

116TH CONGRESS H.R. 7321

To amend the Workforce Innovation and Opportunity Act to establish grants to support the establishment of personal reemployment accounts to assist Americans in gaining skills and returning to work following the economic disruption caused by COVID-19.

IN THE HOUSE OF REPRESENTATIVES

June 24, 2020

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

A BILL

To amend the Workforce Innovation and Opportunity Act to establish grants to support the establishment of personal reemployment accounts to assist Americans in gaining skills and returning to work following the economic disruption caused by COVID-19.

- 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 "Elevating America's
- 5 Workforce Act".

1	SEC. 2. GRANTS TO SUPPORT PERSONAL REEMPLOYMENT
2	ACCOUNTS.
3	Subtitle B of title I of the Workforce Innovation and
4	Opportunity Act (29 U.S.C. 3151 et seq.) is amended by
5	adding at the end the following:
6	"CHAPTER 5—PERSONAL REEMPLOYMENT
7	ACCOUNTS
8	"SEC. 137A. PURPOSES.
9	"The purposes of this chapter are to provide for the
10	establishment of personal reemployment accounts for cer-
11	tain individuals identified as likely to need additional job
12	training to make a successful transition to new employ-
13	ment following the economic disruption caused by
14	COVID-19, in order to—
15	"(1) accelerate the reemployment of such indi-
16	viduals;
17	"(2) promote the retention in employment of
18	such individuals; and
19	"(3) provide such individuals with enhanced
20	flexibility, choice, and control in obtaining job train-
21	ing services.
22	"SEC. 137B. DEFINITION.
23	"In this chapter, the term 'State' means each of the
24	several States of the United States, the District of Colum-
25	bia, the Commonwealth of Puerto Rico, and the United
26	States Virgin Islands.

1 "SEC. 137C. GRANTS TO STATES.

2	"(a) Grants.—The Secretary shall—
3	"(1) reserve ½10 of 1 percent of the amount ap-
4	propriated under section 136(d)) for use under sec-
5	tion 137I; and
6	"(2) use the remainder of the amount appro-
7	priated under section 136(d) to make allotments in
8	accordance with subsection (b).
9	"(b) Allotment Among States.—
10	"(1) In general.—Not later than 15 days
11	after an amount is first appropriated under section
12	136(d) and from the amount made available under
13	subsection (a)(2), the Secretary shall allot to each
14	State an amount that is proportionate to the relative
15	number of unemployed individuals in the State as
16	compared to the total number of unemployed indi-
17	viduals in all States in order to provide assistance
18	for eligible individuals in accordance with this chap-
19	ter.
20	"(2) Small state minimum allotment.—
21	The Secretary shall ensure that—
22	"(A) each State (other than the United
23	States Virgin Islands) shall receive an allotment
24	under paragraph (1) that is not less than ³ / ₁₀
25	of 1 percent of the amount made available
26	under subsection (a)(2) for the fiscal year; and

1	"(B) the United States Virgin Islands shall
2	receive an allotment under paragraph (1) that
3	is not less than $\frac{1}{10}$ of 1 percent of the amount
4	made available under subsection (a)(2) for the
5	fiscal year.
6	"(c) Availability.—Notwithstanding section
7	189(g)(1), amounts made available under subsection (a)
8	to carry out this chapter shall be available for obligation
9	and expenditure beginning on the date of the enactment
10	of the Elevating America's Workforce Act.
11	"SEC. 137D. WITHIN STATE ALLOCATION.
12	"(a) Allocation.—Of the amount allotted to a
13	State under section 137C—
14	"(1) not more than 10 percent of the amount
15	may be reserved by the Governor of the State to—
16	"(A) of which 2 percent may be used to—
17	"(i) enhance labor market information
18	tools and the availability of regional labor
19	market information; and
20	"(ii) carry out other appropriate ac-
21	tivities to implement this chapter; and
22	"(B) of which any remaining amounts may
23	be used to distribute funds to local areas for
24	the establishment of personal reemployment ac-
25	counts described in section 137E for eligible in-

1	dividuals in such local areas, based on a deter-
2	mination of need by the State for such funds;
3	and
4	"(2) not later than 15 days after receiving such
5	allotment, the remaining amount shall be allocated
6	by the State to local areas in accordance with the
7	formula described in subsection (b) for the establish-
8	ment of personal reemployment accounts described
9	in section 137E for eligible individuals in such local
10	areas, of which not more than 5 percent of the
11	amount allocated to a local area may be reserved by
12	the local board involved for start-up costs and other
13	operating costs related to the provision of assistance
14	under this chapter.
15	"(b) FORMULA.—A State shall allocate funds to local
16	areas in the State under subsection (a)(2) in an amount
17	that is proportionate to the relative number of unemployed
18	individuals in the local area as compared to the total num-
19	ber of unemployed individuals in the State.
20	"SEC. 137E. PERSONAL REEMPLOYMENT ACCOUNTS.
21	"(a) ACCOUNTS.—
22	"(1) In general.—
23	"(A) ESTABLISHMENT OF ACCOUNTS.—
24	Not later than 6 months after funds are allo-
25	cated to a local area under section 137D, such

1	funds shall be used to establish personal reem-
2	ployment accounts for eligible individuals to be
3	used in accordance with section 137F.
4	"(B) Use of unobligated funds.—
5	"(i) In General.—Any unobligated
6	funds that remain in a deactivated account
7	shall—
8	"(I) not later than 3 months of
9	such deactivation, be used
10	"(II) to establish a new personal
11	reemployment account described in
12	subparagraph (A); or
13	"(III) returned to the State to be
14	used in accordance with section
15	137D(a)(1)(B).
16	"(ii) Deactivated account de-
17	FINED.—In this subparagraph, the term
18	'deactivated account' means a personal re-
19	employment account—
20	"(I) that has been established for
21	1 year; or
22	"(II) that has been established
23	for 3 months in a case in which the
24	individual has not begun the training

1	purchased using such account under
2	section 137(a).
3	"(C) OTHER LIMITATIONS.—An eligible in-
4	dividual may receive only one personal reem-
5	ployment account, and such an account shall
6	not be transferable.
7	"(2) Composition.—Each account shall be
8	comprised of a training fund and a reemployment
9	bonus, which shall function independently for the
10	purposes designated in section 137F.
11	"(3) Amount.—The State shall establish the
12	amount of the training fund and the reemployment
13	bonus, which shall be uniform throughout the State,
14	pursuant to the following criteria:
15	"(A) With respect to the training fund, the
16	State may establish—
17	"(i) a maximum amount of \$6,000;
18	and
19	"(ii) a minimum amount is \$3,000.
20	"(B) With respect to the reemployment
21	bonus, the State may establish—
22	"(i) a maximum amount of \$2,000;
23	and
24	"(ii) a minimum amount of \$1,000.

1	"(4) Limitation on additional services.—
2	During the 1-year period following the establishment
3	of an account for an eligible individual, the eligible
4	individual may not receive training services funded
5	under this title (other than the services or training
6	funded under section 137F(a)).
7	"(b) Eligible Individuals.—
8	"(1) MINIMUM ELIGIBILITY CRITERIA REQUIRE-
9	MENTS.—
10	"(A) In general.—Subject to subpara-
11	graph (B), an individual shall be eligible to re-
12	ceive assistance under this chapter if, beginning
13	after the date of enactment of the Elevating
14	America's Workforce Act, the individual—
15	"(i) is identified by a local area as
16	likely in need of job training to make a
17	successful transition to new employment;
18	and
19	"(ii) is receiving cash benefits payable
20	with respect to the individual's unemploy-
21	ment, including any benefits payable under
22	subtitle A of title II of division A of the
23	CARES Act (Public Law 116–136).
24	"(B) Additional eligibility and pri-
25	ORITY CRITERIA.—A State may establish cri-

1	teria that is in addition to the criteria described
2	in subparagraph (A) for the eligibility of indi-
3	viduals to receive assistance under this chapter.
4	A State may also establish criteria for priority
5	in the provision of assistance to such eligible in-
6	dividuals under this chapter.
7	"(2) Transition rule.—At the option of the
8	State, an individual may be eligible to receive assist-
9	ance under this chapter if the individual—
10	"(A) during the 1-year period following the
11	date of the enactment of the Elevating Amer-
12	ica's Workforce Act, exhausted all rights to the
13	cash benefits described in paragraph (2)(A)(ii);
14	and
15	"(B) is separated from employment in an
16	industry or occupation that has experienced de-
17	clining employment, or no longer provides any
18	employment, in the local labor market on the
19	date of the determination of eligibility of the in-
20	dividual under this paragraph.
21	"(3) No individual entitlement.—Nothing
22	in this chapter shall be construed to entitle any indi-
23	vidual to receive a personal reemployment account.
24	"(e) Local Administration —

1	"(1) In general.—A local board shall admin-
2	ister personal reemployment accounts established
3	under this chapter through the one-stop delivery sys-
4	tem.
5	"(2) Information and attestation.—Prior
6	to the establishment of a personal reemployment ac-
7	count for an eligible individual under this chapter,
8	the one-stop delivery system shall ensure that the in-
9	dividual—
10	"(A) is informed of the requirements appli-
11	cable to the personal reemployment account, in-
12	cluding the allowable uses of funds from the ac-
13	count, the limitations on access to services de-
14	scribed under section 137E(a)(4) and a descrip-
15	tion of such services, and the conditions for re-
16	ceiving a reemployment bonus;
17	"(B) has completed an orientation session,
18	either in person or virtual, that includes an
19	overview of the personal reemployment account
20	and the basic career services that are available
21	through the one-stop;
22	"(C) is provided access to information
23	on—

1	"(i) potential training providers, in-
2	cluded the training providers specified in
3	section $134(e)(3)(F)$;
4	"(ii) the most up-to-date regional
5	labor market data and analysis of skills
6	needed by employers in the region; and
7	"(iii) in-demand industry sectors or
8	occupations in the local area;
9	"(D) has the option to develop a personal
10	reemployment plan which will identify the em-
11	ployment goals and appropriate combination of
12	services selected by the individual to achieve the
13	employment goals; and
14	"(E) signs an attestation that the indi-
15	vidual will—
16	"(i) comply with the requirements re-
17	lating to the personal reemployment ac-
18	counts under this chapter; and
19	"(ii) be responsible for any expendi-
20	tures that are not allowable to be reim-
21	bursed by the account.
22	"(3) Periodic Contact.—The one-stop deliv-
23	ery system shall conduct periodic, not less than once
24	every three months, interviews with the eligible indi-
25	vidual to discuss the usage of their personal reem-

1	ployment account and assist the recipient in meeting
2	such individual's employment goals.
3	"SEC. 137F. USE OF FUNDS.
4	"(a) Allowable Activities.—
5	"(1) In general.—Subject to subsection (c)
6	and paragraph (3) of this subsection, an eligible in-
7	dividual may use amounts in the training fund to—
8	"(A) purchase training services (including
9	the services specified in section $134(c)(3)(D)$
10	from a provider of such training services,
11	which—
12	"(i) shall be a provider that—
13	"(I) offers training that leads to
14	a recognized postsecondary credential;
15	and
16	"(II) as of the date of enactment
17	of the Elevating America's Workforce
18	Act, has been in operation for at least
19	a 6-month period; and
20	"(ii) may be a provider that is not on
21	the list of eligible providers of training
22	services described in section 122(d);
23	"(B) provide to the employer with whom
24	the individual enters into a work-based training
25	agreement described in paragraph (2) for the

1	provision of on-the-job training, reimbursement
2	of—
3	"(i)(I) in the case of an employer with
4	not more than 100 employees, 75 percent
5	of the wages earned by the eligible indi-
6	vidual while engaged in the training, ex-
7	cept that such reimbursement shall not ex-
8	ceed the amounts in the training fund as
9	of the date of such reimbursement; and
10	"(II) in the case of an employer with
11	more than 100 employees, 50 percent the
12	wages earned by the eligible individual
13	while engaged in the training, except that
14	such reimbursement shall not exceed the
15	amounts in the training fund as of the
16	date of such reimbursement; and
17	"(ii) upon completion of such training
18	and meeting the requirements to receive an
19	unemployment bonus under subsection
20	(b)(1), 25 percent of the wages earned by
21	the eligible individual while engaged in the
22	training, except that such reimbursement
23	shall not exceed the amounts in the train-
24	ing fund as of the date of such reimburse-
25	ment; or

1	"(C) purchase the training services de-
2	scribed in subparagraph (A) and provide the
3	employer reimbursement described in subpara-
4	graph (B).
5	"(2) Work-based training agreement.—To
6	receive on-the-job training from an employer as de-
7	scribed in paragraph (1)(B), an eligible individual
8	shall enter into a work-based training agreement
9	with the employer to establish—
10	"(A) the length of the training, the hourly
11	wage rate of the individual, the amount in the
12	individual's training fund, the skills necessary
13	for the job and the individual's current attain-
14	ment level of such skills, the skills to be learned
15	during the training; and
16	"(B) a requirement that, prior to begin-
17	ning such training, the eligible individual pro-
18	vide to the one-stop delivery system for pur-
19	poses of receiving a payment or reimbursement
20	in accordance with paragraph (3), a copy of
21	such agreement and, during such training, any
22	documentation of the wages earned by the indi-
23	vidual while engaged in such training.
24	"(3) Delivery of Services.—The one-stop

delivery system may pay costs for the services and

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1	training described in paragraph (1), through a
2	voucher system, or by reimbursement to the eligible
3	individual or employer upon—
4	"(A) receipt of appropriate cost docu-
5	mentation for training services under paragraph
6	(1)(A), consistent with safeguards described in
7	the State application under section 137G; or
8	"(B) receipt of documentation of wages
9	earned by the individual while engaged in on-
10	the-job training under paragraph (1)(B) for
11	which the one-stop delivery system has received
12	a copy of the work-based training agreement es-
13	tablished under paragraph (2).
14	"(b) Reemployment Bonus.—
15	"(1) In general.—An eligible individual shall
16	be provided, directly and in cash, a reemployment
17	bonus, in a case in which, not later than 6 weeks
18	after the completion of any training purchased under
19	subsection (a) and not later than 1 year after the es-
20	tablishment of the individual's account—
21	"(A) the individual obtains full-time, un-
22	subsidized employment (which is not the on-the
23	job training described in subsection (a)(1)(B));
24	and
25	"(B) meets one of the following:

1	"(i) Receives a recognized postsec-
2	ondary credential necessary for such em-
3	ployment upon completion of the training
4	purchased under subsection (a).
5	"(ii) Completes the on-the-job training
6	purchased under subsection (a) and gains
7	the skills necessary for such employment.
8	"(2) Payments.—The following shall apply
9	with respect to an eligible individual described in
10	paragraph (1):
11	"(A) 60 percent of the remaining reem-
12	ployment bonus shall be paid to the individual
13	upon the employment described in paragraph
14	(1).
15	"(B) 40 percent of the remaining reem-
16	ployment bonus shall be paid to the individual
17	after 26 weeks of employment retention.
18	"(3) Training fund.—Except as provided in
19	(c)(2), upon receipt of a reemployment bonus under
20	paragraph (1), an individual may not use any funds
21	remaining in the individual's training fund.
22	"(c) Limitations.—The following shall apply with
23	respect to personal reemployment accounts under this
24	chapter:

"(1) Amounts in a personal reemployment account established for an individual may be used during the 1-year period after the date of the establishment of the account for an individual, except that such individual shall begin any training the individual purchased under subsection (a) not later than 3 months after such establishment.

> "(2) During the 1-year period after the date on which an individual's account is established, if such individual receives a reemployment bonus under subsection (b) and becomes unemployed, the individual—

13 "(A) may use the amount remaining in the 14 training fund portion of the individual's for the 15 purposes described in subsection (a); and

16 "(B) may not be eligible for additional 17 cash payments under subsection (b).

18 "SEC. 137G. STATE APPLICATION.

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"(a) IN GENERAL.—In order for a State to receive
an allotment under section 137C, the Governor of the
State shall submit to the Secretary an application that includes a description of how the State intends to carry out
the personal reemployment accounts authorized under this
chapter, including—

- "(1) the criteria and methods to be used for determining eligibility for the personal reemployment accounts and the additional criteria and priority for service that the State intends to apply, if any, pursuant to section 137E(b)(1)(B);
 - "(2) the methods or procedures, developed in consultation with local boards and chief elected officials, to be used to provide eligible individuals information relating to services, providers and employers, and safeguards, to ensure that funds from the personal reemployment accounts are used for purposes authorized under this chapter; and
 - "(3) how the State will coordinate the activities carried out under this chapter with the employment and training activities carried out under section 134 and other activities carried out through the one-stop delivery system in the State.
- "(b) Application Submission and Approval.—A

 19 State application submitted to the Secretary under sub20 section (a) by a Governor shall be considered to be ap21 proved by the Secretary at the end of the 30-day period
 22 beginning on the date the Secretary receives the applica23 tion, unless the Secretary makes a written determination
 24 during such period that the application is incomplete or
 25 otherwise inconsistent with the provisions of this chapter.

1 "SEC. 137H. PROGRAM INFORMATION.

2	"(a) In General.—The Secretary may require from
3	States the collection and reporting on such financial, per-
4	formance, and other program-related information as the
5	Secretary determines is appropriate to carry out this chap-
6	ter, including the evaluation described in section 137I.
7	"(b) Training Provider Performance Data.—
8	Each State shall submit annually to the Secretary and
9	make available (including by electronic means), in an eas-
10	ily understandable format, performance data with respect
11	to each provider of training under this chapter containing
12	the following information:
13	"(1) The total number of program participants
14	who received training services.
15	"(2) The percentage of program participants
16	who are in unsubsidized employment during the sec-
17	ond quarter after exit from the program.
18	"(3) The percentage of program participants
19	who are in unsubsidized employment during the
20	fourth quarter after exit from the program.
21	"(4) The median earnings of program partici-
22	pants who are in unsubsidized employment during
23	the second quarter after exit from the program.
24	"(5) In the case of a training provider described
25	in section 137F(a)(1)(A), the percentage of program
26	participants who obtain a recognized postsecondary

- 1 credential during participation in or within 1 year 2 after exit from the program.
- 3 "(6) In the case of an employer providing on-
- 4 the-job training described in section 137F(a)(1)(B),
- 5 the percentage of program participants who com-
- 6 pleted on-the-job training supported under this chap-
- 7 ter and achieved measurable skills gains necessary
- 8 for employment.
- 9 "SEC. 137I. EVALUATION, TECHNICAL ASSISTANCE, AND
- 10 DATA COLLECTION ACTIVITIES.
- "(a) EVALUATION.—From the amount made avail-
- 12 able under section 137C(a)(1), the Secretary, pursuant to
- 13 the authority provided under section 169, shall, directly
- 14 or through grants, contracts, or cooperative agreements
- 15 with appropriate entities, conduct an evaluation of the ac-
- 16 tivities carried out under this chapter.
- 17 "(b) Conduct of Evaluation.—The evaluation
- 18 shall examine the effectiveness of such activities in achiev-
- 19 ing the purposes described in section 137A, including the
- 20 effectiveness with respect to individuals with barriers to
- 21 employment, disaggregated by each subpopulation of such
- 22 individuals, and by race, ethnicity, sex, and age, and such
- 23 other purposes as the Secretary determines are appro-
- 24 priate.

"(c) Report.—The report to Congress under section 1 169(e) relating to the results of the evaluations required 3 under section 169 shall include the recommendation of the 4 Secretary with respect to the use of personal reemployment accounts as a mechanism to assist individuals in obtaining and retaining employment.". 6 SEC. 3. ADMINISTRATION. 8 Section 107(d) of the Workforce Innovation and Opportunity Act (29 U.S.C. 3122(d)) is amended— 10 (1) in paragraph (8)(A)(i), by inserting ", ac-11 tivities authorized under section 137F" after "sec-12 tion 134"; and 13 (2) in paragraph (12)(B)(i)(I), by striking "sec-14 tions 128 and 133" and inserting "sections 128, 15 133, and 137D". SEC. 4. AUTHORIZATION OF APPROPRIATIONS. 16 17 Section 136 of the Workforce Innovation and Opportunity Act (29 U.S.C. 3181) is amended by adding at the 18 19 end the following: 20 "(d) Personal Reemployment Accounts.— 21 "(1) In General.—There is authorized to be 22 appropriated \$8,612,000,000 for fiscal year 2020 to 23 carry out chapter 5. 24 AVAILABILITY.—Amounts

pursuant to the authorization of appropriations

appropriated

•HR 7321 IH

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- 1 under paragraph (1) to carry out section 137I are
- authorized to remain available until expended.".

3 SEC. 5. CONFORMING AMENDMENT.

- 4 The table of contents for the Workforce Innovation
- 5 and Opportunity Act is amended by inserting after the
- 6 items relating to chapter 4 of subtitle B of title I the fol-
- 7 lowing new items:

"Chapter 5—Personal Reemployment Accounts

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[&]quot;Sec. 137A. Purposes.

[&]quot;Sec. 137B. Definition.

[&]quot;Sec. 137C. Grants to States.

[&]quot;Sec. 137D. Within State allocation.

[&]quot;Sec. 137E. Personal reemployment accounts.

[&]quot;Sec. 137F. Use of funds.

[&]quot;Sec. 137G. State application.

[&]quot;Sec. 1357. Program information.

[&]quot;Sec. 137I. Evaluation, technical assistance, and data collection activities.".