

7.B.1 2006-2007 SWWDB Budget
(Action)

The 2006-07 budget has been prepared using the new format approved by the Board last year.

SWWDB again experienced a decline in its WIA allocation with adult and youth allocations being hardest hit. The total PY 2006-07 WIA allocation will be \$1,605,092 or \$228,716 lower than the PY-2005 allocation of \$1,833,808. This is a 12.5% decrease. Adult program funding declined by \$71,968 or -13.9% to \$444,702. Youth funding also declined significantly. PY 2006 youth funding of \$536,302 is \$105,578 lower or -16.4%. The dislocated worker allocation will be \$624,088 or a decrease of \$51,170 or -7.6%.

In preparing the budget, the unallocated funds from PY2005-06 were allocated toward the Virtual Web-site project, and carryover funds were added to the 2005-06 WIA allocations to offset the funding reductions. This is why the actual percentage change for adult, dislocated worker and youth shown in Table 1 are different than the actual allocation reduction.

The budget shows an increase in leased employee contracts with the counties. The leased personnel amount reflects 30 positions.

The PY 2006-07 budget includes an increase in the Other Grants category because of the NEG ATK grant that was granted in 2005 and runs through June 30, 2007. The budget also includes a community-based organization grant for a collaborative program with Rock County Opportunities Industrialization Center (OIC) in Beloit. This project was cited in the Wisconsin WIA State Plan for 2005-07 as a statewide model project for high-wage jobs for unemployed adults and youth in areas with high unemployment or economic distress. This grant goes through September 30, 2006 with the hope that based on good performance the grant gets re-funded for 2006-2007. The Board has also applied for a Council on Workforce Initiatives (CWI) grant in the amount of \$100,000 to offset some of the Virtual Job Center costs and six (6) Safe Lifting grants for area health facilities in the amount of \$59,541. These grants have not been approved by DWD, so have not been included in the 2006-07 budget. Business Services revenue is projected at \$10,000 for the first year, although there will be some costs associated with the first year "launch" of the program.

Table 1 shows a comparison of the 2005-06 and the 2006-07 budget by funding type.

Table 1

	2005-06	2006-07	Amount of Change	% Change
Administration	344,735	333,023	-11,712	-3.4%
WIA Adult	509,585	405,692	-103,893	-20.39%
WIA Younger Youth	389,012	241,336	-147,676	-37.96%
WIA Older Youth	202,576	241,719	+39,143	+19.32%
WIA Dislocated Worker	607,732	605,838	-1,894	-.31%
Other Grants	882,961	1,020,520	+137,559	+15.58%
Personnel Leasing	813,035	920,930	+107,895	+13.27%
Network Services	25,860	30,000	+4,140	+16%
Corporate Revenue	10,000	12,500	+2,500	+25%
Grand Total	3,785,496	3,811,558	+26,062	+.69%

Annette Meudt will review the proposed 2006-2007 budget using the attached documents. **Attachment 1** is the full budget while **Attachment 2** is the WIA allocation portion of the budget showing the planned allocation amounts for WIA programs and services.

The Finance Committee will review the 2006-07 budget at its meeting immediately prior to the Board meeting. The 2006-07 budget is being placed on the agenda for Board action pending Finance Committee approval. Full Board approval of the budget is requested.