THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 501

Session of 2019

INTRODUCED BY KAUFER, BERNSTINE, DUNBAR, MILLARD, PYLE AND SAYLOR, FEBRUARY 12, 2019

REFERRED TO COMMITTEE ON LABOR AND INDUSTRY, FEBRUARY 12, 2019

AN ACT

Amending the act of December 18, 2001 (P.L.949, No.114), entitled "An act establishing a unified workforce investment 2 system; restructuring certain administrative functions, 3 procedures and entities; transferring workforce development functions of Commonwealth agencies; establishing the Pennsylvania Workforce Investment Board; providing for 6 7 critical job training grants, for guarantees for program quality and performance for workforce development programs, 8 for workforce leadership grants and for industry 9 10 partnerships; establishing the Keystone Works Program; and authorizing local workforce investment boards," in board, 11 providing for local program accountability. 12 13 The General Assembly of the Commonwealth of Pennsylvania 14 hereby enacts as follows: 15 Section 1. The act of December 18, 2001 (P.L.949, No.114), known as the Workforce Development Act, is amended by adding a 16 17 section to read: 18 Section 306. Local program accountability. 19 (a) Authorization. -- Local workforce investment boards shall 20 implement program provider accountability measures in accordance 21 with this section. (b) Limitation. -- No funds, whether appropriated by the 22 Federal Government and designated by the Governor for workforce 23

- 1 development or specifically appropriated by State government for
- 2 workforce investment, may be distributed to a failed workforce
- 3 investment program in a local area.
- 4 (c) Failure to meet negotiated performance goals.--If a
- 5 <u>local workforce investment board fails to meet its negotiated</u>
- 6 goals, the local workforce investment board shall identify which
- 7 programs are responsible for the failure and take remedial
- 8 <u>action</u>. The following apply:
- 9 (1) The first time a program is identified as
- 10 responsible for a failure to meet a negotiated performance
- 11 goal, the local workforce investment board shall notify the
- 12 <u>program provider, and the provider shall submit an</u>
- improvement plan to the local workforce development board.
- 14 (2) If a program is identified as responsible for a
- failure to meet a negotiated performance goal in two
- 16 consecutive years, or in any two of three consecutive years,
- 17 the local workforce investment board shall notify the program
- 18 provider and the board that the program has been designated
- 19 as a failed program.
- 20 (3) A failed program shall not be eligible to receive
- 21 <u>funding from the local workforce investment board. The</u>
- following apply:
- 23 (i) The local workforce investment board shall
- terminate its involvement with a failed program and
- 25 cancel any applicable contract with the program provider
- within 10 business days of the program's designation as a
- failed program under paragraph (2).
- 28 (ii) Funds dedicated to a failed program may be
- reallocated to:
- 30 (A) an existing program in the local area that

Τ.	has not been identified as responsible for a failure
2	to meet a negotiated performance goal; or
3	(B) a new workforce investment program in the
4	<pre>local area.</pre>
5	(d) Program provider contracts Contracts between local
6	workforce investment boards and program providers shall:
7	(1) Require the cancellation of the contract when a
8	program has been identified as a failed program under
9	subsection (b).
0 ـ	(2) Include specific and measurable program goals for
1	each program.
_2	(3) Allow the local workforce investment board to cancel
13	the contract if the local workforce investment board
4	determines that the program has failed to meet its measurable
. 5	goals.
. 6	(e) Annual reports
_7	(1) Each local workforce investment board shall include
8 .	information about remedial actions taken against program
9	providers under subsections (c) and (d) in its annual report
20	to the board.
21	(2) The board shall include a summary of the information
22	provided by local workforce investment boards in the board's
23	annual report to the General Assembly.
24	(f) Applicability and effect of section
25	(1) This section shall only apply to contracts executed
26	on or after the effective date of this section.
27	(2) This section shall not be construed to impair any
28	contract executed prior to the effective date of this
29	section.
30	Section 2. This act shall take effect in 60 days.