|  | NORTH CAROLINA DEPARTMENT OF COMMERCE DIVISION OF WORKFORCE SOLUTIONS |
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|  | DWS POLICY STATEMENT NUMBER: PS 12-2014 |
| 405 | Date: December 9, 2014 |
|  | Subject: Priority of Service for Veterans and Eligible Spouses in all U.S. Department of Labor Job Training Programs |
|  | From: $\text { wil HiCahins } y r$ <br> William H. Collins, Assistant S cretary for Wort orce |
| Purpose: |  utions Offices and NCWorks Career Centers provisions of the Priority in all federally-funded training and employment programs in the Jobs for Veterans Act and to provide instruction on the and adherence of the provisions. To rescind DWS Policy ber PS 16-2013. |
| Background: | Veterans Act, Public Law 107-288, was signed into law on 002. One provision of the Jobs for Veterans Act, codified at 215 , establishes a priority of service requirement for covered eterans and eligible spouses, including widows and widowers, as statute) in qualified job training programs. Relevant documents attachments. |
| Action: | staff must be aware of and comply with the Priority of Service d Eligible Spouses Final Rule, effective January 19, 2009. This ched documents must be maintained on file and made available Veterans Employment and Training Service (VETS), and other e personnel conducting office audit reviews. This Policy attachments are available at www.nccommerce.com/workforce |
| Effective Date: |  |
| Expiration: |  |
| Contact: | orkforce Solutions, Veterans Employment Services |
| Attachments: | eterans Act," Public Law 107-288 (issued November 7, 2002) d Employment Guidance Letter 10-09 (issued November 10, ogram Letter No. 07-09 (issued November 20, 2009) |
|  | ual Opportunity/Affirmative Action Employer/Program and services available upon request to individuals with disabilities |

"(2) The term 'qualified job training program' means any workforce preparation, development, or delivery program or seryice that is directly funded, in whole or in part, by the Department of Labor and includes the following:
"(A) Any such program or service that uses technology to asgist individuals to access workforce development programs (auch as job and training opportunities, labor market information, career assessment tools, and related support services).
"(B) Any such program or service under the public employment service system, one-stop carear centers, the Workforce Investment Act of 1998, a demonstration or other temporary program, and those programs implemented by States or local gervice providers based on Federal block grants administered by the Department of Labor.
"(C) Any such program or sarvice that is a workforce development program targeted to specific groups.
"(3) The term 'priority of service' means, with respect to any qualified job training program, that a covered person hall be given priority over nonveterans for the receipt of employment, training, and placement gervices provides under that pro rain notiothatanding any otuler provision of la ?
"(2) The Secretary of Labor may establish priorities among covered persons for purposes of this section to take into account the needs of disabled veterans and special disabled veterans, and such other factors as the Secretary determines appropriate.
(c) Administration of Programs at Statir and Local Levescs.-An entity of a State or a political subdivision of the State that administers or delivers services under a qualified job training program shall-
(1) provide information and priority of service to covered persons regarding benefits and services that may be obtained through other entities or service providers; and
"(2) ensure that each covered person who applies to or who is assisted by such a program is informed of the employ-ment-related rights and benefits to which the person is entitled under this section.
"(d) ADDITION TO ANNUAL REPOAT.-In the annual report required under section 4107(c) of this title for the program year beginning in 2003 and each subsequent program year, the Secretary of Labor shall evaluate whether covered persons ara receiving priority of service and are being fully served by qualified job training programs, and whether the representation of veterans in such programs is in proportion to the incidence of representation of veterans in the labor market, including within groups that the Secretary may designate for priority under such programs, if any.".
(2) The table of sections at the beginning of chapter 42 is amended by inserting after the item relating to section 4214 the following new item:
"4215. Priority of service for vaterana in Department of Labor job training pro-
(b) Employment of Veterans With Respect to Federal Con-TRACTS.-(1) Section 4212(a) is amended to read as follows:
"(a)(1) Any contract in the amount of $\$ 100,000$ or more entered into by any department or agency of the United States for the procurement of personal property and nonpersonal sarvices. (including construction) for the United States, shall contain a provision requiring that the party contracting with the United States take affirmative action to employ and advance in employment qualified covered veterans. This section applies to any subcontract in the amount of $\$ 100,000$ or more entered into by a prime contractor in carrying out any ouch contract.
"(2) In addition to requiring affirmative action to employ such qualified cer ert vetarans under such ontracts and su contracts and in ord to promot the mplenontetion ef quch sur ireace t,

 employment service delivery syatem (as defined in section $4101(7)$ of this title), and may also list such openings with one-gtop career centers under the Workforce Investment Act of 1998, other appropriate service delivery points, or America's Job Bank (or any additional or subsequent nationai electronic job bank established by the Department of Labor), except that the contractor may exclude openings for executive and senior management positions and positions which are to be filled from within the contractor's organization and positions lasting three days or less;
(B) each such employment servics delivery system shall give such qualified covered veterans priority in referral to such employment openings; and
"(C) each such employment service delivery system shall provide a list of such employment openings to States, political subdivisions of States, or any private entities or organizations under contract to carry out employment, training, and placement services under chapter 41 of this title.
"(3) In this section:
"(A) The term 'covered veteran' means any of the following veterans:
"(i) Disabled veterans.
"(ii) Veterans who served on active duty in the Armed Forces during a war or in a campaign or expedition for which a campaign bedge has been autiorized.
"(iii) Veterans who, while serving on active duty in the Armed Forces, participated in a United States military operation for which an Armed Forces service medal was awarded pursuant to Executive Order No. 12985 ( 61 Fed. Reg. 1209).
"(iv) Recently separated veterans.
"(B) The term 'qualified', with respect to an employment position, means having the ability to perform the essential functions of the position with or without reasonable accommodetion for an individual with a disability.".
(2)(A) Section 4212(c) is amended-
(i) by striking "suitable"; and
(ii) by striking "subsection (a)(2) of this section" and inserting "subsection (a)(2)(B)".
(B) Section $4212(\mathrm{~d})(1)$ is amended-
(i) in the matter preceding subparagraph (A), by striting "of this section" after "subsection (a)"; and
(ii) by amending subparagraphs (A) and (B) to read as follows:
"(A) the number of employees in the workforce of such contractor, by job category and hiring location, and the number of auch employees, by job category and hiring location, who are qualified covered veterans;
(B) the total number of new employees hired by the contractor during the period covered by the report and the number of such employees who are qualifed coverad vetarans; and". (C) Section 4212(d)(2) is amended by striking "of this subsection" after "paragraph (1)".
(L) Se tion 4211(6) is amender by striling "on pyear period"

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 of this Act.
(c) Employmbnt Withins the Fedgral Governmennt.-(1) Section $4214(a)(1)$ is amended-
(A) in the first sentence, by strilaing "life" and all that follows and inserting "life."; and
(B) in the second gentence, by striking "major" and inserting "uniquely qualified".
(2) Section 4214(b) is amended-
(A) in paragraph (1), by striking "readjustment" and inserting "recruitment";
(B) in paregraph (2), by striking "to-" and all that follows through the period at the end and inserting "to qualified covared veterans.";
(C) in paragraph (3), to read as follows:
(3) A qualified coverad veteran may receive such an appointment at any time.".
(3)(A) Section 4214(a) is amended-
(i) in the third sentence of paragraph (1), by stricing "dis-
abled veterans and certain veterans of the Vietnam era and of the post-Vietram era" and inserting "qualified covered veterang (as defined in paragraph (2)(B) $)^{n}$; and
(ii) in paragraph (2), to read as follows:
"(2) In this section:
"(A) The term 'agency' has the meaning given the term
'department or agency' in section 4211(5) of this title.
"(B) The term 'qualified covered veteran' means a veteran described in section 4212(a)(3) of this title.".
(B) Clause (i) of section $4214(\mathrm{e})(2)(\mathrm{B})$ is amended by striking "of the Vietnam era".
(C) Section $4214(\mathrm{~g})$ is amended-
(i) by striking "qualified" the first place it occurs and all that follows through "era" the first place it occurs and inserting
"qualified covered veterans"; and
(ii) by striking "under section 1712A of this title" and
all that follows and inserting "under section $1712 A$ of this title. ${ }^{\text {. }}$.
(4) The amendments made by this subsection shall apply to qualified covered veterans without regard to any limitation relating to the date of the veteran's last discharge or release from active duty that may have otherwise applied under section $4214(\mathrm{~b})(3)$
as in effect on the date before the data of the enactment of this Act.
SEC. 3. FINANCLAL AND NON-FINANCLAL PERFORMLANCE INCEANTIVE AWARDS FOR QUALITY VETERANS EMIPLOMMENT, TRAINING, AND PLACEMEENT GFRRVICES.
(a) Performance Incentive Affards for Quality Employment, Training, and Placement Services.-Chapter 41 is amended by adding at the end the following new section:
"§4112. Performance incentive awards for quality employment, training, and placement services
"(a) Criteria for Performance Incentive Awards.-(1) For purposes of carrying out a program of performance incentive awards under section $4102 \mathrm{~A}(\mathrm{c})(2)(\mathrm{A})(\mathrm{i})(\mathrm{III})$ of this title, the Secretary, acting through the Assistant Secretary of Labor for Yeterans' Emplos nent and Training, iab establish criteria for performance ince tive awards program to a administored by gon te to ance ince itive "(A) en or age fine in rov ment, ad noc rr catic a
employmen tris nir and py ze ent, se vics py vi ad ad
"(B) recognize eligible employees for excellence in the provi-
sion of such services or for having made demonstrable improvements in the provision of such services.
"(2) The Secretary shall establish such criteria in consultation with representatives of States, political subdivisions of States, and other providers of employment, training, and placement services under the Workforce Investment Act of 1998 consistent with the performance measures eatablished under section 4102A(b)(7) of this title.
"(b) FORM OF Awards.-Under the criteria established by the Secratary for performance incentive awards to be administered by States, an award under such criteria may be a cash award or such other nonfinancial awards as the Secretary may specify.
"(c) Relationship of award to Grant Program and Emplovee Compensation.-Performance incentive cabh awards under this section-
"(1) shall be made from amounts allocated from the grant or contract amount for a State for a program year under section 4102A(c)(7) of this title; and
"(2) is in addition to the regular pay of the recipient.
"(d) Eligible Employee Defnned.-In this section, the term 'eligible employes' means any of the following:
"(1) A disabled veterans' outreach program specialist.
"'(2) A local veterans' employment representative.
"(3) An individual providing employment, training, and placement services to veterans under the Workforce Investment Act of 1998 or through an employment service delivery syatem (as defined in section 4101(7) of this title).".
(b) Clerical Ambindment,-The table of sections at the beginning of chapter 41 is amended by adding at the end the following new item:
"4112. Performance incentive awarda for quality employment, traindag, and placement servicas.".

SEC. 4. REFINEMIANT OF JOB TRADNING AND PLACEMEFNT FUNCTIONS OF THE DEPARTMENT.
(a) Revigion of Departminnt Level Senior Officlals and FUNCTIONS. - (1) Sections 4102A and 4103 are amended to read as follows:
M8102A. Assistant Secretary of Labor for Veterans' Employ. ment and Training program functions; Regional Administrators
"(a) Establishminnt of Posimion of Aseistant Secretary of Labor for Vererans' Employment and Training. (1) There is established within the Department of Labor an Assistant Secretary of Labor for Veterana Employment and Training, appointed by the President by and with the advice and consent of the Senate, who shall formulate and implement all departmental policies and proced ren to carry out (A) the puposes of this ch pter, chapter 42, an ch pter 43 of this title, and ( $B$ ) all othe Denartment
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 chapter 43 of this title shall be administratively and functionally responsible to the Assistant Secretary of Lebor for Veterana: Employment and Training.
"(3)(A) Thare shall be within the Department of Labor a Deputy Assistant Secretary of Labor for Veterans ${ }^{3}$ Employment and Training. The Deputy Absistant Secretary shall perform such functions as the Assistant Secratary of Labor for Veterans' Employment and Training prescribes.
"(B) No individual may be appointed as a Deputy Assistant Secretary of Labor for Veterans' Employment and Training unless the individual has at least five years of service in a management position as an employee of the Federal civil service or comparable service in a management position in the Armed Forces. For purposes of datermining such service of an individual, there shall be excluded any aervice described in subparagraphs (A), (B), and (C) of section 308(d)(2) of this title.
"(b) Program Functions.-The Secretary shall carty out the following functions:
"(1) Except as expressly provided otherwise, carry out all provisions of this chapter and chapter 43 of this title through the Assistant Secretary of Labor for Veterans' Employment and Training and administer through such Assistant Secratary all programs under the jurisdiction of the Secretary for the provision of employment and training services designed to meet the needs of all veterans and persons eligible for services furnighed under this chapter.
"(2) In order to make maximum use of available resources in meeting such needs, encourage all such programs, and all grantees and contractors under such programs to enter into cooperative arrangements with private industry and business concerns (including small business concerns owned by veterans
or disabled veterans), educational institutions, trade associar tions, and labor unions.
(3) Ensure that marimum effectiveness and efficiency are achieved in providing services and assistance to eligible veterans under all zuch programs by coordinating and consulting with the Secretary of Veterans Affairs with respect to (A) programs conducted under other provisions of this title, with particular emphasis on coordination of auch programs with readjustment counseling activities carried out under gection 1712A of this title, apprenticeship or other on-the-job training programs carried out under section 3687 of this title, and rehabilitation and training activities carried out under chapter 31 of this title and (B) determinations covering veteran population in a State.
"(4) Enaure that employment, training, and placement activities are carried out in coordination and cooperation with appropriate State public employment service officials.
"(5) Subject to subsection (c), make available for use in each State by grant or contract such funds as may be necessary to support-
'(A) disabled veterans' outreach program specialists
appointed under section 4103A(a)(1) of this title,
"(B) local veterans' employment repreantatives
ass sue wnder section 4104(b) othis title, and

for attendance at the National Veterans' Employment and
Training Services Institute established under section 4109
of this title.
"(6) Monitor and supervise on a continuing basis the distribution and use of funds provided for use in the States under paragraph (5).
"(7) Establish, and updata as appropriate, a comprehensive performance accountability system (as described in subsection (f)) and carry out annual performance reviews of veterans employment, trainiag, and placament services provided through employment service delivery systems, including through disabled veterans' outreach program specialists and through local veterans' employment representatives in States receiving grants, contracta, or awards under this chapter.
(c) CONDITIONS FOR RECEIPT OF FUNDS.-(1) The distribution and use of funds under subsection (b)(5) in order to carry out sections 4103A(a) and 4104(a) of this title shall be subject to the continuing supervision and monitoring of the Secretary and shall not be governed by the provisions of any other law, or any regulations prescribed thereunder, that are inconsistent with this section or section 4103A or 4104 of this title.
"(2)(A) A State shall submit to the Secretary an application for a grant or contract under subsection (b)(5). The application shall contain the following information:
"(i) A plan that deacribes the manner in which the State shail furnish employment, training, and placement services required under this chapter for the program year, including a description of
"(I) duties assigned by the State to disabled veterans" outreach program specialists and local veterans' employment representatives consistent with the requirements of sections 4103A and 4104 of this title;
"(II) the manner in which such specialists and representatives are integrated in the employment service delivery systems in the Stata; and
(III) the program of performance incentive awards described in section 4112 of this title in the State for the program year.
"(ii) The veteran population to be served.
"(iii) Such additional information as the Secretary may require to make a determination with respect to awarding a grant or contract to the State.
"(B)(i) Subject to the succeeding provisions this subpara grap or the amount available under subsection ( )(5) for a fisca
 prop tio to the numis ar yot ran see in efr lo nent rin. such viterna a mee Sceretar may entavisiato reguation, nocluang civilian labor force and unemployment data, for the State on an annual basis. The proportion of funding shall reflect the ratio of-
"(I) the total number of veterans residing in the State
that are seeking employment; to
"(I) the total number of veterans seeking employment
in all States.

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Regulations.
"(ii) The Secretary shall phase in over the three fiscal-year period that begins on October 1, 2002, the manner in which amounts are made available to States under subsection (b)(5) and this subsection, as amended by the Jobs for Veterans Act.
"(iii) In carrying out this paragraph, the Secretary may establish minimum funding levels and hold-harmless criteria for States.
"(3)(A)(i) As a condition of a grant or contract under this section for a program year, in the case of a State that the Secretary determines has an entared-employment rate for veterans that is deficient for the preceding program year, the State shall develop a corrective action plan to improve that rate for veterans in the Stata.
"(ii) The State shall submit the corrective action plan to the Secretary for approval, and if approved, shall expeditiously implement the plan.
"(iii) If the Secretary does not approve a corrective action plan submitted by the State under clause (i), the Secretary shall take such steps as may be necessary to implement corrective actions in the State to improve the entered-employment rate for veterans in that State.
"(B) To carry out subparagraph (A), the Secretary shall eatablish in regulations a uniform national threshold entered-employment rate for veterans for a program year by which determinations of deficiency may be made under subparagraph (A).
"(C) In maling a determination with reapect to a deficiency under subparagraph (A), the Secretary shail take into account the applicable annual unemployment data for the State and consider other factors, such as prevailing economic conditions, that affect performance of individuals providing employment, training, and placement services in the State.
"(4) In determining the terms and conditions of a grant or contract under which funds are made available to a State in order to carry out section 4103A or 4104 of this title, the Secretary shall take into account-
"(A) the results of reviews, carried out pursuant to sub-
section (b)(7), of the performance of the employment, training,
and placement service delivery systam in the State, and
(B) the monitoring carried out under this section.
"(5) Each grant or contract by which funds are made available to a State shall contain a provision requiring the recipient of the funds-
"(A) to comply with the provisions of this chapter; and
"(B) on an annual basis, to notify the Secretary of, and provide supporting rationale for, each nonvateran who is employed as a disabled veterans' outreach program specialist and local veterans' employment representative for a period in excess of 6 months.
"(6) Each Sto hail coordinste employpent, training, al d placement services iur thed to veterans and elimible parsons yad $r$ this chapter with suc se fic uruis ed wi a spe th su

"(7) With respect to program years beginning during or after fiscal year 2004, one percent of the amount of a grant or contract under which funds are made available to a State in order to carry out section 4103A or 4104 of this title for the program year ahall be for the purposes of making cash awards under the program of performance incentive awards described in section 4112 of this title in the State.
"(d) Participation in Other Federally Funded Job Training Programs.-The Asgistant Secretary of Labor for Veterans' Employment and Training shall promote and monitor participation of qualified veterans and eligible persons in employment and training 1998 and other under title I of the Workforce Investment Act of 1998 and other federally funded employment and training programs.
"(e) REGIONAL ADMDNISTRATORS.-(1) The Secretary shall assign to each region for which the Secretary operates a regional office a representative of the Veterans' Employment and Training Service to serve as the Regional Administrator for Vetarans' Employment and Training in such region.
"(2) Each such Regional Administrator shall carry out such duties as the Secretary may require to promote veterans employment and reemployment within the region that the Administrator serves.
" ( $)$ Establighment op Performance Standards and Outcomes Measures.- (1) By not later than 6 monthe aftar the date of the enactment of this section, the Assistant Secretary of Labor for Veterans' Employment and Training ahall establish and implement a comprehensive performance accountability syatem to measure the performance of employment service delivery systems, including disabled veterans' outreach progrann specialists and local veterans ${ }^{\text {² }}$ employment representatives providing employment, training and placement services under this chapter in a State to provide accountability of that State to the Secretary for purposes of subsection (c).
"(2) Such standards and measures shall-
"(A) be consistent with State performance measures applicable under section 136(b) of the Workforce Investment Act of 1998; and
"(B) be appropriately weighted to provide special consideration for placement of (i) veterans requiring intensive servicas (as defined in section 4101(9) of this title), such as special disabled veterans and disabled veterans, and (ii) veterans who enroll in readjustment counseling under section 1712A of this title.
"(g) Authority to Provide Techntcal Assigtance to States.-The Secretary may provide such technical assistance as the Secretary deternines appropriate to any State that the Secretary determines has, or may have, an entered-employment rate in the State that is deficient, as determined under subsection (c)(3) with respect to a program year, including assistance in the development of a corrective action plan under that subsection.
"S4103. Directors and Assistant Directors for Veterans' Employment and Training additional Federal personnel
"(a) Directors and Assistant Directors.-(1) The Secretary shall assign to each State a representative of the Veterans' Employ; ment and Training Service to serve as the Director for Veterans' Employment and Training, and shall assign full-time Federal clerical or ather support personnel to each such Director.
"(2) Each Director for Veterans' Employment and Training for a State shall, at the time of appointment, haym been a bons- de re ut , of the State for at leastinwo years.
 ance with the provisions of chapter 51 and subchapter III of chapter 53 of title 5 .
"(b) Additional Federal Personnel.-The Secretary may aliso assign as supervisory personnel such representatives of the Veterana' Employment and Training Service as the Secretary determines appropriate to carry out the employment, training, and placement services required under this chapter, including Assistant Directora for Veterans' Employment and Training.".
(2) The items relating to sections 4102 A and 4103 , respectively, in the table of sections at the beginning of chapter 41 are amended to read as follows:
"4102A. Asiatant Secretary of Labor for Veterans' Employment and Training, progrom functions; Regional Administratorn,
"4109. Directors and Aseistant Diriectors For Vetorans' Employment and Training: additional Fedaral pearsonnol.r."
(3)(A)(i) Section 4104A is repealed.
(ii) The table of sections at the beginning of chapter 41 is amended by striking the item relating to section 4104 A .
(B) Section 4107(b) is amended by striking "The Secretary shall establish definitive performance standards" and inserting "The Secretary shall apply performance standards established under section 4102A(f) of this title".
(4) The amendments made by this subsection shall take effect on the date of the enactanent of this Act, and apply for program
and fiscal years under chapter 41 of title 38, United States Code, beginning on or after such date.
(b) Revision of Statutorly Defined Duties of Disabled Veterang' Outreach Program Specialigts and local Vetertans' Emplomment Representatives.-(1) Section 4103A is amended by striking all after the heading and inserting the following:
"(a) REQUREMMENT FOR EMPLOMMENT BY STATES OF A SUFFICIENT NUMBER OF Speclalists.-(1) Subject to approval by the Secretary, a State shall employ such full- or part-time disabled veterans outreach program specialists as the State determines appropriate and efficient to carry out intensive services under this chapter to meet the employment needs of eligible veterans with the following priority in the provision of services:
"(A) Special disabled veterans.
"(B) Other disabled veterans.
"(G) Other eligible veterans in accordance with iorities
determin d the Secretary taking into account ai plicable
 in chapt
"(2) In $t$ e pri in of se $i$ is in $s$ cor anc $m$ in is uby section, manainum -mpuribis mernerg ure emproyment needs of veterans shail be placed on assisting economically or educationally
digadvantaged veterans.
"(b) Requirement for Qualfiged Veterans.-A State shall, to the maximum extent practicable, employ qualified veterans to carry out the services referred to in subsection (a). Preference shall be given in the appointment of such specialists to qualified disabled veterans.".
(2) Section 4104 is amended by striking all after the heading and inserting the following:
"(a) Requirement for Employment by States of a SuffiCient Number of Representatives.- Subject to approval by the Secretary, a State shall employ such full- and part-time local veterans' employment representatives as the State determines appropriate and efficient to carry out employment, training, and placement services under this chapter.
"(b) PravCipal DuTies.-As principal duties, local veterans' mployment representatives shall-
"(1) conduct outreach to employers in the area to assist veterans in gaining employment, including conducting seminars
for employera and, in conjunction with employera, conducting
job search workshops and establishing job search groups; and
"(2) facilitate employment, training, and placement services
furnished to veterana in a State under the applicable State employment service delivery systems.
"(c) Requirement for Qualified Veterans and Eligible Per-SONs.-A State shall, to the marimum extent practicable, employ qualified veterans or eligible persons to carry out the services referred to in subsection (a). Preference shall be eccorded in the following order:
"(1) To qualified service-connected disabled veterans.
"(2) If no veteran described in paragraph (1) is available, to qualified eligible veterans.
"(3) If no veteran described in paragraph (1) or (2) is
available, then to qualified eligible persons.
"(d) Reporting.-Each local veterana' employment representative shall be administratively responsible to the manager of the

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Effectiva data 38 USC 4101 note.
employment service delivery system and shall provide reporta, not less frequently than quarterly, to the manager of such office and to the Director for Veterans' Employment and Training for the State regarding compliance with Federal law and regulations with respect to special services and priorities for eligible veterans and eligible persons.".
(3) The on the date of $t^{8}$ enactment of this Act, and apply for rogram years under che ter 1 f the $3 \%$, Unit is ate. Co $\mathrm{A}, \mathrm{E}$ gir in on or afters ch lete.
(c) REQ REM NN TO PM T EsT ME MENT SERYICEE.- By not later than 18 months after the date of the enactment of this Act, the Secretary of Labor shall provide one-stop services and assistance to covered persons electronically by means of the Internet, as defined in section 231(e)(3) of the Communications Act of 1934, and such other electronic means to enhance the delivery of such services and assistance.
(d) Requirement for budget Line Item for Training ServICES INSTTTUTE.-(1) The last sentence of section 4106 (a) is amended to read as follows: "Each budget submission with respect to euxch funds shall include a separate listing of the amount for the National Veterans' Employment and Training Services Institute together with information demonstrating the compliance of such budget submission with the funding requirements specified in the preceding sentence.".
(2) The amendment made by paragraph (1) shall take effect on the date of the enactment of this Act, and apply to budget submissions for fiscal year 2004 and each subsequent fiscal year.
(e) Conformang Amendments,-(1) Section $4107(\mathrm{ce}(5)$ is amended by striking "(including the need" and all that follows through "representatives)".
(2) Section $3117(\mathrm{a})(2)(B)$ is amended to read as followe:
"(B) utilization of employment, training, and placement services under chapter 41 of this title; and".
SEC. E. ADDITIONAL IMPROVEMENTE IN VETERRANG EMPLOYMENT AND training sikrices.
(a) Inclugion of Intensive Services.-(1)(A) Section 4101 is amended by adding at the end the following naw paragraph:
"(9) The term 'intensive services' means local employment
and training services of the type deacribed in section 134(d)(3) of the Workforce Investment Act of 1998.".
(B) Section 4102 is amended by striking "job and job training counseling service program," and inserting "job and job training intensive services program,"'
(C) Section 4106 (a) is amended by striking "proper counseling" and inserting "proper intensive services".
(D) Section 4107 (a) is amended by gtriking "employment counseling services" and inserting "intensive services".
(E) Section 4107(e)(1) is amended by striking "the number counseled" and inserting "the number who received intensive services".
(F) Section 4109(a) is amended by striking "counseling," each place it appears and inserting "intensive services,"
(2) The amendments made by paragraph (1) shall take effect on the date of the enactment of this Act.
(b) Additional VETS Duty To Implembent Transitions to Civilian Careers.-(1)(A) Section 4102 is amended by striking the period and inserting ", including programs carried out by the Veterana' Employment and Training Service to implement all efforta to ease the transition of servicemembers to civilian carears that are consistent with, or an outgrowth of, the military experience of the servicemembers.".
(B) Such section is further amended by striking "and vetarans of the Vietnam era" and inserting "and veterans who served on active duty during a war or in a campaign or expedition for which a campaign badge has been authorized'.
(2) The amendments made by paragraph (1) shall take effect on the date of the enactment of this Act.
(c) Modernization of Employment Service Delivery Ponnts To Include Technological Innovations.-(1) Section 4101(7) is amended to read as follows:
"(7) The term 'employment service delivery system' means a service delivery sygtem at which or through which labor exchange servicas, including employment, training and placement serv ses, are offered in accordance with the $W$ gnerPeyger Act
(2) The ar
on the date of $t$

to Veterans.-(1)(A) Section 4107 (c)(1) is amended-
(i) by striking "veterans of the Vietaam era,"; and
(ii) by atriking "and eligible persons who registered for assistance with ${ }^{n}$ and inserting "eligible persons, recently separated veterans (as defined in section 4211(6) of this title), and servicemembers transitioning to civilian carears who registered for assistance with, or who are identified as veterans by, ${ }^{n}$.
(B) Section 4107(c)(2) is amended-
(i) by striking "the job placement rate" the first place it appears and inserting "the rate of entared employment (as determined in a manner consistent with Stato performance measures applicable under section 136 (b) of the Worlforce Investment Act of 1998)"; and
(ii) by striking "the job placement rate" the second place it appears and inserting "such rate of entered employment (as so determined) ${ }^{n}$.
(C) Section 4107(c)(4) is amended by striking "sections 4103A and $4104^{\prime \prime}$ and inserting "section 4212 (d)".
(D) Section 4107(c) is amended-
(i) by striking "and" at the ond of paragraph (4);
(ii) by striking the period at the end of paragraph and inserting "; and"; and
(iii) by adding at the end the following new paragraph:
"(6) a report on the operation during the preceding program year of the program of performance incentive awards for quality employment services under section 4112 of this title.".
(E) Section 4107 (b), as amended by section $4(a)(3)(B)$, is further amended by striking the second sentence and inserting the following: "Not latar than February 1 of each year, the Secretary shall report to the Committees on Veterans' Affairs of the Senate and the House of Representatives on the performance of States and organizations and entities carrying out employment, training,

[^0]and placement services under this chapter, as measured under subsection (b)(7) of section 4102A of this title. In the case of a State that the Secretary determines has not met the minimum standard of performance (eatablished by the Secretary under subsection (f) of such section), the Secretary shall include an analyeis of the extent and reasons for the State's failure to meet that minimum standard, together with the State's plan for corrective action during the succeeding year.".
(2) The amendments made by paragraph (1) shall apply to

38 USC 4100 note.
reports for program years beginning on or after July 1, 2003.
(e) Clarfication of authority of NVETSI To Provide Training for Personnel of Other Departmbats and Agen-cres.-Section 4109 is amended by adding at the end the following new subsection:
"(c)(1) Nothing in this section shall be construed as preventing the Institute to enter into contracts or agreements with departments or agencies of the United States or of a State, or with other organizations, to carry out training of personnel of such departments, agencies, or organizations in the provision of services ref , to in subsection (a).


VETERANS AND BENEFTTS OF HIRING VETERANS.
(a) Establligment of Committee.-There is established within the Department of Labor a committee to be known as the President's National Hire Veterans Committee (hereinafter in this section referred to as the "Committes").
(b) Dutres.-The Committee shall establish and carry out a national program to do the following:
(1) To furnish information to employers with respect to the training and stills of veterans and disabled veterans, and the advantages afforded employers by hiring veterans with such training and skills.
(2) To facilitate employment of veterans and disabled veterans through participation in America's Career Kit national labor exchange, and other means.
(c) Membership.-(1) The Secretary of Labor ahall appoint 15 individuals to serve as members of the Committee, of whom one shall be appointed from among repreaentatives nominated by each organization described in subparagraph (A) and of whom eight shall be appointed from among representatives nominated by organizations described in subparagraph (B).
(A) Organizations described in this subparagraph are the following:
(i) The Ad Council.
(ii) The National Committee for Employer Support of the Guard and Reserve.
(iii) Veterans' service organizations that have a national employment program.
(iv) State employment security agencies.
(v) One-stop career centers.
(vi) State departments of veterans affairs.
(vii) Military service organizations.
(B) Organizations described in this subparagraph are such businesses, small businesses, industries, companies in the private sector that furnish placement services, civic groupa, workforce investment boards, and labor unions as the Secretary of Labor determines appropriate.
(2) The following shall be ex officio, nonvoting members of the Committee:
(A) The Secretary of Veterans Affairs.
(B) The Secretary of Defense.
(C) The Assistant Secretary of Labor for Veterans' Employment and Training.
(D) The Administrator of the Small Business Administration.
(E) The Postmaster General.
(F) The Director of the Office of Personnel Management.
(3) A vacancy in the Committee shall be filled in the manner in which the original appointment was made.
(d) Administrative Mattero (1) The Committee shall geet not less frequently than once each sler lar quarter.
(2) The Secretary of Labor s. all ppoin he Chair nill or the Committee.
(3)(A) Members of the Commit ee s, fll Trye vith u vorpe sation.
(B) Members of the Committee shall be allowed reasonable and necassary travel expenses, including per diem in lieu of subsiatence, at rates authorized for persons serving intermittently in the Government service in accordance with the provisions of subchapter I of chapter 57 of title 5 while away from their homes or regular places of business in the performance of the responsibilities of the Committee.
(4) The Secretary of Labor shall provide staff and edministrative support to the Committee to assist it in carrying out its duties under this section. The Secretary shall assure positions on the staff of the Committee include positions that are filled by individuals that are now, or have ever been, employed as one of the following:
(A) Staff of the Assistant Secretary of Labor for Veterans ${ }^{3}$

Employment and Training under section 4102A of title 38, United States Code as in effect on the date of the enactment of this Act.
(B) Directors for Veterans' Employment and Training under section 4103 of such title as in effect on such date.
(C) Assistant Director for Vetarans' Employment and Training under such section as in effect on such date.
(D) Disabled vetarans' outreach program specialists under section $4103 A$ of such title as in effect on such date.
(E) Locail veterans' employment representatives under section 4104 of such title as in effect on such date.
(5) Upon request of the Committee, the head of any Federal department or agency may detail, on a nonreimbursable basis, any of the personnel of that department or agency to the Committee to assiat it in carrying out its duties.
(6) The Committee may contract with and compensate government and private agencies or persons to furnish information to employers under aubsection (b)(1) without regard to section 3709 of the Revised Statutes (41 U.S.C. 5).
(e) Remport.-Not later than December 31, 2003, 2004, and 2005, the Secretary of Labor shall submit to Congress a report on the activities of the Committee under this section during the previous fiscal year, and shall include in such report data with respect to placement and retention of veterans in jobs attributable to the activities of the Committee.
(f) Termination.-The Committee shall terminate 60 days after submitting the report that is due on December 31, 2005.
(g) AUTHORIZATION OF APPROPRLATIONS.-There are authorized to he appropriated to the Secretary of Labor rom the empll ment sec ity administratibn account (eatablighed $\square$ section 901 of the
 car ou this sect in each ffy cal ye ts 208 unrou h 205 SEC. 7. REPORT ON IMPLEMEANTATION OF EMIPLOYMENT REFORMS,
(a) STUDY.-The Comptroller General of the United States shall conduct a study on the implementation by the Secretary of Labor of the provisions of this Act during the program years that begin during fiscal years 2003 and 2004. The study shall include an assessment of the modifications under sections 2 through 5 of this Act of the provisions of title 38, United States Code, and an evaluation of the impact of those modifications, and of the actions of the President's National Hire Veterana Committee under section 6 of this Act, to the provision of employment, training, and placement services provided to veterans under that title.
(b) Report. - Not later than 6 months after the conclusion of the program year that begins during fiscal year 2004, the Comptroller Geaeral shall submit to Congress a report on the study conducted under subsection (a). The report shall include such recommendations as the Comptroller Ganeral determines appropriate, including recommendations for legislation or administrative action.

Approved November 7, 2002.

| EMPLOYMENT AND TRAINING ADMINISTRATION ADVISORY SYSTEM <br> U.S. DEPARTMENT OF LABOR <br> Washington, D.C 20210 | CLASSIFICATION <br> Priority of Service for Veterans and Eligible Spouses |
| :---: | :---: |
|  | CORRESPONDENCE SYMBOL OWI |
|  | DATE <br> November 10, 2009 |

TRAINING AND EMPLOYMENT GUIDANCE LETTER NO. 10-09

| TO: | STATE WORKFORCE AGENCIES <br> STATE WORKFORCE ADMINISTRATORS <br> STATE A ID LOCAD WRKORC BC AP D HAA RC A. TD <br> STATE W PR FORCE LIAISONS <br> DIRECTG RS STATE LABOR COMMISSIONERS ONE-STOP CAREER CENTERS <br> WORKFORCE INVESTMENT ACT SECTION 166 INDIAN AND <br> NATIVE AMERICAN GRANTEES <br> WORKFORCE INVESTMENT ACT SECTION 167 MIGRANT AND <br> NATIONAL FARMWORKER JOBS PROGRAM GRANTEES <br> WORKFORCE INVESTMENT ACT SECTION 204 SENIOR COMMUNITY <br> SERVICE EMPLOYMENT PROGRAM (SCSEP) GRANTEES <br> EMPLOYMENT AND TRAINING ADMINISTRATION REGIONAL <br> ADMINISTRATORS <br> SUB-RECIPIENTS OF DEPARTMENT OF LABOR FUNDS |
| :---: | :---: |
| FROM: | JANE OATES/s/ <br> AssistantSecretary <br> Employment and Training Administration |
|  | RAYMOND M. JEFFERSON /s/ <br> Assistant Secretary <br> Veterans' Employment and Training Service |

SUBJECT: Implementing Priority of Service for Veterans and Eligible Spouses in all Qualified Job Training Programs Funded in whole or in part by the U.S. Department of Labor (DOL)

Training Employment and Guidance Letter 5-03

Continuing

1. Purpose. The purpose of this Training and Employment Guidance Letter (TEGL) is to provide information to assist and support those agencies and other grantees that receive funds from the Department to operate qualified job training programs in the implementation of the Priority of Service for Veterans and Eligible Spouses Final Rule. This joint guidance is being issued concurrently by the Employment and Training Administration (ETA) and the Veterans' Employment and Training Service (VETS). Veterans' Program Letter 07-09 is the VETS guidance that corresponds to this TEGL.
2. References.

- Veteran's Benefits, Title 38, United States Code (U.S.C.), Soction 101(2) f8 U.S.C.

- The Jobs for Veterans Act (JVA) of 2002, Public Law (P.L.) 107-288, section 2(a) codified at 38 U.S.C. 4215,
- Veterans' Benefits, Health Care and Information Techrology Act of 2006, P.L. 109-461
- Priority of Service for Covered Persons Final Rule, 20 CFR Part 1010, Fed. Reg. 78132 Dec.19, 2008
- Training and Employment Guidance Letter (TEGL) 5-03 (rescinded by this TEGL)

3. Background. On November 7, 2002, the Jobs for Veterans Act (JVA), Public Law (P. L.) 107-288 was signed into law. One provision of the JVA, codified at 38 U.S.C. 4215, establishes a priority of service requirement for covered persons (i.e., veterans and eligible spouses, including widows and widowers, as defined by this statute) in qualified job training programs.

Since the passage of the JVA, ETA and VETS have provided policy guidance to the workforce investment system regarding the implementation of priority of service, including ETA's issuance of TEGL 05-03 in September 2003. On December 22, 2006, the Veterans' Benefits, Health Care, and Information Technology Act of 2006 (P.L. 109-461) was enacted. Section 605 of that statute requires the Department to implement priority of service via regulation, and 20 CFR Part 1010, published on December 19, 2008, reflects the Department's response to that statutory requirement.

The Final Rule took effect on January 19, 2009. While recipients of DOL funds for qualified job training programs have been required to provide priority of service since 2002, the publication of the Final Rule signals that those recipients subject to the regulations should review, and if necessary, enhance their current policies and procedures to ensure that adequate protocols are in place.
4. Scope of the Requirement. Recipients (and sub-recipients) of DOL funds for qualified job training programs are subject to the priority of service regulations, and are required by law to provide priority of service to veterans and eligible spouses. The Final Rule defines: a) "recipient" to mean an entity to which Federal financial assistance, in whole or in part, is awarded directly from the Department or through sub-award for any qualified job training program; and, b) "qualified job training program" to mean any program or service for workforce preparation, development, or deliver, that is directly funded, iowhole or in $\mathrm{pa} t$, by the Dep rtonent of Labor (20 CFR 10.0 .10 ). For the purpone $f$ theg idarice thett $\mathrm{m} / \mathrm{pI}$ gram operator" is intended $t$ re er t a recipn or as b-1 ecip er of fun fo a qualified job
training prograt

Agreement by a program operator to implement priority of service is a condition of receipt of DOL funds. Therefore, the requirement to provide priority of service applies to all Workforce Investment Act (WLA) and Wagner-Peyser funded activities, including technology-assisted activities; the Senior Community Service Employment Program (SCSEP); Indian and Native American Programs (INAP); National Farmworker Job Training Programs (NFJP); Trade Adjustment Assistance Programs (TAA); job training programs funded through the Women's Bureau, and any other current or future qualified job training program. Additionally, all program operators are required to ensure that priority of service is applied by all sub-recipients of DOL funds. All program activities issued or executed by program operators, regardless of how they are procured, must be administered in compliance with priority of service requirements.
5. Role of States and Local Areas under the Workforce Investment Act (WIA). Under the Final Rule and WIA planning guidelines (TEGL 14-08), States are required to address priority of service in their comprehensive strategic plan for the State's workforce investment system. To meet this requirement, each State, District, or U.S. territory must develop policies for the delivery of priority of service by the State Workforce Agency or Agencies, Local Workforce Investment Boards, and One-Stop Career Centers for all qualified job training programs delivered through the State's workforce system. The policy or policies must require that processes are in place to ensure that veterans and eligible spouses are identified at the point of entry and given an opportunity to take full advantage of priority of service. The purpose of these processes is to ensure that veterans and eligible spouses are aware of: (1) their entitlement to priority of service; (2) the full array of employment, training, and placement services available under priority of service; and (3) any applicable eligibility requirements for those programs and/or services. States' policies must require each Local Workforce Investment Board to develop and include in its strategic local plan, policies and procedures implementing priority of service for the local One-Stop Career Centers and for service delivery by local workforce preparation and training providers. Written copies of local priority of service
policies should be maintained at all service delivery points and, to the extent practicable, should be posted in a way that makes it possible for members of the general public to easily access them.
6. Eligibility for Priority of Service. Veterans and eligible spouses, including widows and widowers as defined in the statute and regulations, are eligible for priority of service. For the purposes of implementing priority of service, the Final Rule requires that program operators use the broad definition of veteran found in 38 U.S.C. 101(2). Under this definition, the term "veteran" means a person who served at least one day in the active military, naval, or air service, and who was discharged or released under conditions other than dishonorable, as specified in 38 U.S.C. 101(2). Active service includes full-time Federal service in the National Guard or a Reserve component. This definition of "actiye service" doemot include fll-time duty performed str) tly for training purposes (i.e, that w ich often ic, ferred to as
 performed by lat nad Culr nexs une wh a on obsod. S te rather than Federal authorities (State mobilizations usually occur in response to events such as natural disasters).
"Eligible spouse" as defined at section 2(a) of the JVA (38 U.S.C. 4215[a]) means the spouse of any of the following:
a. Any veteran who died of a service-connected disability;
b. Any member of the Armed Forces serving on active duty who, at the time of application for the priority, is listed in one or more of the following categories and has been so listed for a total of more than 90 days:
i. Missing in action;
ii. Captured in the line of duty by a hostile force; or
iii. Forcibly detained or interned in the line of duty by a foreign government or power;
c. Any veteran who has a total disability resulting from a service-connected disability, as evaluated by the Department of Veterans Affairs; or
d. Any veteran who died while a disability was in existence. A spouse whose eligibility is derived from a living veteran or service member (i.e., categories b. or c. above) would lose his or her eligibility if the veteran or service member were to lose the status that is the basis for the eligibility (e.g. if a veteran with a total service-connected disability were to receive a revised disability rating at a lower level). Similarly, for a spouse whose eligibility is derived from a living veteran or service member, that eligibility would be lost upon divorce from the veteran or service member.

The priority of service regulations refer to those veterans and spouses who are eligible for priority of service as "covered persons" and refer to those not eligible for priority of service as "non-covered persons." In the interest of specificity, this
guidance refers to those eligible as "veterans and eligible spouses." However, in the interest of brevity, this guidance also adopts the regulatory terminology by referring to those who are not eligible as "non-covered persons."
7. Understanding What it Means to Provide Priority of Service. Priority of service means that veterans and eligible spouses are given priority over non-covered persons for the receipt of employment, training, and placement services provided under a qualified job training program. Priority means that veterans and eligible spouses are entitled to precedence over non-covered persons for services. This means that a veteran or an eligible spouse either receives access to a service earlier in time than a non-covered person or, if the resource is limited, the veteran or eligible spouse receives access to the service instead of or before the non-covered person.

It is important to note that state and local program operators do not have the discretion to establish further priorities witt in the overatl priority established by the re ula ons. The Iobs for Veterans Act resen res that auth rity to the Secretary of La e and trin not xercis d i th ct ren re suati ns.
For a service such as classroom training, priority of service applies to the selection procedure, as follows. First, if there is a waiting list for the formation of a training class, priority of service is intended to require a veteran or eligible spouse to go to the top of that list. Second, priority of service applies up to the point at which an individual is both: a) approved for funding; and, b) accepted or enrolled in a training class. Therefore, once a non-covered person has been both approved for funding and accepted/enrolled in a training class, priority of service is not intended to allow a veteran or eligible spouse who is identified subsequently to "bump" the non-covered person from that training class. Section 10 of this policy guidance provides additional detail regarding the ways that priority of service applies in the context of other statutory and discretionary priorities.
8. Identifying Veterans and Eligible Spouses. The workforce system and other program operators must enable veterans and eligible spouses to identify themselves at the point of entry to the system or program, and veterans and eligible spouses must be given the opportunity to take full advantage of the priority. When identifying veterans and eligible spouses, One-Stop Career Centers and other grantees and sub-grantees must ensure that veterans and eligible spouses are made aware of:

- Their entitlement to priority of service;
- The full array of employment, training and placement services available; and,
- Applicable eligibility requirements for programs and services.

Program operators must develop and implement processes to identify veterans and eligible spouses who physically access service delivery points or who access service delivery programs through the Internet in order to provide veterans and eligible spouses with timely and useful information on priority of service at the point of entry. Point of entry may include reception through a One-Stop Career Center, as part of an application process for a specific program, or through any other method by which veterans and eligible spouses express an interest in receiving services, either in-person or virtually. Section 2 of Attachment A describes the types of interactions intended to take place between those workforce programs required to provide priority of service, on the one hand, and the Jobs for Veterans State Grants Program, on the other hand.
9. Verifying Status. The Final Rule does not change or add to pre-existing program requirements regardint veification of the eligibillty of a veteran or eligible sp use. It is neither necessary of or propiat far progran o 10 ors to equre yencic tion of the status of a vetera o elis ble spo se at the oir tof en y, nu ss the individual who self-idertifiesasw-reven or eligrolespouse: ay is to munedrately undergo eligibility determination and be registered ar enrolled in a program; and, b) the applicable federal program rules require verification of veteran or eligible spouse status at that time. Even in those instances in which eligibility determination and erurollment occur at the point of entry, a veteran or eligible spouse should be enrolled and provided immediate priority and then be permitted to follow-up subsequently with any required verification of his or her status as a veteran or eligible spouse. For programs or services that cannot rely on self-attestation (e.g., classroom training), verification only needs to occur at the point at which a decision is made to commit outside resources to one individual over another. In contrast, the commitment of program staff effort does not require verification of status by a veteran or eligible spouse. For example, if a veteran or eligible spouse self-identifies, program staff should be permitted to deliver any appropriate intensive services, while permitting the veteran or eligible spouse to follow-up subsequently with verification of his or her status. Section 1.b of Attachment A provides supplementary information related to verification of veteran status for program eligibility purposes.
10. Applying Priority of Service. The application of priority of service varies by program depending on the eligibility requirements of the particular program. Qualified job training programs fall into two basic categories: universal access programs and programs that require prospective participants to meet specified eligibility criteria. The first two subsections below describe how priority of service applies to these two basic types of programs.
a. Universal access programs. For workforce programs that operate or deliver services to the public as a whole without targeting specific groups,
veterans and eligible spouses must receive priority of service over all other program participants. For example, the primary universal access services are the "core" services delivered through the One-Stop system under the Wagner-Peyser and WIA programs. Veterans and eligible spouses receive the first level of priority in universal access programs.
b. Progr ms vith Eligibility Criterfa. Eligibility ci teria identify basic condi on tha eat and very art ipa it a pe ife P ogr m is required to me $t$ r $r$ rample, oi the $S_{f}$ nio $C o$ nu uni $s$ rvice $7 m$ loyment Program (SCSEIP) every participant is required to meet four criteria: a) age 55 or over; b) low-income; c) resident of a designated area; and, d) not jobready. It is important to note that a veteran or eligible spouse must first meet any and all of the statutory eligibility criteria in order to be considered eligible for: a) enrollment in the program; b) receipt of priority for enrollment in the program; and c) priority for receipt of services.

In addition to the eligibility criteria that all participants are required to meet, some programs also have priorities that establish a rank order to be observed in enrolling or serving participants. These priorities can be of two types: a) statutory; or, b) discretionary. The following two subsections provide guidance on how priority of service interacts with these two types of priorities.
I. Programs zvith Statutory Priorities. Some programs are required by law to provide a priority or preference for a particular group of individuals or require the program to spend a certain portion of program funds on a particular group of persons. An example of this type of priority is the priority for low-income individuals and for recipients of public assistance for the WIA adult formula programs. For programs with this type of mandatory priority, program operators must determine the status of each individual veteran or eligible spouse and apply priority of service as described below:
i. Veterans and eligible spouses who meet the mandatory priorities or spending requirement or limitation must receive the highest level of priority for the program or service;
ii. Non-covered persons who meet the program's mandatory priority or spending requirement or limitation then receive the second level of priority for the program or service;
iii. Veterans and eligible spouses outside the program-specific mandatory priority or spending requirement or limitation then receive the third level of priority for the program or service; and
iv. Non-covered persons outside the program-specific mandatory priority or spending requirement or limitation then receive the fourth level of priority for the program or service.
II. Programs quith Discretionary Priorities. Some qualified job training programs may include a focus on a particular group or make efforts to provide a certain level of service to a particular group without the authorizing law specifically mandating that the target group be served before other eligible individuals. Because a discretionary focus of this typl is a pt a statutorily mandated priority or argeting reqi irement, vete an and el ril sespouses hus re eiv, th hi het fio thy for prog rais o services ot th ad cry ior ur tar et grec vire nent. Noncovered persons within the discretionary targeting group then receive the second level of priority. Non-covered persons outside the discretionary targeting group receive the third level of priority. With respect to priority of service, the only feature that distinguishes discretionary targeting programs from universal access programs is the additional application of the discretionary targeting criterion to the non-covered persons. Therefore, for veterans and eligible spouses, priority of service applies to discretionary targeting programs and services the same way that it applies to universal access programs, i.e., veterans and eligible spouses first.

Prior policy guidance on priority of service and the recently published regulations gave considerable attention to the application of priority of service to programs with discretionary priorities. However, a review of qualified job training programs conducted in conjunction with the development of this guidance did not identify any prominent examples of programs that currently have discretionary priorities. There were examples of programs of this type in the past and there may be other examples in the future. It also is possible that the recent review failed to identify a specific program or service that currently includes a discretionary priority. For those reasons, the guidance on this topic is retained here for application by program operators, as appropriate.

For additional guidance on the ways that priority of service interacts with eligibility criteria and statutory priorities see Attachment A of this TEGL. In particular, Section 1.a of Attachment A provides specific information about how income and benefits derived from military service relate to the statutory low-income priority that applies to certain workforce programs. Section 3 of Attachment A points out that the GI Bill and other education and training benefits administered by the Department of Veterans Affairs are not required to be coordinated with WIA training (i.e., veterans and
eligible spouses cannot be required to exhaust their VA benefits prior to gaining access to WIA training). Section 4 of Attachment A identifies the implications of priority of service for the processes of some specific workforce programs that are impacted by this requirement.
11. Data Collection and Reporting Requirements. The Office of Management and Budget approved the information collection request that accompanied the priority of service regulations (OMB Control Number - 1205-0468). The approved reporting requirements for priority of service apply at two levels. First, all qualified job training programs are required to adopt the definitions for veterans and eligible spouses that appear in the regulations for their reporting on the ser ices provided to veterans and elig ble spouses and to non-covered per prs. Second hose qualified job training , ro ram that Prv, at at en tio al eve a cever ge ; 1,000 or more veterans per cea du ing the ha nor ent ye on pi manimpation are required to implement additional reporting requirements for "covered entrants" (i.e., veterans and eligible spouses at the point of entry to the workforce system).

Six programs currently meet the size threshold for reporting on covered entrants: (1) WLA Adult; (2) WIA Dislocated Worker; (3) National Emergency Grants; (4) Wagner-Peyser State Grants; (5) Trade Adjustment Assistance (TAA); and (6) Senior Community Service Employment Program (SCSEP). Attachment C provides a look forward to the Individual Data Elements to be collected for covered entrants. Attachment D provides a look forward to the Quarterly Report format to be submitted for covered entrants. Additional documents related to the reporting on covered entrants and OMB's approval of this requirement can be accessed at: http://www.reginfo.gov/public/do/PRAViewICR?ref nbr=200812-1205-003.

The SCSEP will begin collecting and reporting on covered entrants for Program Year 2009. For the other five programs that meet the size threshold, implementation of reporting on covered entrants is temporarily deferred. In response to new statutory requirements, the New Trade Act Participant Report was recently developed and approved by OMB. The specifications for that report include the Data Elements presented in Attachment C. However, the collection of covered entrant data for TAA will commence at the time of reporting implementation for the other four programs. The temporary deferral of reporting on covered entrants does not relieve the five programs, or any other qualified job training programs from implementing policies and procedures specifically designed to deliver priority of service to veterans and eligible spouses.
12. Monitoring. As stated in the Final Rule, the Department will monitor the implementation of priority of service to ensure that veterans and eligible spouses are made aware of and afforded priority of service. Monitoring will be performed by
the Veterans' Employment and Training Service and the Departmental agency responsible for the qualified job training program's administration and oversight.

Program operators are required to ensure that priority of service is applied throughout their respective service delivery systems, including service delivery points maintained by all sub-recipients. It is expected that program operators will monitor local service delivery operations to ensure that their internal policies and procedures result in compliance with the priority of segvice requirements.
 of service po cie an proged $r$ and hal an $c$ an es eces ury o implement priority of service consistent with the Final Rule. If any program operators do not have policies and procedures in place, they are required to do so now.
14. Inquiries. All inquiries should be addressed to the appropriate DOL agency's regional office or to the respective DOL national office.

## Attachments:

- Attachment A: Aspects of Workforce Programs That Relate to Priority of Service
- Attachment B: Frequently Asked Questions and Answers
- Attachment C: Individual Record Data Elements Minimum Data Fields
- Attachment D: Report Format


NOY 102009

VETERANS' PROGRAM LETTER NO. 07-09

TO:
ALL REGIONAL ADMINISTRATORS AND DIRECTORS FOR VETERANS'
EMPLOYMENT AND TRAINING EMPLOYMENT AND TRAINING



JANE OATES Yue oxites
Assistant Secretary Oning
Employment and Training Administration

SUBJECT: Implementing Priority of Service for Veterans and Elliglble Spouses In all Qualified Job Training Programs Funded in Whole or In Part by the U.S. Department of Labor
I. Purpose: To provide information to assist and support those agencies and other grantees that recelve funds from the Department to operate qualifled job training programs In the Implementation of the Priority of Service for Veterans and Eligible Spouses Final Rule. This joint guldance is belng issued concurrently by the Employment and Training Administration (ETA) and the Veterans' Employment and Tralning Service (VEIS). Training and Employment Guidance Letter (TEGL) 10-09 is the ETA guldance that corresponds to this VPL.
II. Raflerencar: Title 38, United States Code Section 101(2) (38 U.S.C. 101(2)); 38 U.S.C., Chapters 41 and 42; Prlority of Service for Covered Persons Flnal Rule, 20 CFR Part 1010, Fed, Reg. 78132 Dec.19, 2008.
III. Backaround: On November 7, 2002, the Jobs for Veterans Act (JVA), Public Law (P. L.) 107-288 was signed Into law. One provislon of the JVA, codifled at 38 U.S.C. 4215, establlshes a priority of service requirement for covered persons (l.e., veterans and ellglble spouses, including widows and widowers, as defined by thls statute) In quallfied job training programs.

Since the passage of the JVA, ETA and VETS have provided policy guldance to the workforce Investment system regarding the implementation of priority of service, including ETA's Issuance of TEGL 05-03 In September 2003. On December 22, 2006, the Veterans' Benefits, Health Care, and Information Technology Act of 2006 (P.L. 109-461) was enacted. Sectlon 605 of that statute requires the Department to

Implement priority of service vla regulation, and 20 CFR Part 1010, published on December 19, 2008, reflects the Department's response to that statutory requirement.

The Final Rule took effect on January 19, 2009. While recipients of DOL funds for quallfed job training programs have been required to provide prlorlty of service since 2002, the publication of the Final Rule signals that those recipients subject to the regulations should review, and If necessary, enhance their current policles and procedures to ensure that adequate protocols are in place.
IV. Scope of the Requirement: Reciplents (and sub-reclplents) of DOL funds for quallifed joh training programs are subject to the p lority of servil e regulations, and are requ red by law to provide oriority of service to feterans and ligible spouses. The Fina pore do fin s: a) "r ciplen "to me $n$; 1 er ith to it ch f deral financial assistan $e$, w ole orin ia t, is a ary ed re tly on the 1 epa ment or through sub-aword forma, quanned joo traning prograni, and, op"quatimed job tralning program" to mean any program or service for workforce preparation, development, or delivery that is directly funded, in whole or in part, by the Department of Labor ( 20 CFR 1010.110). For the purpose of this guldance, the term "program operator" is intended to refer to a reciplent or a sub-recipient of DOL funds for a qualified job training program.

Agreement by a program operator to Implement priority of service is a condition of recelpt of DOL funds. Therefore, the requirement to provide priority of service applles to all Workforce Investment Act (WIA) and Wagner-Peyser funded activitles, Induding technology-assisted activitles; the Senior Community Service Employment Program (SCSEP); Indlan and Native American Programs (INAP); Natlonal Farmworker Jobs Training Programs (NFJP); Trade Adjustment Assistance Programs (TAA); job tralning programs funded through the Women's Bureau, and any other current or future qualiffed job training program. Addiltionally, all program operators are required to ensure that priority of service is applied by all sub-reciplents of DOL funds. All program activitles issued or executed by program operators, regardless of how they are procured, must be administered in compllance with priority of service requirements.
V. Role of States and Lecal Areas under the Workforce Investmant:Act (WIA): Under the Final Rule and WIA planning guldellnes (TEGL 14-08), States are required to address priority of service in their comprehensive strategic plan for the State's workforce investment system. To meet thls requirement, each State, District or U.S. territory must develop policies for the dellvery of priority of service by the State Workforce Agency or Agencles, Local Workforce Investment Boards, and One Stop Career Centers for all quallfled job training programs dellvered through the State's workforce system. The policy or pollcles must require that processes are in place to ensure that veterans and eliglble spouses are Identified at the point of entry and given an opportunity to take full advantage of priority of service. The purpose of these processes is to ensure that veterans and ellglble spouses are aware of: (1) thelr entitlement to priority of service; (2) the full array of employment, tralning, and placement services avallable under priority of service; and (3) any applicable eliglbility requirements for those programs and/or services. States' policies must require each Local Workforce Investment Board to develop and Include in its strategle local plan, policles and procedures implementing priorlty of service for the local One Stop Career Centers and for service dellvery by local workforce preparation and training providers. Written coples of local priority of service policles should be
malntained at all service dellvery points and, to the extent practicable, should be posted in a way that makes it possible for members of the general public to easily access them.

V1. Eligibility for Priority of Service: Veterans and ellgible spouses, including widows and widowers as deflned In the statute and regulations, are ellglble for priority of service. For the purposes of implementing priority of service, the Final Rule requires that program operators use the broad definition of veteran found in 38 U.S.C. 101(2). Under this definition, the term "veteran" means a person who served at least one day in the active military, naval, or alr service, and who was dlscharged or released under conditions other than dishonorable, as feecifled in 38-1.S.C. 101(2). Active servil $\frac{1}{17}$ ludes full-time Federapservice in the A tlonal Guard $r$ a Reserve component. Thi defnition an"agtive s vio ges ot nci de fu"thr e duty

 by Natlonal Guard personnel who are mobilized by State rather than Federal authorities (State mobilizations usuaily occur in response to events such as natural disasters).
"Eligible spouse" as defined at sectlon 2(a) of the JVA (38 U.S.C. 4215[a]) means the spouse of any of the following:
a. Any veteran who died of a service-connected disability;
b. Any member of the Armed Forces serving on active duty who, at the time of application for the priority, is listed In one or more of the following categorles and has been so listed for a total of more than 90 days:
I. Missing in action;
ii. Captured In line of duty by a hostile force; or
III. Forclbly detalned or intemed in line of duty by a forelgn government or power;
c. Any veteran who has a total dlsablity resulting from a service-connected dlsability, as evaluated by the Department of Veterans Affalrs; or
d. Any veteran who died while a disability was in existence. A spouse whose ellgibility Is derived from a living veteran or service member (l.e., categories b. or c. above) would lose his or her eliglbility if the veteran or service member were to lose the status that is the basis for the ellgiblity (e.g. If a veteran with a total service-connected disablitity were to receive a revised disabillty rating at a lower level). Similarly, for a spouse whose eligibility is derived from a ilving veteran or service member, that ellgibility would be lost upon divorce from the veteran or service member.

The priority of service regulations refer to those veterans and spouses who are ellgible for priority of service as "covered persons" and refer to those not ellgible for priorlty of service as "non-covered persons." In the interest of specificity, this guldance refers to those ellglble as "veterans and eligible spouses." However, in interest of brevity, thls guidance also adopts the regulatory terminology by referring to those who are not eligible as "non-covered persons."
ViI. Understanding What it Means to Provide Priority of Servica: Priority of service means that veterans and eliglble spouses are given priority over non-covered persons for the recelpt of employment, training, and placement services provided under a qualifled job training program. Priority means that veterans and eligible spouses are entitled to precedence over non-covered persons for services. This means that a veteran or an eligible spouse elther receives access to a service earlier

In time than a non-covered person or, if the resource is limited, the veteran or eligible spouse recelves access to the service Instead of or before the non-covered person.

It is important to note that state and local program operators do not have the discretion to estabilsh further prioritles within the overall priority established by the regulations. The Jobs for Veterans Act reserves that authority to the Secretary of Labor and it was not exercised in the current regulations.
For as rvil such as classroom tralning, priority : service applf $s$ to the selection
 class, for ty servicus itendei to req ir a $v$ te in or ligit e spouse to go to
 individual is both: a) approved for funding; and, b) accepted or enrolled in a training class. Therefore, once a non-covered person has been both approved for funding and accepted/enroiled in a tralning class, priority of service is not Intended to allow a veteran or eligible spouse who is identifled subsequently to "bump" the non-covered person from that training class. Section $X$ of this policy guldance provides additional detail regarding the ways that prlority of service applies in the context of other statutory and discretionary priorities.
VIII. Identifving Veterans and_Ellaible Spouses: The workforce system and other program operators must enable veterans and ellgitle spouses to identify themselves at the point of entry to the system or program, and veterans and eligible spouses must be given the opportunity to take full advantage of the priority. When identifying veterans and eligible spouses, One Stop Career Centers and other grantees and sub-grantees must ensure that veterans and eligible spouses are made aware of:

- Thelr entitlement to priority of service;
- The full array of employment, training and placement services avallable; and,
- Applicable eliglbility requirements for programs and services.

Program operators must develop and Implement processes to identify veterans and eligible spouses who physically access service delivery polnts or who access service delivery programs through the Internet in order to provide veterans and eligible spouses with timely and useful information on priority of service at the point of entry. Point of entry may include receptlon through a One Stop Career Center, as part of an application process for a specific program, or through any other method by which veterans and eligible spouses express an Interest in recelving services, either in-person or virtually. Section 2 of Attachment A describes the types of Interactions fntended to take place between those workforce programs required to provide priority of service, on the one hand, and the Jobs for Veterans State Grants Program, on the other hand.
IX. Yerifving Status: The Final Rule does not change or add to pre-existing program requirements regarding verification of the eligibility of a veteran or ellgible spouse. It is nelther necessary nor approprlate for program operators to require verification of the status of a veteran or eligible spouse at the point of entry, unless the individual who self-identifles as a veteran or eligible spouse: a) is to Immedlately undergo elligibility determination and be registered or enrolled in a program; and, b) the appilcable federal program rules require verificatlon of veteran or eiligible spouse status at that time. Even In those instances in which ellgibility determination and
 programsor servicesthar canno foly on leze spouse. For verification only needs to occur at the point at which a decision is made to commit outside resources to one Individual over another. In contrast, the commitment of program staff effort does not require verification of status by a veteran or eligible spouse. For example, if a veteran or ellglble spouse self-identiffes, program staff should be permitted to deliver any appropriate intensive services, while permitting the veteran or eligible spouse to follow-up subsequently with verification of his or her status. Section 1.b of Attaciment A provides suppiementary Information related to verificatlon of veteran status for program ellgiblity purposes.
X. Applying Priority of Service: The application of prlority of service varies by program depending on the ellgibllity requirements of the particular program. Qualified job training programs fall into two basic categorles: unlversal access programs and programs that require prospective participants to meet speciffed eligibility criteria. The first two subsections below describe how priority of service applies to these two basic types of programs.
A. Universal access programs; For workforce programs that operate or deliver services to the public as a whole without targeting specific groups, veterans and ellglble spouses must recelve priority of service over all other program participants. For example, the primary universal access services are the "core" services dellvered through the One-Stop system under the WagnerPeyser and WIA programs. Veterans and eligible spouses recelve the first level of priority in universal access programs.
B. Programs wilth Eligibillity Criterla; Eligibility criterla Identify basic conditions that each and every participant in a speciflc program is required to meet. For example, for the Senior Community Service Employment Program (SCSEP) every participant is required to meet four criterla: a) age 55 or over; b) fowIncome; c) resident of a designated area; and, d) not job-ready. It is important to note that a veteran or eligible spouse must first meet any and ali of the statutory eligibility criteria in order to be considered ellgible for: a) enroliment in the program; b) receipt of priority for enroilment in the program; and c) priority for receipt of services.

In addition to the eligiblity criterla that all participants are required to meet, some programs also have prioritles that establlsh a rank order to be observed in enrolling or serving particlpants. These priorities cian be of two types: a) statutory; or, b) discretionary. The following two subsections provide guldance on how priority of service interacts with these two types of priorities.
A. Programs with Statutory Prlorities: Some programs are required by law to provide a priority or preference for a particular group of indlviduals or require the program to spend a certain portion of program funds on a particular group of persons. An example of this type of priority is the priority for lowincome individuals and for reciplents of public assistance for the WIA adult formula programs. For programs with thls type of mandatory priority, program operators must determine the status of each individual veteran or eligible spouse and apply priority of service as described below:

1. Veterans and eligible spouses who meet the mandatory priorities or spending requirement or limitation must recelve the highest level of priority for the program or service;
II. Non-covered persons who meet the program's mandatory priority or spending requirement or ilmitation then recelve the second level of priority for the program or service;
ill. Veterans and ellglble spouses outside the program-specific mandatory priority or spending requirement or Iimitation then recelve the third level of priority for the program or service; and
iv. Non-covered persons outside the program-speciflc mandatory priority or spending requirement or limitation then receive the fourth level of prlority for the program or service.
B. Programs with Discretionary Pripritles: Some qualifled job tralning programs ma. Include a focus on a partlcular group ir make effort to provide a certain lev, of peicicetp a panie lar rap witio t the uthent ing law specifically In nda with the target gro $p$ b s ved be ore o ler ligible indivlduais. Bed us a discre io ary fo us if th st, oe unast und lly mandated prlority or targeting requirement, veterans and ellgible spouses must receive the highest priority for programs or services with a discretionary targeting requirement. Non-covered persons within the discretionary targeting group then recelve the second level of priority. Non-covered persons outside the discretionary targeting group receive the third level of priority. With respect to priority of service, the only feature that distingulshes discretionary targeting programs from universal access programs is the additional application of the discretionary targeting criterion to the non-covered persons. Therefore, for veterans and ellgible spouses, priority of service applies to discretionary targeting programs and services the same way that it appiles to unlversal access programs, l.e., veterans and eligible spouses first.

Prior poilcy guldance on priority of service and the recently published regulations gave considerable attention to the application of priority of service to programs with discretionary prioritles. However, a revlew of quallfied job training programs conducted in conjunction with the development of this guidance did not identify any prominent examples of programs that currently have discretionary prioritles. There were examples of programs of thls type in the past and there may be other examples in the future. It also is possible that the recent review falled to Identify a specific program or service that currently Includes a discretionary priority. For those reasons, the guldance on this toplc is retalned here for application by program operators, as appropriate.

For additional guldance on the ways that priority of service interacts with ellgibility criteria and statutory priorities see Attachment A of this VPL. In particular, Section $1 . a$ of Attachment A provides speciflc Information about how income and benefits derived from military service relate to the statutory low-income priority that applies to certaln workforce programs. Section 3 of Altachment A points out that the GI BIII and other education and training benefits administered by the Department of Veterans Affairs are not required to be coordinated with WIA training (l.e., veterans and ellgfble spouses cannot be required to exhaust their VA benefits prior to gaining access to WIA
training). Section 4 of Attachment A identifles the implications of priority of service for the processes of some specific workforce programs that are impacted by this requirement.
XI. Data Collection and Reporting Requirements: The Office of Management and Budget approved the information collectlon request that accompanled the priority of service regulations (OMB Control Number - 1205-0468). The approved reporting requirements for priority of service apply at two levels. First, all qualified job training programs are required to adopt the definitions for veterans and eligible spouses that appear in the regulations for their repo ing on the se vices provided to veterans nd ligible spouses and to non-covered po sons. Secom those qualifled job traini 9 rogr m th at se ved, a the na on lies el, sav fage of 1,000 or more veterans er ea during ty e hree $n$ ost ecs it ear of vrogr to eration are required coimprentent adutional repoiting requirements for "covered entrants" (1.e., veterans and eligtble spouses at the point of entry to the workforce system).
Six programs currentiy meet the size threshoid for reporting on covered entrants: (1) WIA Adult; (2) WIA Dislocated Worker; (3) Natlonal Emergency Grants; (4) Wagner-Peyser State Grants; (5) Trade Adjustment Assistance (TAA); and (6) Senlor Community Service Employment Program (SCSEP). Altachment C provides a look forward to the Individual Data Elements to be collected for covered entrants. Attachment D provides a look forward to the Quarterly Report format to be submitted for covered entrants. Additional documents related to the reporting on covered entrants and OMB's approval of this requlrement can be accessed at: http://www.reginfo.gov/public/do/PRAVlewICR?ref_nbr=200812-1205-003
The SCSEP will begin collecting and reporting on covered entrants for Program Year 2009. For the other flve programs that meet the size threshold, Implementation of reporting on covered entrants is temporarily deferred. In response to new statutory requirements, the New Trade Act Participant Report was recently developed and approved by OMB. The specifications for that report Inciude the Data Elements presented in Attachment C. However, the collection of covered entrant data for TAA will commence at the time of reporting implementation for the other four programs. The temporary deferral of reporting on covered entrants does not relleve the five programs, or any other quailifed job tralning programs, from implementing policies and procedures specifically deslgned to dellver prority of service to veterans and ellgible spouses.
XII. Monitoring: As stated in the Final Rule, the Department will monltor the implementation of priority of service to ensure that veterans and elligible spouses are made aware of and afforded priority of service. Monitoring will be performed by the Veterans' Employment and Training Service and the Departmental agency responsible for the qualifled job training program's administration and oversight.

Program operators are required to ensure that prlority of service is applled throughout their respective service delivery systems, Including service delivery points maintalned by all sub-recipients. It is expected that program operators will monitor local service delivery operations to ensure that their Internal policies and procedures result in compllance with the priority of service requirements.
XIII. Action Requested: Program operators are directed to review their existing priority of service pollcles and procedures and make any changes necessary to implement
priority of service consistent with the Final Rule. If any program operators do not have policles and procedures in place, they are required to do so now.
XIV. Inquiries: All inquirles should be addressed to the, appropriate DOL agency's
reglonat otn or to the respective OOL natlonal of ze.
XV. Attachif Ln ts:

Attachment A: Aspects of Workforce Programs That Relate to Priority of Service Attachment B: Frequently Asked Questlons and Answers Attachment C: Individual Record Data Elements MInimum Data Fields Attachment D: Report Formats

## ATTACHMENT A

Sack to Attachiments

## Aspects of Workforce Programs That Relate to Prlority of Service

This attachment identifles some aspects of workforce programs that are outside the direct scope of priority of service but that relate to the Implementation of priority of service in an operational environment, including:

- Progro re"plbility and priority of eervice;
- Releva ce the lobsfor Vetaranestate-frantete prioctivy of oce Ice;
- Exclus in if Vf furde tral ing fr on o or na lon itt WiA ralr hg; and,
- Implice ior of vitorlty s vice or g her wo kfo e rogra is a id processes.

These four topics are treated in the sections that follow.

## 1) PROGRAM ELIGIBILITY AND PRIORITY OF SERVICE

Two aspects of program ellgibillty relate to effective implementation of priority of service. The first is the exemption of milltary income from consideration In determining ellgiblisty for those programs that have a statutory requirement to serve low-Income individuals. The second is the verification of the status of veterans and ellgible spouses that is required by some workforce programs as part of their eligibility determination and enrollment processes. Both aspects are treated below.
a) Exemption of Mllitary Service-Related Income. Program operators responsible for programs that include income criterla in the eligiblity rules or targeting pollcies (such as the WIA formula programs) should note that many types of income related to military service are not to be included when determining if a covered person meets "low income" eligibility standards or targeting policles. The WIA regulations ( 20 CFR 667.255) state, In accordance with 38 U.S. Code Part 4213, that "any amounts recelved as milltary pay or allowances by any person who served on active duty, and certaln other specified benefits must be disregarded when determining if a person is a 'low-income Indlvidual' for ellgibility purposes."
All pay and/or financial allowances earned while a veteran was on active duty are exempt. Title 38 U.S.C. 4213 also exempts from Inclusion in "low Income" calculations any financial benefits received by a covered person under the following Chapters of Title 38 of the U.S. Code:
11. Compensation for service-connected disability or death.
13. Dependency and findemnity compensation for service-connected deaths.
30. All-volunteer force educational assistance program.
31. Training and rehabilitation for veterans with service-connected disabillitles.
35. Survivors' and dependents' educational assistance.
36. Administration of educational benefits

Also excluded from "low income" calculations are benefits received under Chapter 106 of TItle 10 U.S. Code, Educational assistance for members of the selected reserve.

In contrast to the varlous types of military income and benefits identifled above that are exempt from inclusion in low-income calculations, certain other types of military-
related income are not exempt. Speciflcally, pension payments authorized by Title 10 U.S. Code, such as those recelved by military retirees whether or not their retirement was based on disability, are not exempt and are to be included in "low income" calculations. Also not exempt are penslon benefits pald under Chapter 15 of Title 38 U.S. Code.
b) Verification of the Status of Veterans and Eligible Spouses. As indicated in the guldance document, verification of status for veterans and eligible spouses is not required in order to provide priogty of service. "owever, to thil extent that the progr $m s$ providing priority of service have their own requirem ints regarding verifh ation of he st tus orvete ans inc ello ble spo ise, is matter that relates to the efl cti aimplern ar ation for orit o ser ce by th se pograms.

The status of a veteran or an elfigle spouse can be verifled by referring a varlety of official documents, including, but not limited to:

- A DD 214 (issued following separation from active duty);
- An official notice issued by the Department of Veterans Affairs that establishes entitlement to a dlsability rating or award of compensation to a qualifled dependent;
- An official notice issued by the Department of Defense that documents the eligibility of an individual, based on the missing or detained status of that Individual's actlve duty spouse; or
- An offlctal notice issued by a State veterans' service agency that documents veteran status or spousal fights, provided that the State veterans' service agency requires Federal documentation of that information.
To mitigate the burden of establishing proof of covered person status, States also may establish other means for verifying status, such as electronic communication with official databases, such as those malntained by State veterans' service agencles, provided that the organizations responsible for those sources can certify the accuracy of their records and have effectlve procedures for matching thelr records with the covered persons seeking services. As Indlcated in the Preamble to the regulations, the Department intends to issue further guldance on this matter in the future.


## 2) RELEVANCE OF THE JOBS FOR VETERANS STATE GRANTS PROGRAM

The Veterans' Employment and Training Service (VETS) provides Jobs for Veterans State Grants (JVSG) to the States to support the program activitles and services provided by the One-Stop Career Centers for veterans. The JVSG funds support the appointment and assignment of Disabled Veterans' Outreach Program (DVOP) Speciallsts and Local Veterans Employment Representatives (LVERs). The definitions of veterans and "other eligible persons" applicable to services provided by DVOP and LVER staff are different: from and narrower than those which are applicable within the priority of service "covered person" definition (e.g., for veterans other than those whose service time was Ilmited by discharge due to disability, 181 days or more of active duty time is required). So, the universe of indlviduals eligible for services by the DVOP and LVER staff is a subset of the broader universe of individuals entitled to priority of service by the Jobs for Veterans Act.

Operators of programs subject to the priority of service regulations are strongly encouraged to establish effective linkages with the State JVSG program staff, for twoway referrals of individuals for services. Such linkages would be advantageous to the indlviduais in need of services, and also to the program operators. The JVSG program staff mern'ery perform case management services fo veterans and other eligible persons w 10 r quire-intenclue emalovabil'z-hevetopm ent pe vices, nd also focus on employer el lons activi os ty develd 0 jo ofs $\mathrm{f} r$ ater ns onl o her ilgible persons. Another 5 inf an aspert 0 th Jys, pr gra il the na, nean nof hose specialists with the milltary servites to provide transition services to men and women leaving active duty and returning to civilian life, and Invoivement in Reserve and National Guard units' de-activation activities when those personnel end thelr active duty stints and return to civilian life. Effective linkages between those veterans program specialists and all qualified job training programs subject to the prlority of service requlrements would heip to achieve the underlying purpose of the priority of service requirements, by establishing effective means of outreach to a significant portion of the unlverse of covered persons, and communication of information about employment and training opportunitles offered in local communitfes by qualified job training programs.

## 3) EXCLUSION OF VA FUNDED TRAINING FROM "OTHER GRANT ASSISTANCE" IN COORDINATION WITH WIA FUNDED TRAINING

Section 134(d)(4)(B) of WIA, as well as the WIA regulations at 20 CFR 663.310 refer to the requirement to coordinate WIA funded training with "other grant assistance," such as Pell grants. In some service dellvery environments, these provislons have been Interpreted to mean that veterans or spouses who are ellglble for the GI Bill or other forms of VA funded education or training are required to coordinate their entiltement to those benefits with their ellgibility for WIA funded training. In some circumstances, this has been further interpreted to mean that the VA funded training entitlement must be exhausted before the veteran or spouse can be enrolled in WIA funded training. VA benefits for education and training services clearly are not included in the statutory and regulatory category of "other grant assistance." Therefore, veterans and spouses are not required to coordinate their entitlement to those benefits with any concurrent ellgibility that they may have for WIA funded training (and therefore, should not preclude them from recelving WIA funded services). SImilarly, WIA program operators may not require veterans or spouses to exhaust their entillement to VA funded training benefits prior to allowing them to enroll in WIA funded training.

## 4) IMPLICATIONS OF PRIORITY OF SERVICE FOR OTHER WORKFORCE PROGRAMS AND PROCESSES

Below are some of the programs and processes that are impacted by priority of service.
a) Unemployment Insurance-Programs That Interface with Services. The Worker Profiling and Reemployment Services (WPRS) program and the Reemployment and Eligibility Assessments (REA) each apply specifled criteria to Identify certain categorles of Unemployment Insurance (UI) claimants who are required to report inperson to a service dellvery location, typlcally a One-Stop Career Center. Claimants are directed to report to a specific location at a speciffc time and the fallure to comply with the requirement to report as directed raises an issue on the ciaim, which must be resolved. This may lead to disqualification for an extended period or a determination of ineligiblity for a shorter time. The intent of the requirement to report is to reinforce compliance with ellgibility requirements including ability to
work, avallability for work and actively seeking work, and other requlrements for ellgibility.

Prior guldance applicable to WPRS referred to the requirement to report as a "referral." That designation Implied delivery of a service, which would result in the applicaten of priority of service atthls step of the tall-In process. This guidance clarifle: tha for hoth WPRS and the REAs, the rer uirement to r port, Including the written voice pow le to olman si, it no co sid eed ton le ase vice and, therefore, priority of rui e doesint tpply a th ipc int oth 5 lectld pr cess. Pollcy guidame-direets mat ooth Wras and rea charmants should berererred to services as appropriate, thus some clalmants may recelve reemployment services and others may not. This distinction is based both on the avallability of reemployment services and on the needs of the claimant. This guldance clarffies that, upon reporting inperson to a service dellvery location, those claimants required to report under WPRS or REA who are veterans or eligible spouses are entitled to priority of referral to avallable reemployment services or to any other qualifled job training program for which they are eligible.

Priority of service applies to all referrals to any qualifled job training program(s) for which a veteran or eligible spouse is eligible, regardless of the organizational affilation or funding source of the staff members who come into contact with claimants who are veterans or eligible spouses at the service delivery location. In addition, upon referral to a quallfied job training program, the priorlty of service requirement includes prlority for enrollment In the program, as well as priority for participation in the full range of services available through the program.
b) One-Stop Career Center Services. Because One-Stop Career Centers offer various types of services including staff-assisted services as well as guidance and materials, State and local boards must immediately assess their current operations for compllance purposes and improvement opportunities, if they have not aiready done so.
c) Natlonal Programs. National programs that statutorly target certaln segments of the population must ensure the Implementation of the principles outined in this guidance in order to assure that the dual intentions of Congress - service to targeted population(s) and priority of service to veterans and eligible spouses - are simultaneously accomplished.
d) Self-Service Tools. Any Informational or service dellvery Web site developed with funding from a quallied job training program or grant will be expected to provide Information on priority of service for veterans and eligible spouses, and how to access assistance from any applicable program or grant via the nearest One Stop Career Center. It is important to note that self-service instructions will be expected to go beyond mention of or referral to Local Veterans' Employment Representatives and Disabled Veterans' Outreach Program specialists.

## ATTACHMENT B

Jack to Altachments

## Frequently Asked Questions and Answers Regarding Priority of Service

For ease of reference, the questions and answers have been arranged according to the following_broad categories:
Rescinded

- Monitortng
- Promising Practices
- Applicability to Existing Priorities
- Data Collection and Reporting
- Miscellaneous

For ease of tracking and reference, questlons and answers have been numbered sequentially.

## Definitions

Q1. For determining eligibility for priority of service, why does the Labor Department (USDOL) require covered program operators to use a relatively broad definition of "veteran" rather than the more narrow deflnition that has been in use for many years by State Agencles that administer the Jobs for Veterans State Grants and Wagner-Peyser State Grants?

A1. The USDOL is bound by the Jobs for Veterans Act (JVA) to use the definitlon of a "covered person" set forth in 38 U.S.C. 4215(a)(I)(A), and revlew of the legislative history indicated that the Congress intended that a broad definition of veteran be applled with regard to priorty of service in programs subject to the JVA. The pre-existing statutory definition of a "veteran" that most closely conforms to the Impiled definition in the JVA is the definition that appears in Section 101 (2) of Title 38, U.S. Code, and that essentlaily is what the Final Rule sets forth.

Q2. To be considered an "eligible veteran," must an Individual have to have served overseas, or in a combat zone?

A2. No, the statute does not limit eligibility on the basis of where a person served on actlve duty.
Q3. Must an Individual have an "honorable" dlscharge in order to be considered an "ellgible veteran?"
A3. No. Only a discharge clearly categorized as "dishonorable" would bar a veteran from eligibility for this benefit.

Q4. Why not develop a unlform definition of "veteran" for all USDOL-funded employment and training programs?

A4. The authorizing legislation for each program, as amended by subsequent statutes, ilmits the Department's authority to establish a uniform definition of "veteran." The Jobs for Veterans Act does not authorize the Department to establish a uniform definition of "veteran" for all programs.

Q5. Are there any time limits pertaining to re-marriage following the death of a veteran
that affect the ellgibility of a widow(er) to be considered a "covered person?"
A5. The priority of service statute does not inciude a disqualification clause pertaining to remarrlage by a widow or widower.
Q6. Among those eligible spouses whose eligiblity is derived from a deceased veteran (widows or widowers), why do the Federal Regulations ilmit eligibility for priority of service to the two speciflc types of "eligible spouses" Identifled?
A6. The Jobs for Veterans Act is explicit in citing the two categories of widows or widowers who are considered to be "eligible spouses;" they a"e persons whi were spouses of veterans who suc Um ed due to a service-connected disabili , or who succ mbed while a total
 Veteran A airs was in wi tence, hei ler $r$ at $t$ at lsabi y $w$ is the cause of death. Q7. Some Fegerarempioyment anctranning programs typically operative in One Stop centers, e.g., the Jobs for Veterans State Grants and Wagner-Peyser funded programs, require that priority for veterans be dellvered on a tiered basis, that is, service-connected disabled veterans rated $30 \%$ or more recelve the highest priority, then other serviceconnected disabled veterans, and so on. Are the other USDOL-finded employment and training programs supposed to make such distinctions in their implementation of the priority of service requirements?
A7. No, the statute does not require, nor does the Department expect reciplents to make such distinctions within the universe of veterans ellgible spouses for priority of service.

## Polnt of Entry

Q8. How will veterans and ellgible spouses be identiffed In a self-registration system?
A8. Entities that provide services funded by USDOL programs covered by these regulations are required to have user-friendly processes by which Individuais at the point of entry to the service system can Identify themselves as veterans and eligible spouses eligible for priority of service. The USDOL will not prescribe how that is to be done. However, program operators are reminded that self-registration systems are not to require veterans to produce documents (e.g., a DD-214 Discharge Form) to verify thelr status at this stage, unless the point of entry is also the point at which program eligibility determination and registration or enroliment also takes place.

## Technical Assistance and Guldance

Q9. Will the Veterans' Employment and Training Service (VETS) and the Employment and Training Administration (ETA) Issue joint policy and/or Implementation guldance on behalf of USDOL?

A9. The Federal Regulations at 20 CFR Part 1010 that became effective on January 19, 2009, articulate a considerable body of USDOL policy guldance. The USDOL VETS and ETA agencies have established a formal inter-agency workgroup to develop and Issue implementation guidance and technical assistance regarding priority of service requirements and concepts.

## Monitoring

Q10. Do reciplents have administrative responsiblities related to the delivery of priority of service to veterans and eligible spouses in addition to requirements to promulgate policies and plans applicable to program operatlons at their own service delivery points and those of
sub-reciplents of USDOL funds?
A10. Yes, reciplents of USDOL funds are required to implement effective internat controls to ensure that priority of service policies and procedures are carried out at all program service dellvery points.
Qil. How will the "foint monitoring" by the USDOL VETS and ETA agencles required by the regulations be coordinated and implemented?
A11. Joint monitoring by the VETS and ETA has alre. ly begun, wit VETS staff having been added to $1 \mathrm{e} t$ ams carrying out the ETA-administere review and a proval processes of State Pfar for the cois ir Yee s Wi an W gn r-Pe se fing am. The two agencies also are c re tly 1 discus $p$ s rega ding the de elo $m$ ot gf opr priate monitoring policles ant-procedures conisistern witr siv10.240. When estabished, these will be communicated to the ETA and VETS staff as well as to USDOL-funded program operators.

## Promising Practices

Q12. WIII USDOL provide examples of effective implementation of priority of service for veterans and eliglble spouses at the program/local levels?
A12. The Inter-agency workgroup is currently in the process of compiling descriptions of "best" or promising program models and practices, and will begln making them avallable to interested members of the pubfic through various media.
Q13. Will the USDOL provide examples of state pollcies and/or procedures that could be used as a starting point for developing state guidance that may not have previously existed?
A13. The Inter-agency workgroup is currently in the process of compling applicable state pollcles and will disseminate them.

## Appllcablity of Veterans' Priority of Service to Existing Prioritles

Q14. Reportedly, some states and local program operators have interpreted the WIA requirement in Sectlon 134(d)(4)(E) that adults and dislocated workers who are public assistance reciplents and other low-income individuals should recelve priority for WIA intensive and training services to mean that the priority for veterans and ellgible spouses is secondary to that priorly. Is that the correct interpretation of the statute?
A14. No, the priority of service requirement for veterans and other eligible persons is not secondary. A veteran or ellgible spouse must meet the statutory eligibility requirements(s) applicable to the specific program from which services are sought. So, for those programs that also have statutory prlorities or preferences pursuant to a Federal statute or regulation, the program service providers must coordinate providing priority of service to veterans and other eliglble persons with the application of those other priorities, as prescribed in paragraphs (b)(2) and (b)(3) of Section 1010.31 of the regulations and as explained in Section X. of VPL 07-09.

For the WIA Adult Program, which has statutory targeting of public assistance reciplents and other low-Income Individuals, program operators are to implement priority of service in the following order: (I) program-eligible veterans and elligible spouses who are public assistance reciplents or who meet the income requirements for the area would recelve the highest priority for the program; (2) program-ellgible individuais who are not covered persons who
are public assistance reciplents or who meet the income requirements for the area would receive the second-highest priority for the program; and (3) veterans and ellgible spouses not on public assistance or whose income exceeds the "low income" standards for the area would recelve priority over any individuals with comparable ellglbllity who are not covered persons.

Q15. What If a covered person ellglble for priority of service is not interested (or otherwise sulted) in participating in any of the training or employability development programs funded by the program operator in a particular area--is that covered person entitled by the "priority of service" statute to be provided a training program customized for him or her?
A15. The qui tion Implies that the JAA might confer to veterans a d eligible spouses an
 Chapter 30 Tit 38 orme (.S. Co ef rv ca ona re abilit tion orogram participation.
 entitlement to veterans and ellgible spouses in USDOL-funded programs. However, States and local Workforce Investment Boards are not preciuded by any rules from extending that degree of priority to any segment of the covered person universe.

## Data Colfection and Reporting

Q16. What is the status of the Information Collection Request or ICR and assoclated reporting instructions?

A16. Those programs that served less than 1,000 veterans per year at the national level, on average, for the past three years are not required to report on covered entrants but are required by the ICR to adopt the definitions in the regulations for veterans and eligible spouses, when their reporting systerns next come due for approval by the Office of Management and Budget (OMB). For flve of the six programs that are required by the ICR to report on covered entrants, (WIA Adult, WIA Dislocated Worker, WIA National Emergency Grants, Trade Adjustment Assistance and Wagner-Peyser State Grants), the implementation of data collection and reporting on covered entrants was intended to be concurrent with the Implementatlon of the proposed Workforce Investment Streamlined Performance Reporting System (WISPR). SInce the Implementation of WISPR has been postponed, the implementation of the data collection and reporting on covered entrants also has been delayed. ETA and VETS are currently conferring with OMB to identify next steps with regard to the implementation of streamilined reporting in general, and reporting on covered entrants in particular. At thls time, reporting on covered entrants has been walved for PY 2009 for the five programs identifled above. The sixth program required to report on covered entrants, the Senlor Community Service Employment Program, is Implementing that reporting for PY 2009. In the meantime, ETA and VETS may supplement the information that can be collected with currently available systems through other means such as sampling and on-site monitoring to help ensure that veterans and ellgible spouses are recelving priority for publicly-funded workforce services.

## Miscellaneous

Q17. Can the income of veterans (such as disabillty pension benefits or lump-sum payments at time of separation for unused leave) be disregarded by WIA grant recipients and sub-recipients during elligiblity determinations, which might enable younger veterans who are entitled to priority of service to take advantage of the increased age limit in the

WIA youth program (from 14-24, instead of 14-21) for the purpose of implementing the American Recovery and Reemployment Act?
A17. Yes. As phed in Section 1.a of Attachment A to PL 07-09, Inc me eamed while on active millita $y$ d ty and/or hanacial-bereflte received $b$ vetemans an eligible spouses under a varlety oit uth feed rogr ms ca no be aç ded in reteal Elon of income for
 or targeting.
-18-
ATTACHMENT C dual Record Data Elements Minimum Data Fields for Determining Priority of Service at the Initial Point of Entry

| No. | Data Element Name | Data <br> Typel <br> Field <br> Length |  | Code Value |
| :---: | :---: | :---: | :---: | :---: |
| 01 | Covered Entrant Identifier | AN 12 | Recard the unique identibier used for the cove' ' mannl (i.e. an assigned numeric iD other | XXXXXOXXXXXXXXX |
| 02 | $\begin{array}{\|l} \hline \text { Coverted Person Enty } \\ \text { Dale } \end{array}$ | DT8 | Recard the date on which the covered person irst wide conlact with the workforice system, eilher at a physical location or through an electeonio masource | MYMMMDD |
| 03 | Date 45 Days Following Coverad Person Entry Date | DT' | Record the date that falls 45 days following H a $\mathrm{C}^{\text {C }}$, and Person Entry Date. | MTMMMDD |
| 04 | Covered Person Status | IN1 | Record 1 If the entrant served to the active $m$ tary, ne val, or air service, and was discharged or released therefrom under condilions other tha disho prable. <br> Recort 2 If the entrant is the spouse of any of the following indluiduals: (a) Any veleran who died of a service-connected disability; (b) Amy who has a lotal disability resulting from a service-connected disabilty, (c) Ary veleran who died while a disability so evalualed was in existence; or (d) Any mamber of the Amed f the spouse's entry is listed, pursuant to secticn 556 obeen 80 listled for a total of mora then 90 day power. ving on active duty who, at the time of wie 37 and regulations issued by a hostile force, or (iti) foucibly detained or intamad in tine of duty, by faptured in line of duty | $\begin{aligned} & 1=\text { Veleran } \\ & 2=\text { Eligithe Spouse } \\ & 3=\text { Not a Coversd Person } \end{aligned}$ |
| 05 | Dale of Birth | DT8 | Record the covered entrant's date of birth. |  |
| 06 | Gender | TN1 | Recond 1 If the covered entrand indicales that <br> Record 2 if the covered entrant indicales that she is fermale. <br> If the cowered entrant does not salfidentify ge far leve blank" or record 0 . | $\begin{aligned} & \text { YYYMMDD } \\ & \text { i= Male } \\ & \text { = F Female } \end{aligned}$ |
| 07 | Individual with a Disability | IN1 | Record 1 If the covered entrant indicalas thal e/ah ib is any "dilsability." as defined in Section 3(2)(a) of the Americans with Disablitites Act om 189 (42 U.S.C. 12102). Under that definilion, a "disability" is a physical or mental impaiment th- instantially limilis one or more of the person's majar lfe activilies. (For definitions (atexar ples of "physical or mental impainment" and "major Hfe activities," see paragraphs (1) and (2) I the Hefinition of the term "disability" in 29 CFR 37.4, the defintition section of the WMA , Mr-msarmaration regulations.) definition. Record 2 it the covered endrant indicates that heishe does not have a disablifity that meets the 0. <br> If the covered entrant does not wish to disclose his/her disablility status, leave "tlank" or Recard | $\begin{aligned} & 1=\mathrm{Yes} \\ & 2=\mathrm{No} \end{aligned}$ |
| 08 | Race: American Indian or Alaska Native | IN1 | Recond 1 II the covered entranilindicatas thai hershe is a person having origins in any of the original peoples of North America and South America (including Central America), and who mainiains cultural idenificalion through trithal affiliation or comrnunity recogrillon. legue "blank" or Recand 0. If the covered entrant doess not self-didentify his/her race as American Indian or Alasika Native. | 1 Y Yos |


ATTACHMENT D
Hack io Altachupents

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| :---: | :---: | :---: |
| (1) |  |  |
| - |  |  |
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Report Definitions
'Covered Entrunts Who Reached the End of the Entry Period - This count includes all thosecovered entrants for whom the entry period ends within the quarter reporting periods. Classification as a covered enttantoc irs at the carliest point that a covered person contacts the iniate site) or remotely through electronic technologies. Designation as a covered entrant covered person entry date. (1)
${ }^{4}$ Covered Entrants Who Received a Service During the Entry Period - This count includes thace covered entrants for whom the entry period ends within the respective current quarter and four quarter reporting periods AND for whom there is a date o pur icyation during the entry period. A covered entrame who as a paricipan, that is, an individual who is determined eligible to partic, ale in the program (to the extent the program has eligibility technologies. .
Covered Entrants Who Receiv a Staff-Assisted Service During the Entry Period - This Lount includes those covered enurants for whom the entry period within the entry period.


[^0]:    Deadiline. Raports.

