

COMMONWEALTH of VIRGINIA

Office of the Governor

Michael J. Schewel Secretary of Commerce and Trade

November 19, 2004

The Honorable Vincent F. Callahan, Jr. Chairman, House Committee on Appropriations P.O. Box 1173 McLean, Virginia 22101

The Honorable John H. Chichester Chairman, Senate Committee on Finance P.O. Box 904 Fredericksburg, Virginia 22404

Dear Delegate Callahan and Senator Chichester:

I am writing pursuant to the requirements of Item 129 D of the Appropriations Act (Special Session I, 2004) to report on any unexpended Workforce Investment Act funds returned from local Workforce Investment Boards.

Local Workforce Investment Boards have up to two years to expend funds. If those funds are not expended after two years, they are returned to the Virginia Workforce Council for reallocation by the Governor.

The Virginia Employment Commission has received Final WIA expenditure reports as of June 30, 2004 from each of the local workforce investment areas. Based on this information, 2002 Adult and Dislocated Worker funds are fully expended. Unexpended 2002 Youth funds in the amount of \$347 have been recaptured and reallocated by the Governor to the Department of Business Assistance for that agency's incumbent worker program.

If you have questions or if I can provide additional information, please give me a call.

Yours very truly,

Michael J. Schewel

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