

# 117TH CONGRESS H. R. 2112

To direct the Secretary of Labor to award funds to States to promote the skill acquisition, employment, and retention of individuals, and for other purposes.

### IN THE HOUSE OF REPRESENTATIVES

March 19, 2021

Ms. Stefanik (for herself and Mr. Crow) introduced the following bill; which was referred to the Committee on Education and Labor

## A BILL

To direct the Secretary of Labor to award funds to States to promote the skill acquisition, employment, and retention of individuals, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "American Workforce
- 5 Recovery Act".
- 6 SEC. 2. STATE ALLOTMENTS AND LOCAL ALLOCATIONS.
- 7 (a) State Allotments.—
- 8 (1) Reservation for outlying areas.—
- 9 From the amount made available under section 6(a)

- for a fiscal year, the Secretary of Labor shall reserve not more than ½ of 1 percent of such amount to provide assistance to the outlying areas.
  - (2) STATE ALLOTMENTS.—After determining the amount to be reserved under paragraph (1), the Secretary shall allot the remainder of the amount made available under section 6(a) for that fiscal year to the States in accordance with clause (ii) of section 132(b)(2)(B) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3172(b)(2)(B)) for the activities described in this Act, except that clause (iii) of such section shall not apply to allotments made under this paragraph.

### (b) WITHIN STATE ALLOCATION.—

- (1) RESERVATION FOR STATE USES.—The Governor shall reserve not more than 15 percent of the amount allotted to the State under subsection (a)(2) for the State activities described in section 3.
- (2) ALLOCATIONS TO LOCAL AREAS.—After determining the amount to be reserved under paragraph (1) and not later than 30 days after receiving funds allotted under subsection (a)(2), the Governor shall allocate the remainder of such allotment to local areas in the State, on the basis of the allocation formula prescribed by the Governor of the State

- 1 under clause (i) of section 133(b)(2)(B) of the
- 2 Workforce Innovation and Opportunity Act (29)
- 3 U.S.C. 3173(b)(2)(B)) for the program year that is
- 4 in effect on the date of such allocation.
- 5 (3) Reallocation requirements.—Any
- 6 amounts allocated to a local area under paragraph
- 7 (1) or (2) that remain unobligated for 1 year after
- 8 the date of allocation may be reallocated to other
- 9 local areas in the State by the Governor, as deter-
- mined by the Governor.

#### 11 SEC. 3. STATE USES OF FUNDS.

- The State activities referred to in section 2(b)(1) are
- 13 as follows:
- 14 (1) Reviewing new applications from training
- providers seeking to be included on the list of eligi-
- 16 ble providers of training services under section
- 17 122(d) of the Workforce Innovation and Opportunity
- Act (29 U.S.C. 3152(d)) for such State not later
- than 30 days after receipt of such application.
- 20 (2) Evaluating the training providers included
- on 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)) for such
- State to determine if such providers have the capac-
- 25 ity to meet the job training needs of displaced work-

- ers and the employment needs of employers in the State, including the capacity of remote or virtual training options in such State.
  - (3) Carrying out activities to facilitate remote access to employment and training activities, including career services, through a one-stop center.
  - (4) Improving the quality of local and regional labor market information relating to in-demand industry sectors or occupations, including by ensuring such information is up-to-date, searchable, comparable, informed by best practices on public provision of credential information, and includes information on skills required by in-demand industry sectors or occupations in the local area.
  - (5) Improving the public availability and accessibility of the performance reports of eligible training providers required under section 116(d)(4) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3141(d)(4)).
  - (6) Carrying out any statewide employment and training activities under section 134(a)(3)(A) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3174(a)(3)(A)).

1	(7) Providing supplemental allocations to local
2	areas most in need of additional employment and
3	training resources, as determined by the Governor.
4	SEC. 4. LOCAL AREA USES OF FUNDS.
5	(a) Uses of Funds.—
6	(1) Required uses.—A local area receiving an
7	allocation under this Act shall use not less than 75
8	percent of the allocation for the following:
9	(A) To provide the following training or
10	jobs:
11	(i) Training services provided through
12	individual training accounts described in
13	subsection (b);
14	(ii) On-the-job training, for which the
15	local board may take into account the im-
16	pact of a qualifying emergency as a factor
17	in determining whether to increase the
18	amount of a reimbursement to an amount
19	of up to 75 percent of the wage rate of a
20	participant in accordance with section
21	134(e)(3)(H) of the Workforce Innovation
22	and Opportunity Act (29 U.S.C.
23	3174(e)(3)(H)).
24	(iii) Customized training, for which
25	the local board may take into account the

1	impact of a qualifying emergency as a fac-
2	tor in determining the portion of the cost
3	of training an employer shall provide.
4	(iv) Transitional jobs that meet the
5	requirements of section 134(d)(5) of the
6	Workforce Innovation and Opportunity Act
7	(29 U.S.C. 3174(d)(5)).
8	(v) Training programs for incumbent
9	workers carried out in accordance with sec-
10	tion 134(d)(4) of the Workforce Innovation
11	and Opportunity Act (29 U.S.C.
12	3174(d)(4)).
13	(B) To establish a Pandemic Reskilling
14	Fund for dislocated workers participating in
15	training services described in clauses (i)
16	through (iii) of subparagraph (A).
17	(2) Authorized uses.—A local area receiving
18	an allocation under this Act may use the alloca-
19	tion—
20	(A) to provide the career services described
21	in paragraph (2) of section 134(c) of the Work-
22	force Innovation and Opportunity Act (29
23	U.S.C. $3174(c)(2)$ ) to adults and dislocated
24	workers—

1	(i) which shall include the
2	prioritization of the use of the assessments
3	and the development of individual employ-
4	ment plans described in subclauses (I) and
5	(II) of paragraph (2)(A)(xii) of such sec-
6	tion 134(c), respectively;
7	(ii) be based on the most recent local
8	and regional labor market information re-
9	lating to in-demand industry sectors or oc-
10	cupations for such local area; and
11	(iii) carried out in coordination with
12	reemployment activities conducted under
13	section 306 of the Social Security Act;
14	(B) to provide the employment and train-
15	ing activities described in section 134(d)) of the
16	Workforce Innovation and Opportunity Act (29
17	U.S.C. 3174(d));
18	(C) to provide information to adults and
19	dislocated workers on employers seeking indi-
20	viduals to participate in the on-the-job training
21	described in subsection (b); and
22	(D) for administrative costs to carry out
23	the requirements of this section, as long as not
24	more than 10 percent of the allocation is used
25	for such costs.

1	(b) Individual Training Accounts.—
2	(1) In General.—Notwithstanding section
3	134(c)(3)(G) of the Workforce Innovation and Op-
4	portunity Act (29 U.S.C. 3174(c)(3)(G)), an indi-
5	vidual training account established with an alloca-
6	tion made under this Act may be used to support—
7	(A) on-the-job training if a work-based
8	training agreement is established by the indi-
9	vidual and the employer, and is approved by the
10	one-stop operator involved; or
11	(B) training services with a provider de-
12	scribed in paragraph (3).
13	(2) Work-based training agreement.—
14	(A) Contents.—A work-based training
15	agreement referred to in paragraph (1)(A) shall
16	establish the length of training, the hourly wage
17	rate of the individual, the skills necessary for
18	the job, and the individual's current skill level
19	as of the date of the agreement, the skills to be
20	learned during the training, any recognized
21	postsecondary credential that may be acquired
22	during the training, and the reimbursement to

(B) Documentation requirements.—A work-based training agreement that is approved

be provided to the employer.

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1 by the one-stop operator shall ensure that the 2 individual provides the one-stop operator in-3 volved with any documentation of the wages 4 earned by the individual while engaged in such training for the purpose of reimbursement to 6 the employer. 7 (3) Eligible training providers.— 8 (A) IN GENERAL.—An individual training 9 account described in paragraph (1) established 10 on behalf of an individual shall pay for training 11 provided through— 12 (i) a provider on the list of eligible 13 providers of training services under section 14 122(d) of the Workforce Innovation and 15 Opportunity Act (29 U.S.C. 3152(d)) for 16 the State of the local area; or 17 (ii) a training provider that is not on 18 such list— 19 (I) in a case in which the State 20 board or local board approves such 21 provider upon a determination that 22 the individual is seeking training for 23 an in-demand industry sector or occu-24 pation in the local area for which such

1	provider has demonstrated effective-
2	ness; or
3	(II) in a case in which an em-
4	ployer identifies such provider as hav-
5	ing the ability to help the individual
6	acquire the skills necessary to be
7	hired by such employer, and for which
8	the employer covers not less than 20
9	percent of the training cost.
10	(B) Performance reports.—To receive
11	a payment under an individual training account
12	described in paragraph (1), a training provider
13	described in subparagraph (A)(ii) shall submit
14	the necessary information to be included in the
15	performance report with respect to such pro-
16	vider under section 116(d)(4) of the Workforce
17	Innovation and Opportunity Act (29 U.S.C.
18	3141(d)(4)).
19	(c) Pandemic Reskilling Fund.—
20	(1) In general.—For dislocated workers re-
21	ceiving training services under subsection (a)(1), the
22	local area shall establish a Pandemic Reskilling
23	Fund that the individual can access to receive reim-

bursement for supportive services necessary for the

individual to participate in the training.

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1	(2) One-stop operator.—The one-stop oper-
2	ator involved shall—
3	(A) have the discretion to approve an indi-
4	vidual's supportive services expenses and make
5	payments from the individual's Pandemic
6	Reskilling Fund; and
7	(B) provide information, in formats that
8	are usable by and understandable to one-stop
9	center customers, relating to the availability of
10	other supportive services and funding for such
11	services in the local area.
12	(3) Amount per individual.—The Pandemic
13	Reskilling Fund shall provide the following reim-
14	bursement amounts:
15	(A) \$1,000 for a dislocated worker who is
16	a low-income individual.
17	(B) \$500 for a dislocated worker who is
18	not covered under subparagraph (A).
19	(4) Completion incentive and realloca-
20	TION.—
21	(A) Completion incentive.—Any funds
22	remaining in a Pandemic Reskilling Fund of an
23	individual shall be provided in cash to the indi-
24	vidual if—

1	(i) not later than 6 weeks after an in-
2	dividual completes the training for which
3	such Fund was established, the individual
4	obtains full-time, unsubsidized employ-
5	ment; and
6	(ii) the individual has been so em-
7	ployed for 6 weeks.
8	(B) REALLOCATION.—With respect to any
9	funds remaining in the Pandemic Reskilling
10	Fund of an individual who does not meet the
11	requirements of subparagraph (A), after com-
12	pletion of the training for which such Fund was
13	established, such funds shall be returned to the
14	local area for redistribution by such area.
15	(d) Eligible Individuals.—The requirements of
16	section 134(c)(3)(B) of the Workforce Innovation and Op-
17	portunity Act (29 U.S.C. 3174(c)(3)(B)) shall not apply
18	in determining an individual's eligibility to receive training
19	services funded under this section.
20	SEC. 5. GAO REPORT.
21	Not later than one year following the date of enact-
22	ment of this Act, the Comptroller General of the United
23	States shall—
24	(1) conduct an evaluation of the—

1	(A) flexibility provided through individual
2	training accounts established under this Act;
3	and
4	(B) the overall effectiveness of the funds
5	provided under this Act with respect to pro-
6	moting the skill acquisition, employment, and
7	retention of the individuals who were assisted
8	with such funds, including individuals with bar-
9	riers to employment, disaggregated—
10	(i) by each subpopulation of such indi-
11	viduals; and
12	(ii) by race, ethnicity, sex, and age.
13	(2) submit the results of the evaluation to Con-
14	gress.
15	SEC. 6. GENERAL PROVISIONS.
16	(a) Authorization of Appropriations.—There
17	are authorized to be appropriated \$7,000,000,000 to carry
18	out this Act.
19	(b) DEFINITIONS.—In this Act:
20	(1) QUALIFYING EMERGENCY.—The term
21	"qualifying emergency" has the meaning given the
22	term in section 3502(a) of the CARES Act (20
23	U.S.C. 1001 note).
24	(2) Supportive services.—The term "sup-
25	portive services' means services such as transpor-

tation, child care, dependent care, housing, technology and equipment, and needs-related payments, that are necessary to enable an individual to participate in activities authorized under this Act.

(3) WIOA DEFINITIONS.—Except as otherwise provided, a term used in this Act that is defined in section 3 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3102) shall have the meaning given that term in such section.

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