Report to the Virginia Legislature on Code of Virginia § 2.2-435.10 B.

Report on Interim Activity Undertaken to Implement the Memorandum of Understanding between the Chief Workforce Development Advisor, the Commissioner of the Virginia Employment Commission, and the Chancellor of the Virginia Community College System

After consultation with the Virginia Employment Commission (VEC) and the Virginia Community College System (VCCS) as well as Virginia Department of Aging and Rehabilitative Services (VDARS) and Virginia Department of Education (VDOE), it was decided that, in lieu of a signed MOU, the Secretary of Commerce and Trade would issue issued formal guidance regarding the allocation of shared costs at Virginia's One-Stop Career Centers. The enactment of new federal workforce legislation brings with it a requirement to establish a partnership in terms of leadership and administration of the workforce system that extends beyond VEC and VCCS to include additional agencies with major federally funded workforce development programs. Attached are documents addressing the roles and responsibilities of each of these entities relating to:

- A. The activities facilitating regional workforce systems that are business-driven, aligned with current and reliable labor market data, and targeted at providing participants with workforce credentials that have demonstrated value to employers and job seekers: please see attached Allocation of Shared Costs at Virginia's One-Stop Career Centers memo.
- B. A description of the funding mechanism that adequately supports operations under the federal Workforce Innovation and Opportunity Act of 2014 (P.L. 113-128, WIOA): please see please see Allocation of Shared Costs at Virginia's One-Stop Career Centers memo attached One Stop Center Budget and Cost Allocation Modelv2 spreadsheet.
- C. A description of the procedure for the resolution of any disagreements that may arise concerning policy, funding, or administration of the WIOA: please see attached **Allocation of Shared Costs at Virginia's One-Stop Career Centers** memo.

The Governor's Chief Workforce Officer and his staff are currently working with five agencies charged with administration of programs that are identified as core partners in the Workforce Innovation and Opportunities Act (WIOA) to develop a document delineating clear and updated roles and responsibilities, as well as an administrative structure, for leadership and accountability of Virginia's workforce system. That document will be released by summer 2016 and will incorporate and expand on the elements required by Code to be addressed in a cross-agency, cross-program MOU.