and Opportunity Act (29 U.S.C.
3174(a)(2)(A)(i)(III)); and

“(B) shall not be required to pay for train-
ing services or establish an individual training
account for an eligible dislocated worker.

“(6) DEFINITIONS.—Except as otherwise speci-
fied, a term used in this subsection shall have the
meaning given such term in section 3 of the Work-
force Innovation and Opportunity Act (29 U.S.C.
3102).

“(7) RULE OF CONSTRUCTION.—Nothing in
this subsection shall be construed to provide an indi-
vidual with an entitlement to a service under this
subsection or under title I of the Workforce Innova-
tion and Opportunity Act (29 U.S.C. 3111 et seq.)
or to mandate a State or local area to provide a
service if Federal funds are not available for such
service.”.
SEC. 303. ACCESS TO NATIONAL DIRECTORY OF NEW HIRES.

Section 453(j)(8) of the Social Security Act (42 U.S.C. 653(j)(8)) is amended—

(1) in subparagraph (A)—

(A) by inserting “or conducting the reporting and evaluation activities required under section 116 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3141)” after “State law”; and

(B) by striking “such program” and inserting “such programs”; and

(2) in subparagraph (C)(i), by striking “purposes of administering a program referred to” and inserting “the purposes specified”.
