117th CONGRESS 1st Session

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To establish jobs programs for long-term unemployed workers, and for other purposes.

IN THE SENATE OF THE UNITED STATES

Mr. VAN HOLLEN (for himself, Mr. WYDEN, Mr. MURPHY, Mr. MERKLEY, Mrs. GILLIBRAND, and Mr. BLUMENTHAL) introduced the following bill; which was read twice and referred to the Committee on

A BILL

To establish jobs programs for long-term unemployed workers, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE.

4 This Act may be cited as the "Long-Term Unemploy-

5 ment Elimination Act of 2021".

6 SEC. 2. PURPOSE.

7 The purpose of this Act is to provide job opportuni-8 ties for every long-term unemployed worker in the United9 States.

1 SEC. 3. DEFINITIONS.

2 In this Act:

3	(1) CAREER SERVICES.—The term "career serv-
4	ices" includes the services described in section
5	134(c)(2)(A) of the Workforce Innovation and Op-
6	portunity Act (29 U.S.C. 3174(c)(2)(A)).
7	(2) COVERED AREA.—The term "covered area"
8	means the local area in which a local board is car-
9	rying out a jobs program, or (in the circumstances
10	described in section 4(d)) the local area in which a
11	community-based organization is carrying out a jobs
12	program, under this Act.
13	(3) ELIGIBLE WORKER.—The term "eligible
14	worker" means an individual who—
15	(A) is not less than 18 years old;
16	(B) is authorized to be employed in the
17	United States for purposes of section 274A of
18	the Immigration and Nationality Act (8 U.S.C.
19	1324a);
20	(C) has not been employed or a full-time
21	student for a period of not less than 27 weeks
22	(except as modified under section 5(e)); and
23	(D) is currently seeking employment and
24	has been seeking employment for a period of
25	not less than 4 weeks (except as modified under
26	section $5(e)$).

1	(4) Individual with a barrier to employ-
2	MENT.—The term "individual with a barrier to em-
3	ployment" has the meaning given in section $3(24)$ of
4	the Workforce Innovation and Opportunity Act (29
5	U.S.C. $3102(24)$), except that such term shall not
6	include individuals who meet the terms of the defini-
7	tion in that section solely on the basis of their status
8	as long-term unemployed individuals.
9	(5) ON-THE-JOB TRAINING.—The term "on-the-
10	job training" has the meaning given the term in sec-
11	tion 3(44) of the Workforce Innovation and Oppor-
12	tunity Act $(29 \text{ U.S.C. } 3102(44))$, except that sub-
13	paragraph (B) of that section shall not apply.
14	(6) PARTICIPATING EMPLOYER.—The term
15	"participating employer" means an employer—
16	(A) that is—
17	(i) a government agency;
18	(ii) a nonprofit organization;
19	(iii) operating as an employment so-
20	cial enterprise; or
21	(iv) a business; and
22	(B) includes—
23	(i) an employer at the site of employ-
24	ment for an eligible worker in a program
25	position; or

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1	(ii) a community-based organization
2	that acts as an employer of record by—
3	(I) assuming the roles and re-
4	sponsibilities assigned to employers
5	described in clause (i) under this Act;
6	(II) entering into an agreement
7	with an employer described in clause
8	(i) to set forth the terms and condi-
9	tions for employment of an eligible
10	worker in a program position in a jobs
11	program in accordance with the provi-
12	sions of this Act; and
13	(III) acting as an intermediary
14	between eligible workers and employ-
15	ers described in clause (i) to facilitate
16	participation in the jobs program in-
17	volved.
18	(7) PAYROLL TAXES.—The term "payroll
19	taxes" means taxes under section 3111, 3221, 3301,
20	or 3321 of the Internal Revenue Code of 1986, and
21	any similar State or local tax imposed on employers.
22	(8) Pre-apprenticeship.—The term "pre-ap-
23	prenticeship", used with respect to a program,
24	means a program that is designed to prepare indi-
25	viduals to enter and succeed in a registered appren-
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1	ticeship program and is carried out by an entity that
2	has a documented partnership with at least one
3	sponsor of a registered apprenticeship program.
4	(9) Program position.—
5	(A) IN GENERAL.—The term "program po-
6	sition", used with respect to a jobs program—
7	(i) means a position—
8	(I) in a temporary job that is de-
9	signed to lead to long-term employ-
10	ment; and
11	(II) that is provided along with,
12	as necessary, career services, sup-
13	portive services, and training services
14	to enable an individual to succeed in
15	the job and obtain and retain long-
16	term employment; and
17	(ii) includes—
18	(I) a position in a transitional
19	job;
20	(II) a position in a registered ap-
21	prenticeship program; and
22	(III) an approved national service
23	position made available under section
24	129 of the National and Community
25	Service Act of 1990 (42 U.S.C.

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1	12581), including a position spon-
2	sored under subsection (i) of that sec-
3	tion, subject to subparagraph (B).
4	(B) RULE.—
5	(i) Employers with certain pro-
6	GRAM POSITIONS.—A participating em-
7	ployer for an eligible worker (or an em-
8	ployer at the site of employment for an eli-
9	gible worker) in a program position de-
10	scribed in subparagraph (A)(ii)(III) shall
11	be considered to be a service sponsor, as
12	defined in section 101 of the National and
13	Community Service Act of 1990 (42
14	U.S.C. 12511).
15	(ii) Eligible workers in certain
16	PROGRAM POSITIONS.—In parity with sec-
17	tion $101(30)$ of the National and Commu-
18	nity Service Act of 1990 (42 U.S.C.
19	12511(30)), an eligible worker in such a
20	program position shall not be considered to
21	be an employee of the participating em-
22	ployer (or of an employer at the site of em-
23	ployment for the eligible worker).
24	(10) Recognized postsecondary creden-
25	TIAL.—The term "recognized postsecondary creden-

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1 tial" means such a credential as defined in section 2 3 of the Workforce Innovation and Opportunity Act 3 (29 U.S.C. 3102), if the provider of the program 4 leading to the credential is identified under section 5 122(h) of such Act (29 U.S.C. 3152(h)). 6 (11)REGISTERED APPRENTICESHIP PRO-GRAM.—The term "registered apprenticeship pro-7 8 gram" means a program registered under the Act of 9 August 16, 1937 (commonly known as the "National 10 Apprenticeship Act"; 50 Stat. 664, chapter 663; 29 11 U.S.C. 50 et seq.). 12 (12)SECRETARY.—The "Secretary" term 13 means the Secretary of Labor. 14 (13) TRANSITIONAL JOB.—The term "transi-15 tional job" means a job described in section 16 134(d)(5) of the Workforce Innovation and Oppor-17 tunity Act (29 U.S.C. 3174(d)(5)), without regard 18 to the limitation described in that section on funding 19 for such jobs. 20 (14) WIOA TERMS.—The terms "adult edu-21 cation and literacy activities", "career pathway", 22 "community-based organization", "customized train-23 ing", "industry or sector partnership", "in-demand industry sector or occupation", "integrated edu-24 cation and training", "local area", "local board", 25

1	"one-stop operator", "poverty line", "State area",
2	"State board", "supportive services", "training serv-
3	ices", and "veteran" have the meanings given the
4	terms in section 3 of the Workforce Innovation and
5	Opportunity Act (29 U.S.C. 3102).
6	(15) Worker-owned enterprise.—
7	(A) IN GENERAL.—The term "worker-
8	owned enterprise" means—
9	(i) an eligible worker-owned coopera-
10	tive, as defined in section $1042(c)(2)$ of the
11	Internal Revenue Code of 1986; or
12	(ii) an enterprise for which the major-
13	ity of the voting stock is owned by workers
14	employed by such enterprise.
15	(B) VOTING STOCK.—For purposes of sub-
16	paragraph (A)(ii), the share of the voting stock
17	owned by workers shall include stock held by an
18	employee stock ownership plan, as defined in
19	section $4975(e)(7)$ of such Code.
20	SEC. 4. JOBS PROGRAMS FOR LONG-TERM UNEMPLOYED
21	WORKERS.
22	(a) IN GENERAL.—
23	(1) ESTABLISHMENT.—The Secretary shall es-
24	tablish and administer a jobs initiative for eligible

workers, consisting of jobs programs carried out
 through local boards.

3 (2) PARTNERSHIPS.—A local board may enter
4 into a partnership with one or more community5 based organizations to submit an application and
6 carry out a jobs program.

7 (3) AGREEMENTS.—In administering the initia-8 tive, the Secretary shall enter into 4-year agree-9 ments with local boards, under which the Secretary 10 shall provide payments to local boards. Such an 11 agreement shall specify which functions described in 12 this Act will be carried out by the local board, by the 13 community-based organization, and by the partner-14 ship.

15 (4) PAYMENTS.—The Secretary shall make
16 such a payment in an amount that equals the eligi17 ble costs incurred by the local board—

18 (A) to provide wages and compensation for
19 program positions for eligible workers under
20 this section, minus any employer share of the
21 eligible costs of providing the wages and com22 pensation;

23 (B) to provide career services, supportive
24 services, and training services to eligible work25 ers under this section; and

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(C) to administer the jobs program under
 this section.

3 (b) LOCAL BOARD APPLICATION.—To be eligible to 4 enter into an agreement under subsection (a), a local 5 board shall submit an application to the Secretary at such 6 time, in such manner, and containing a 4-year plan that 7 includes such information as the Secretary may require, 8 including—

9 (1) the number of eligible workers that the local 10 board proposes to serve under the jobs program in-11 volved and the estimated cost of serving that number 12 of workers;

(2) a plan for one-stop operators to identify the
issues preventing each eligible worker served by the
jobs program from securing employment, and to reduce the impact of those issues with career services,
supportive services, and training services;

(3) a description of how the local board will engage labor organizations, joint labor-management organizations, community-based organizations, community colleges, economic development agencies, and
career and technical education programs as partners
to provide training services to eligible workers, including any—

1	(A) adult education and literacy activities,
2	including activities of English language acquisi-
3	tion, and integrated education and training pro-
4	grams;
5	(B) pre-apprenticeship and registered ap-
6	prenticeship programs; and
7	(C) career pathways;
8	(4) a description of how the local board will
9	support the creation and expansion of industry or
10	sector partnerships and alignment of the jobs pro-
11	gram with career pathways to improve outcomes for
12	eligible workers in program positions;
13	(5) proposed levels for the performance ac-
14	countability measures described in subsection (c);
15	(6) a description of the controls established by
16	the local board to assure that the local board—
17	(A) disburses funding to each participating
18	employer for all eligible costs described in sub-
19	section (h) incurred under the jobs program,
20	minus the employer share described in sub-
21	section (i);
22	(B) oversees participating employers to en-
23	sure compliance with program rules and collec-
24	tion of accurate data for performance account-

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1	ability measures described in subsection (c);
2	and
3	(C) requests accurate advance payment or
4	reimbursement for the eligible costs described
5	in subsection (h), minus any employer share de-
6	scribed in subsection (i) of the eligible costs;
7	(7) a description of how the local board will col-
8	laborate with the corresponding State board to im-
9	plement the jobs program and align such program
10	with the plan submitted by the corresponding State
11	board under subtitle A of title I of the Workforce In-
12	novation and Opportunity Act (29 U.S.C. 3111 et
13	seq.);
14	(8) a description of how the local board will
15	align the activities carried out under the grant with
16	the activities carried out under—
17	(A) the plans submitted by the local board
18	under subtitle A of title I of the Workforce In-
19	novation and Opportunity Act (29 U.S.C. 3111
20	et seq.);
21	(B) the employment and training program
22	established by the corresponding State under
23	the supplemental nutrition assistance program
24	established under the Food and Nutrition Act
25	of 2008 (7 U.S.C. 2011 et seq.);

1	(C) the corresponding State program for
2	temporary assistance for needy families estab-
3	lished under part A of title IV of the Social Se-
4	curity Act (42 U.S.C. 601 et seq.);
5	(D) the national service plan submitted by
6	the corresponding State Commission on Na-
7	tional and Community Service under section
8	178 of the National and Community Service
9	Act of 1990 (42 U.S.C. 12638);
10	(E) programs established under the Second
11	Chance Act of 2007 (34 U.S.C. 60501 et seq.);
12	(F) employment and community develop-
13	ment programs carried out by the Secretary of
14	Housing and Urban Development;
15	(G) career and technical education pro-
16	grams authorized by the Carl D. Perkins Ca-
17	reer and Technical Education Act of 2006 (20
18	U.S.C. 2301 et seq.);
19	(H) the continuum of care projects (relat-
20	ing to ending homelessness) carried out under
21	applications submitted, by communities serving
22	an area that is substantially similar to the cov-
23	ered area, under subtitle C of title IV of the
24	McKinney-Vento Homeless Assistance Act (42)
25	U.S.C. 11381 et seq.);

(I) programs to support competitive inte-
grated employment for individuals with disabil-
ities, including programs of vocational rehabili-
tation services under title I of the Rehabilita-
tion Act of 1973 (29 U.S.C. 720 et seq.) and
the Ticket to Work and Self-Sufficiency Pro-
gram carried out under section 1148 of the So-
cial Security Act (42 U.S.C. 1320b–19);
(J) the program of employment services
provided under the Wagner-Peyser Act (29)
U.S.C. 49 et seq.); and
(K) employment and training programs for
veterans; and
(9) assurances that—
(A) prior to the placement of an eligible
worker in a program position, the local board
will consult with the appropriate local labor or-
ganization, if any, representing employees in
the covered area who are engaged in the same
or similar work as that proposed to be carried
out by the eligible worker, to prevent the dis-
placement and protect the rights of such em-
ployees; and

1	(B) the local board will comply with the
2	nondisplacement provisions of subsection (f)
3	and the grievance procedures of subsection (g).
4	(c) Performance Accountability.—
5	(1) IN GENERAL.—For each local board, the
6	performance accountability measures shall consist of
7	the indicators described in paragraph (2) and the
8	levels described in paragraph (3).
9	(2) INDICATORS.—The indicators for the per-
10	formance accountability measures shall consist of—
11	(A) the primary indicators of performance
12	described in section $116(b)(2)(A)(i)$ of the
13	Workforce Innovation and Opportunity Act (29
14	U.S.C. 3141(b)(2)(A)(i));
15	(B) the number of eligible workers placed
16	in jobs created by the jobs program of the local
17	board;
18	(C) for households with an eligible worker
19	who participated in the program, the average
20	increase in income by the end of such participa-
21	tion; and
22	(D) the percentage of program positions
23	filled by eligible workers who were individuals
24	with a barrier to employment.

1	(3) Acceptable overall levels of per-
2	FORMANCE.—The local board shall reach agreement
3	with the Secretary, acting in consultation with the
4	Secretary of Education, on acceptable overall levels
5	of performance for each indicator described in para-
6	graph (2) for each year covered by the application
7	submitted under subsection (b). In reaching such
8	agreements, the local board and the Secretaries shall
9	take into account—
10	(A) the purpose of this Act, as described in
11	section 2, by seeking to provide job opportuni-
12	ties for as many eligible workers as possible;
13	and
14	(B) the factors described in section
15	116(b)(3)(A)(v) of the Workforce Innovation
16	and Opportunity Act (29 U.S.C.
17	3141(b)(3)(A)(v)), except that references in
18	that section to a State shall be considered to be
19	references to a local area.
20	(4) Reporting Requirement.—
21	(A) IN GENERAL.—The local board shall
22	provide information specifying the board's level
23	of performance on the performance account-
24	ability measures specified in this subsection, in-
25	cluding disaggregated data specified under sub-

1 paragraph (B), as part of the local board per-2 formance reports established under section 3 116(d) of the Workforce Innovation and Oppor-4 tunity Act (29 U.S.C. 3141(d)). 5 (B) DISAGGREGATED DATA.—Each such 6 performance report shall include data specifying 7 the board's level of performance with respect to 8 individuals with barriers to employment, 9 disaggregated by each subpopulation of such in-10 dividuals, and by race, ethnicity, sex, and age. 11 (d) SANCTIONS FOR FAILURE TO MEET PERFORM-ANCE ACCOUNTABILITY MEASURES OR SUBMIT AN APPLI-12 13 CATION.— 14 (1) PERFORMANCE IMPROVEMENT PLAN AND 15 TECHNICAL ASSISTANCE.—If a local board fails to 16 meet performance accountability measures specified 17 in subsection (c)— 18 (A) the local board shall develop a per-19 formance improvement plan; and 20 (B) the Secretary and State board may

provide technical assistance, including assistance in the development of the performance improvement plan.

24 (2) REPEATED FAILURE TO MEET PERFORM-25 ANCE ACCOUNTABILITY MEASURES.—If a local board

1	fails to meet the performance accountability meas-
2	ures for at least 3 consecutive years, the Secretary
3	may enter into an agreement with a community-
4	based organization to carry out a jobs program serv-
5	ing the corresponding local area in place of the local
6	board.
7	(3) Failure to submit application.—
8	(A) IN GENERAL.—If a local board fails to
9	submit an application under subsection (b) by
10	the such date as the Secretary may require—
11	(i) the Secretary shall notify the local
12	board of the local board's failure to submit
13	such application; and
14	(ii) the Secretary and State board
15	may provide technical assistance to enable
16	the local board to submit such application.
17	(B) FAILURE TO SUBMIT APPLICATION
18	FOR 1 YEAR OR LONGER.—If a local board fails
19	to submit an application under subsection (b)
20	for 1 year or longer after the date described in
21	subparagraph (A), the Secretary may enter into
22	an agreement with a community-based organi-
23	zation to carry out a jobs program serving the
24	corresponding local area in place of the local
25	board.

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1	(4) PROGRAMS CARRIED OUT BY COMMUNITY-
2	BASED ORGANIZATIONS.—
3	(A) APPLICATION.—A community-based
4	organization that seeks to carry out a jobs pro-
5	gram in place of a local board as described in
6	paragraph (2) or (3) shall submit an applica-
7	tion to the Secretary.
8	(B) SELECTION.—The Secretary shall se-
9	lect, on a competitive basis, community-based
10	organizations to carry out jobs programs as de-
11	scribed in paragraphs (2) and (3) for a local
12	area. The Secretary shall select such organiza-
13	tions based on their ability to implement a jobs
14	program that achieves the highest levels on the
15	performance accountability measures, taking
16	into account the factors described in section
17	116(b)(3)(A)(v) of the Workforce Innovation
18	and Opportunity Act (29 U.S.C.
19	3141(b)(3)(A)(v)), except that references in
20	that section to a State shall be considered to be
21	references to a local area, and meets the other
22	requirements specified in this Act.
23	(C) RENEWAL.—After the initial selection
24	under subparagraph (B), the Secretary shall,
25	every 4 years, hold a new competition to select

1	community-based organizations to carry out
2	jobs programs for local areas. The local board
3	for such an area may also submit an application
4	in such competition.
5	(D) IMPLEMENTATION.—This Act shall
6	apply to a community-based organization se-
7	lected under this paragraph as if the organiza-
8	tion was the local board for the corresponding
9	local area.
10	(e) Participating Employer.—
11	(1) IN GENERAL.—Participating employers
12	shall be selected by a local board. An entity who
13	seeks to be a participating employer shall enter into
14	an agreement with the local board to act as a par-
15	ticipating employer under this subsection.
16	(2) Selection criteria.—
17	(A) IN GENERAL.—To select participating
18	employers (including the renewal of such a se-
19	lection), the local board shall take into account
20	the considerations, and comply with the require-
21	ments, specified in subparagraphs (B) through
22	(H).
23	(B) Worker feedback.—The local board
24	shall provide an opportunity for eligible workers
25	to provide feedback on participating employers,

1	and shall take this feedback into account when
2	determining whether to renew the selection of
3	an employer.
4	(C) LABOR ORGANIZATIONS.—
5	(i) IN GENERAL.—The local board
6	shall consider input from labor organiza-
7	tions and joint labor-management organi-
8	zations to select participating employers.
9	(ii) Collective bargaining agree-
10	MENTS.—For a site of employment at
11	which workers are covered by a collective
12	bargaining agreement, the local board shall
13	not place a program participant in a pro-
14	gram position at the site without the con-
15	sent of all labor organizations and joint
16	labor-management organizations rep-
17	resenting workers at such site.
18	(D) Long-term employment pros-
19	PECTS.—The local board shall consider whether
20	the employer under consideration is proposing
21	or providing an experience that will help eligible
22	workers secure long-term employment after the
23	program position ends, either with the partici-
24	pating employer or another employer.
25	(E) Community impact and input.—

1	(i) COMMUNITY IMPACT PREF-
2	ERENCE.—The local board shall consider
3	whether the employer is offering program
4	positions in which the work to be per-
5	formed is designed to have a positive im-
6	pact on the communities in the covered
7	area served through the jobs program, and
8	shall develop criteria for that positive im-
9	pact based on input from members of such
10	communities.
11	(ii) Community input.—The local
12	board shall also provide an opportunity for
13	such communities to provide input on how
14	a participating employer should be selected
15	and whether specific employers should be
16	selected, and shall take this input into ac-
17	count when selecting a participating em-
18	ployer.
19	(F) IN-DEMAND INDUSTRY SECTOR OR OC-
20	CUPATION.—The local board shall consider
21	whether the employer is offering program posi-
22	tions that lead to employment in an in-demand
23	industry sector or occupation.
24	(G) Type of business.—The local board
25	shall consider whether the employer is—

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1	(i) a worker-owned enterprise; or
2	(ii) a small business concern owned
3	and controlled by women, a small business
4	concern owned and controlled by socially
5	and economically disadvantaged individ-
6	uals, a small business concern owned and
7	controlled by veterans, or a qualified
8	HUBZone small business concern, as those
9	4 terms are defined in section $8(d)(3)$ of
10	the Small Business Act (15 U.S.C.
11	637(d)(3)).
12	(H) OTHER FACTORS.—The local board
13	may consider other factors, besides the factors
14	explicitly stated in this paragraph, that are rel-
15	evant to achieving the performance account-
16	ability measures and other requirements speci-
17	fied in this Act.
18	(3) PARTICIPATING EMPLOYER DUTIES.—The
19	participating employer shall—
20	(A) provide wages for each eligible worker
21	in a program position at a rate that—
22	(i) is not less than the greatest of the
23	3 rates described in subsection (h)(1)(B);
24	(ii) is not less than the customary
25	rate paid by the employer for the same or

1	similar work performed by other employees
2	who—
3	(I) are not eligible workers in
4	program positions;
5	(II) are similarly situated in
6	similar occupations by the same em-
7	ployer; and
8	(III) have similar training, expe-
9	rience, and skills; and
10	(iii) is in accordance with any applica-
11	ble collective bargaining agreements at the
12	site of employment;
13	(B) provide benefits for each eligible work-
14	er in a program position—
15	(i) at the same level as is provided to
16	other employees who are not eligible work-
17	ers in program positions; and
18	(ii) in accordance with any applicable
19	collective bargaining agreements at the site
20	of employment;
21	(C) ensure that the site of employment is
22	a location where an eligible worker in a pro-
23	gram position who is an individual with a dis-
24	ability, as defined in section 7 of the Rehabilita-
25	tion Act of 1973 (29 U.S.C. 705), interacts

1	with other persons who are not such individuals
2	with disabilities (not including supervisory per-
3	sonnel or individuals who are providing services
4	to such worker) to the same extent as individ-
5	uals who are not such individuals with disabil-
6	ities and who are in comparable positions inter-
7	act with other persons;
8	(D) offer opportunities for advancement to
9	eligible workers in program positions, as appro-
10	priate, that are similar to those for other em-
11	ployees who are not eligible workers in program
12	positions; and
13	(E) fulfill legal and administrative duties
14	including payroll processing, tax withholding
15	and documentation, making deductions for any
16	applicable labor organization dues, and meeting
17	liability requirements such as workers' com-
18	pensation requirements.
19	(4) PAYMENT TO PARTICIPATING EMPLOYER.—
20	(A) WAGES AND COMPENSATION.—The
21	local board shall provide payment to the partici-
22	pating employer for all eligible costs described
23	in subsection (h) for wages and compensation
24	provided by the employer for eligible workers in

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1	program positions, minus the employer share
2	described in subsection (i).
3	(B) Employer-provided training.—
4	The local board may enter into an agreement
5	with the participating employer under which the
6	employer provides on-the-job training or cus-
7	tomized training to eligible workers, and, sub-
8	ject to subsection $(h)(3)$, the local board pro-
9	vides payment to reimburse the employer for
10	the cost of providing the training described in
11	the agreement.
12	(f) Nondisplacement.—
13	(1) Nondisplacement of existing employ-
14	EES.—The participating employer shall not place an
15	eligible worker hired for a jobs program in a position
16	under this Act if—
17	(A) employing such individual will result in
18	the layoff or partial displacement (such as a re-
19	duction in hours, wages, or employment bene-
20	fits) of an existing employee (as of the date of

21 the hiring) of the employer;

22 (B) such individual will assume any of the 23 duties or responsibilities of an employee who is 24 on strike;

1	(C) employing such individual infringes
2	upon the promotional opportunities of an exist-
3	ing employee (as of the date of the hiring) of
4	the employer; or
5	(D) such individual will perform the same
6	work or substantially the same work as that
7	performed by any individual, employed by the
8	employer at the site of employment, who—
9	(i) has been laid off or partially dis-
10	placed (as such term is described in sub-
11	paragraph (A)); and
12	(ii) has not been offered by to be re-
13	stored to the position the employee had im-
14	mediately prior to being laid off or par-
15	tially displaced.
16	(2) PROHIBITION ON ROTATION.—The partici-
17	pating employer may not make placements in a pro-
18	gram position by constantly rotating new eligible
19	workers into a permanent position temporarily, ex-
20	cept in circumstances in which—
21	(A) the employer reasonably intends to
22	promote each such eligible worker to a different
23	permanent position within the employer's busi-
24	ness at the end of that worker's employment in
25	the program position; or

1	(B) the program position is part of an on-
2	the-job training program that leads to a recog-
3	nized postsecondary credential.
4	(3) Nondisplacement of government em-
5	PLOYEES OR FUNCTIONS.—
6	(A) GOVERNMENT AGENCY.—A partici-
7	pating employer that is a government agency
8	may not place an eligible worker hired for a
9	jobs program in an existing position (as of the
10	date of the hiring) that is subject to civil service
11	laws of a Federal, State, or local government.
12	(B) Other participating employer.—
13	A participating employer that is not a govern-
14	ment agency may not use funds provided under
15	this Act to provide services or carry out other
16	functions that are customarily provided by a
17	unit of State government or general local gov-
18	ernment.
19	(4) LIMITATION ON PROGRAM POSITIONS FOR
20	PARTICIPATING EMPLOYER.—
21	(A) IN GENERAL.—No more than 10 per-
22	cent of the employees of a participating em-
23	ployer may be in program positions funded
24	under this Act, except as provided in any of
25	subparagraphs (B) through (E).

1	(B) MINIMUM.—A participating employer
2	with fewer than 10 employees may employ 1 in-
3	dividual in a program position funded under
4	this Act.
5	(C) MAXIMUM.—A participating employer
6	with more than 1,000 employees may employ
7	not more than 100 individuals in program posi-
8	tions funded under this Act, unless the em-
9	ployer obtains permission under subparagraph
10	(D).
11	(D) PERMISSION.—
12	(i) IN GENERAL.—A local board may
13	grant permission for a participating em-
14	ployer to have a higher percentage or num-
15	ber of employees in program positions than
16	is allowed under subparagraph (A) or
17	(C)—
18	(I) under the circumstance de-
19	scribed in subclause (I) or (II) of
20	clause (ii); or
21	(II) under the circumstance de-
22	scribed in clause (ii)(III), with the
23	consent of all labor organizations and
24	joint labor-management organizations

1	representing workers at the site in-
2	volved.
3	(ii) CIRCUMSTANCES.—The cir-
4	cumstances described in this clause are
5	any of the following:
6	(I) A circumstance in which the
7	most recent 3-month average of the
8	unemployment rate in the covered
9	area is not less than 8 percent.
10	(II) A circumstance in which the
11	employer is a worker-owned enterprise
12	and worker-ownership is widely avail-
13	able to the employer's employees, in-
14	cluding eligible workers in program
15	positions.
16	(III) A circumstance in which a
17	collective bargaining agreement covers
18	eligible workers in program positions
19	at a site of employment.
20	(iii) DURATION.—
21	(I) IN GENERAL.—An employer
22	granted the permission described in
23	clause (i) under the circumstance de-
24	scribed in clause (ii)(I) may be grant-
25	ed such permission for a term of not

1	more than 2 years, subject to sub-
2	clause (II), regardless of whether the
3	unemployment rate in the covered
4	area falls below 8 percent during that
5	2-year period.
6	(II) RENEWAL.—If the permis-
7	sion is granted under a circumstance
8	described in clause (ii)(I) and is
9	scheduled to expire in 3 months or
10	less, and if the most recent 3-month
11	average of the unemployment rate in
12	the covered area is not less than 8
13	percent, the local board may renew
14	the permission for another term de-
15	scribed in subclause (I).
16	(E) Application to government agen-
17	CY.—If the employer is a Federal, State, or
18	local agency, the limitations described in sub-
19	paragraphs (A), (B), and (C) shall be applied
20	separately to each unit within that agency.
21	(F) Modification.—The requirements of
22	this paragraph may be modified under section
23	5(e).
24	(G) DEFINITION.—For purposes of this
25	paragraph and subsection (g), the term "par-

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1	ticipating employer" shall not include a commu-
2	nity-based organization that acts as an em-
3	ployer of record and (even if a community-
4	based organization is so acting) shall include
5	the employer at the site.
6	(g) GRIEVANCE PROCEDURE.—
7	(1) IN GENERAL.—The local board shall estab-
8	lish and maintain a procedure for the filing and ad-
9	judication of grievances from participants, labor or-
10	ganizations, or joint labor-management organiza-
11	tions, and other interested individuals concerning
12	participating employers, including grievances relat-
13	ing to proposed placements of eligible workers with
14	such employers.
15	(2) DEADLINE FOR GRIEVANCES.—Except for a
16	grievance that alleges fraud or criminal activity, a
17	grievance shall be filed not later than 1 year after
18	the date of the alleged occurrence of the event that
19	is the subject of the grievance.
20	(3) Deadline for hearing and decision.—
21	(A) HEARING.—A hearing on any griev-
22	ance conducted under this subsection shall be
23	conducted not later than 30 days after the fil-
24	ing of such grievance.

1	(B) DECISION.—A decision on any such
2	grievance shall be made not later than 60 days
3	after the filing of such grievance.
4	(4) Arbitration.—
5	(A) IN GENERAL.—
6	(i) JOINTLY SELECTED ARBI-
7	TRATOR.—In the event of a decision on a
8	grievance that is adverse to the party who
9	filed the grievance, or 60 days after the fil-
10	ing of such grievance if no decision has
11	been reached, such party shall be per-
12	mitted to submit such grievance to binding
13	arbitration before a qualified arbitrator
14	who is jointly selected and independent of
15	the interested parties.
16	(ii) Appointed arbitrator.—If the
17	parties cannot agree on an arbitrator, the
18	Secretary shall appoint an arbitrator from
19	a list of qualified arbitrators within 15
20	days after receiving a request for such ap-
21	pointment from one of the parties to the
22	grievance.
23	(B) Deadline for proceeding.—An ar-
24	bitration proceeding shall be held not later than
25	45 days after the request for such arbitration

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1	proceeding, or, if the arbitrator is appointed by
2	the Secretary in accordance with subparagraph
3	(A)(ii), not later than 30 days after the ap-
4	pointment of such arbitrator.
5	(C) DEADLINE FOR DECISION.—A decision
6	concerning a grievance shall be made not later
7	than 30 days after the date such arbitration
8	proceeding begins.
9	(D) Cost.—
10	(i) IN GENERAL.—Except as provided
11	in clause (ii), the cost of an arbitration
12	proceeding shall be divided evenly between
13	the parties to the arbitration.
14	(ii) EXCEPTION.—If a participant,
15	labor organization, joint labor-management
16	organization, or other interested individual
17	described in paragraph (1) prevails under
18	a binding arbitration proceeding, the other
19	entity that is a party to such grievance
20	shall pay the total cost of such proceeding
21	and the attorneys' fees of such participant,
22	labor organization, or individual, as the
23	case may be.
24	(5) Proposed placement.—If a grievance is
25	filed regarding a proposed placement of an eligible

1	worker with a participating employer, such place-
2	ment shall not be made unless the placement is con-
3	sistent with the resolution of the grievance pursuant
4	to this subsection.
5	(6) Remedies.—Remedies for a grievance filed
6	under this subsection include—
7	(A) suspension of payments for the partici-
8	pating employer;
9	(B) termination of such payments;
10	(C) prohibition of the placement described
11	in paragraph (5);
12	(D) in a case in which the grievance is
13	filed by an individual eligible worker or pro-
14	gram participant—
15	(i) the eligible worker's selection to be
16	a program participant, or the program
17	participant's reinstatement, as the case
18	may be; and
19	(ii) other changes in the terms and
20	conditions of employment applicable to the
21	individual; and
22	(E) in a case in which the grievance in-
23	volves a violation of subsection (f) and the em-
24	ployer of the displaced employee is the partici-
25	pating employer—

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1	(i) reinstatement of the displaced em-
2	ployee to the position held by such em-
3	ployee prior to displacement;
4	(ii) payment of lost wages and bene-
5	fits of the displaced employee;
6	(iii) reestablishment of other relevant
7	terms, conditions, and privileges of employ-
8	ment of the displaced employee; and
9	(iv) such equitable relief as is nec-
10	essary to correct any violation of sub-
11	section (f) or to make the displaced em-
12	ployee whole.
13	(7) Enforcement.—Suits to enforce awards
14	under this subsection may be brought in any district
15	court of the United States having jurisdiction of the
16	parties, without regard to the amount in controversy
17	and without regard to the citizenship of the parties.
18	(8) EXISTING GRIEVANCE PROCEDURES.—Not-
19	withstanding any other provision of this subsection,
20	a grievance relating to a site of employment that is
21	covered by a collective bargaining agreement that in-
22	cludes a grievance procedure that applies to such
23	grievance shall be adjudicated under the terms of
24	such grievance procedure and not this subsection.
25	Nothing in this subsection shall be construed to limit
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1	the application of any grievance procedure included
2	in a collective bargaining agreement.
3	(h) ELIGIBLE COSTS.—
4	(1) WAGES AND COMPENSATION.—
5	(A) IN GENERAL.—Subject to paragraph
6	(2), for purposes of this Act, the eligible costs
7	of providing wages and compensation shall be
8	the eligible costs of providing the wages de-
9	scribed in subparagraph (B), and the com-
10	pensation described in subparagraph (C), for el-
11	igible workers.
12	(B) WAGES.—The eligible costs described
13	in this subparagraph shall be the costs of pro-
14	viding wages at a rate that is the greatest of—
15	(i) the applicable minimum wage rate
16	under section $6(a)(1)$ of the Fair Labor
17	Standards Act of 1938 (29 U.S.C.
18	206(a)(1) (not counting any rate author-
19	ized for employment under special certifi-
20	cates under section 14 of such Act (29)
21	U.S.C. 214));
22	(ii) the applicable State or local min-
23	imum wage rate; or
24	(iii) a rate, calculated as an amount
25	per hour, with the amount determined by

1	dividing the poverty line for a family of 4
2	by 2,080.
3	(C) COMPENSATION.—The eligible costs
4	described in this subparagraph—
5	(i) subject to clause (ii), shall be
6	nonwage expenses that are directly related
7	to compensation for eligible workers, in-
8	cluding-
9	(I) costs for employer payroll
10	taxes;
11	(II) costs for employee benefits;
12	(III) costs to provide a national
13	service education award for approved
14	national service positions sponsored
15	under section 129(i) of the National
16	and Community Service Act of 1990
17	(42 U.S.C. 12581(i)); and
18	(IV) costs of fulfilling the duties
19	described in subsection $(e)(3)(E)$; and
20	(ii) for each eligible worker, shall not
21	exceed 20 percent of the eligible costs of
22	providing the wages described in subpara-
23	graph (B).
24	(2) Limitation for duration of wages and
25	COMPENSATION.—

1	(A) IN GENERAL.—Subject to subpara-
2	graph (B), an eligible cost related to wages and
3	compensation for a program position is an ex-
4	pense related to the first 12 months of the pro-
5	gram position, subject to section 5(e).
6	(B) EXTENSION.—A local board may ex-
7	tend the 12-month period described in subpara-
8	graph (A) for not more than an additional 12
9	months, subject to section 5(e), to the extent
10	that such extension is necessary to cover the pe-
11	riod of a program position that is part of an
12	on-the-job training program that leads to a rec-
13	ognized postsecondary credential.
14	(3) CAREER SERVICES, SUPPORTIVE SERVICES,
15	AND TRAINING SERVICES.—
16	(A) Aggregate limit.—The eligible costs
17	of providing, or facilitating the provision of, ca-
18	reer services, supportive services, and training
19	services to eligible workers shall, in total, not
20	exceed 20 percent of the total eligible costs of
21	providing the wages described in paragraph
22	(1)(B) to those eligible workers.
23	(B) FLEXIBILITY FOR INDIVIDUALS.—The
24	limit in subparagraph (A) shall apply to the eli-
25	gible costs for the total amount of such career

services, supportive services, and training serv ices provided by a jobs program to all eligible
 workers, and shall not be construed to con stitute a separate limit on the eligible costs for
 the career services, supportive services, and
 training services so provided to each eligible
 worker.

8 (C) MODIFICATION.—The requirements of
9 this paragraph may be modified under section
10 5(e).

11 (4) Administration.—

12 (A) LOCAL BOARDS.—The eligible costs in-13 curred by a local board (and a State board, 14 under subparagraph (B)) of administering a 15 jobs program under this section shall not exceed 16 10 percent of the total eligible costs of pro-17 viding the wages described in paragraph (1)(B)18 to all eligible workers served by the jobs pro-19 gram.

20 (B) STATE BOARDS.—A State board may
21 enter into an agreement with a local board to
22 receive a portion of the amount made available
23 under subparagraph (A) to carry out the re24 sponsibilities of the State board under sub25 section (k).

1	(C) Secretary.—Of the maximum
2	amount that the Secretary may make available
3	under subparagraph (A) with respect to a jobs
4	program, the Secretary may reserve not more
5	than 10 percent to administer the jobs program
6	under this section.
7	(5) Modification.—The requirements of para-
8	graphs (2), (3), and (4) may be modified under sec-
9	tion $5(e)$.
10	(i) Employer Share for Wages and Compensa-
11	TION.—
12	(1) IN GENERAL.—
13	(A) BASELINE.—Except as provided in
14	subparagraph (C), for a local board carrying
15	out a jobs program in a covered area where the
16	unemployment rate does not exceed 5 percent,
17	the employer share of the eligible costs for
18	wages and compensation shall be 33 percent.
19	(B) HIGHER UNEMPLOYMENT COVERED
20	AREAS.—Except as provided in subparagraph
21	(C), for a local board carrying out a jobs pro-
22	gram in a covered area where the unemploy-
23	ment rate exceeds 5 percent, the employer share
24	of those costs shall be the percentage (not less
25	than 0 percent) obtained by subtracting—

1 (i) 3.3 percentage points for every 2 half of a percentage point by which the un-3 employment rate in the covered area ex-4 ceeds 5 percent; from 5 (ii) 33 percent. 6 (C) SECOND YEAR FOR PROGRAM POSI-7 TIONS LEADING TO RECOGNIZED POSTSEC-8 ONDARY CREDENTIALS.—With respect to an eli-9 gible worker who is in the second year of a pro-10 gram position that is part of an on-the-job 11 training program, pre-apprenticeship program, 12 or registered apprenticeship program, that leads 13 to a recognized postsecondary credential, the 14 employer share of the eligible costs of wages 15 and compensation for the project shall be 50 16 percent. That employer share for such a worker 17 shall remain 50 percent regardless of any 18 change in the unemployment rate of the covered 19 area.

20 (2) RECALCULATION.—The employer share
21 under subparagraphs (A) and (B) of paragraph (1)
22 shall be recalculated for the local board once per cal23 endar quarter, using the unemployment rate from
24 the calendar quarter in the 12-month period pre-

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1	ceding the calculation with the highest average un-
2	employment rate in the covered area.
3	(3) MODIFICATION.—The requirements of this
4	subsection may be modified under section 5(e).
5	(j) Requirements for the Secretary of
6	LABOR.—The Secretary shall—
7	(1) oversee jobs programs funded under this
8	Act to ensure that program requirements are being
9	met, and verify that requests for Federal funding ac-
10	curately reflect eligible costs;
11	(2) perform random, periodic audits to deter-
12	mine compliance with this Act;
13	(3) provide payments to local boards for the eli-
14	gible costs described in subsection (h), minus any
15	employer share of the eligible costs described in sub-
16	section (i);
17	(4) evaluate the performance of jobs programs
18	carried out under this section, which may include en-
19	tering into agreements with other entities to conduct
20	such evaluations;
21	(5) establish a clearinghouse to identify and
22	publicize best practices used by local boards carrying
23	out such jobs programs this Act;
24	(6) provide technical assistance to local boards,
25	and to State boards that are providing assistance to

local boards, carrying out such jobs programs under
 this Act;

3 (7) conduct outreach to State boards, local
4 boards, employers, and eligible workers to maximize
5 opportunities for participation in jobs programs by
6 eligible workers, in furtherance of the purpose of
7 this Act as described in section 2, by providing job
8 opportunities for as many eligible workers as possible; and

10 (8) administer this Act in consultation with the
11 Secretary of Education, the Secretary of Housing
12 and Urban Development, the Secretary of Health
13 and Human Services, the Attorney General, and the
14 Secretary of Veterans Affairs.

(k) ROLE OF STATE BOARDS.—In order to assist
local boards in carrying out programs under this Act, a
State board may—

18 (1) work with local boards to develop statewide19 strategies to implement programs under this Act;

(2) align programs carried out under this Act
with the plan submitted by the State board under
subtitle A of title I of the Workforce Innovation and
Opportunity Act (29 U.S.C. 3111 et seq.);

1	(3) facilitate coordination of programs carried
2	out under this Act with the activities carried out
3	under—
4	(A) the employment and training program
5	established by the corresponding State under
6	the supplemental nutrition assistance program
7	established under the Food and Nutrition Act
8	of 2008 (7 U.S.C. 2011 et seq.);
9	(B) the corresponding State program for
10	temporary assistance for needy families estab-
11	lished under part A of title IV of the Social Se-
12	curity Act (42 U.S.C. 601 et seq.);
13	(C) the national service plan submitted by
14	the corresponding State Commission on Na-
15	tional and Community Service under section
16	178 of the National and Community Service
17	Act of 1990 (42 U.S.C. 12638); and
18	(D) the corresponding State plan for ca-
19	reer and technical education under part B of
20	title I of the Carl D. Perkins Career and Tech-
21	nical Education Act of 2006 (20 U.S.C. 2341
22	et seq.);
23	(4) assist local boards in the process of submit-
24	ting applications under this Act; and

(5) provide technical assistance to local boards
 and employers participating in programs under this
 Act.

4 (1) PAYMENT.—

5 (1) ADVANCE PAYMENT.—The Secretary may 6 provide a payment under this Act, as described in 7 subsection (a), for a quarter on the basis of an ad-8 vance estimate of expenditures submitted by the 9 local board and any other investigation the Secretary 10 may find necessary.

(2) RETROSPECTIVE ADJUSTMENT.—The Secretary may reduce or increase a payment referred to
in paragraph (1) for a quarter as necessary to adjust for any overpayment or underpayment resulting
from such a payment in a previous quarter.

16 (3) REIMBURSEMENT.—The Secretary may pro17 vide a reimbursement payment under this Act, as
18 described in subsection (a), for a quarter on the
19 basis of the actual expenditures of the local board,
20 if payment has not already been made under this
21 subsection for the same expenditure.

(m) MANDATORY FUNDING.—For the purpose of carrying out this section, there is authorized to be appropriated and there is appropriated, out of any money in
the Treasury not otherwise appropriated, such sums as

may be necessary for fiscal year 2021 and each subsequent
 fiscal year.

3 SEC. 5. GRANTS FOR HIGH-POVERTY AREAS AND AREAS 4 WITH CHRONICALLY LOW EMPLOYMENT 5 RATES.

6 (a) DEFINITIONS.—In this section:

7 (1) HIGH-POVERTY AREA.—The term "high8 poverty area" means an area in which the poverty
9 rate, as determined by the Bureau of the Census,
10 has been not less than 20 percent for a period of not
11 less than 3 years.

12 (2)Prime WORKING-AGE EMPLOYMENT-TO-13 POPULATION RATION.—The term "prime working-14 age employment-to-population ratio", used with re-15 spect to an area, means the ratio of the number of 16 individuals age 25 through 54 in the area who are 17 employed, to the number of individuals age 25 18 through 54 in the area.

(b) ESTABLISHMENT.—The Secretary shall award
grants on a competitive basis to local boards (including
community-based organizations, consistent with section
4(d)(4)(D)), that carry out jobs programs described in
section 4, to provide for added costs related to carrying
out the programs with modified standards specified in subsection (e), with the purpose of achieving economic devel-

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opment and job growth through the programs. The Sec retary shall award the grants for periods of 4 years, and
 pay such grants as provided under section 4(l).

4 (c) APPLICATION.—To be eligible to receive a grant
5 under this section, a local board shall submit an applica6 tion to the Secretary at such time, in such manner, and
7 containing such information as the Secretary may require,
8 including—

9 (1) a plan for the jobs program involved to 10 achieve performance accountability measures de-11 scribed in section 4(c) through modified standards 12 described in subsection (e), and sustain that achieve-13 ment in the long term without permanent support 14 from a grant awarded under this section;

(2) information that demonstrates stakeholder
engagement in the jobs program from the public and
private sectors, especially major institutions such as
institutions of higher education, hospitals, or other
large employers and organizations, that are located
in the covered area; and

(3) a plan to ensure that residents of the covered area are part of the operation of and benefit
from the results of the jobs program, which may include a plan to expand worker-owned enterprises, expand small local businesses, support start-up busi-

nesses owned by covered area residents, or give cov ered area residents a role in carrying out the jobs
 program.

4 (d) PRIORITY.—In selecting a local board to receive
5 a grant under this section, the Secretary shall give priority
6 to local boards proposing to serve—

7 (1) high-poverty areas; or

8 (2) areas for which the prime working-age em9 ployment-to-population ratio has been low, relative
10 to that ratio for the United States, for a period of
11 not less than 3 years.

12 (e) Modification of Certain Standards.—In 13 awarding a grant under this section to a local board, the Secretary is authorized to modify 1 or more of the fol-14 15 lowing standards for the program carried out by the local board, if the Secretary determines that making such a 16 17 modification can be reasonably expected to help the pro-18 gram achieve the performance accountability measures re-19 ferred to in subsection (c)(1):

20 (1) The periods of time specified in subpara-21 graphs (C) and (D) of section 3(3).

(2) The limitation on the percentage or number
of employees in program positions with a single participating employer, as specified in section 4(f)(4).

1	(3) The allowable duration of funding for wages
2	and compensation as eligible costs, for a program
3	position, as specified in section $4(h)(2)$.
4	(4) The limitation on eligible costs for career
5	services, supportive services, and training services,
6	as specified in section $4(h)(3)$.
7	(5) The limitation on eligible costs for adminis-
8	tration, as specified in section 4(h)(4).
9	(6) The employer share of eligible costs for
10	wages and compensation, as specified in section 4(i).
11	(f) EVALUATIONS.—The Secretary shall—
12	(1) evaluate the performance of jobs programs
13	that receive funding under this section, which may
14	include entering into agreements with other entities
15	to conduct such evaluations; and
16	(2) identify and publicize best practices used by
17	local boards carrying out jobs programs that receive
18	funding under this section, through the clearing-
19	house described in section $4(j)(5)$.
20	(g) Authorization of Appropriations.—There
21	are authorized to be appropriated to carry out this section
22	such sums as may be necessary for fiscal year 2021 and
23	each subsequent fiscal year.