

PEE DEE LWDA INSTRUCTION NUMBER: WIOA 18-012

TO: Pee Dee LWDA Contractors

SUBJECT: Definition of Substantial Layoff

ISSUANCE DATE: February 14, 2019

EFFECTIVE DATE: February 1, 2019

<u>PURPOSE:</u> The purpose of this instruction is to transmit State Instruction 18-08 regarding the definition of a "substantial layoff" as it applies to the definition of "Dislocated Worker" under Workforce Innovation and Opportunity Act (WIOA). This policy rescinds State Instruction 08-04.

BACKGROUND- WIOA section 3 (15(B)(i) defines a "dislocated worker" to include a worker who has been terminated or laidoff or has received notice of termination or layoff from employment as result of a permanent closure, or substantial layoff at a plant, facility or enterprise. WIOA does not further define "substantial layoff". Under the WIOA implementing regulations, the State may establish policies and procedures for use in determining an individual's eligibility as a dislocated worker, consistent with the definition at WIOA section 2(15).

ACTION: The definition of a substantial layoff is generally defined as any permanent reduction in force resulting in an employment loss of at least 50 employees at a single site over 30-day period. The State Rapid Response Team may determine that a substantial layoff has occurred based on other factors may include, but are not limited to:

- The local unemployment rate;
- The employer size in comparison to the total number of jobs in the surrounding area and;
- If multiple employers, the potential number of employers involved, and the potential number of employees impacted.

INQUIRIES: Questions pertaining to this instruction should be directed to April Gaskins at (843) 669-3138.

bette R. Dukes

Workforce Development Director

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Henry McMaster Governor

Jamie D. Suber
Acting Executive Director

STATE INSTRUCTION NUMBER 18-08

To:

Local Workforce Area Signatory Officials

Local Workforce Area Board Chairs Local Workforce Area Administrators

DEW Area Directors DEW Regional Managers

Subject:

Definition of "Substantial Layoff"

Issuance Date:

February 1, 2019

Effective Date:

Immediately

<u>Purpose:</u> To issue State policy regarding the definition of a "substantial layoff" as it applies to the definition of "Dislocated Worker" under the Workforce Innovation and Opportunity Act (WIOA). This policy rescinds State Instruction 08-04.

<u>Background:</u> WIOA section 3(15)(B)(i) defines a "dislocated worker" to include a worker who has been terminated or laid off, or has received notice of termination or layoff, from employment as a result of a permanent closure, or substantial layoff, at a plant, facility, or enterprise. WIOA does not further define "substantial layoff." Under the WIOA implementing regulations, the State may establish policies and procedures for use in determining an individual's eligibility as a dislocated worker, consistent with the definition at WIOA section 3(15).

<u>Policy:</u> Generally, the definition of a substantial layoff is any permanent reduction in force resulting in an employment loss of at least 50 employees at a single site over a 30 day period. In addition, the State Rapid Response Team may determine that a substantial layoff has occurred based on other factors that may indicate a significant, negative impact on the community and/or local economy. Such factors may include, but are not limited to:

- The local unemployment rate
- The employer size in comparison to the total number of jobs in the surrounding area
- If multiple employers, the potential number of employers involved and the potential number of employees impacted

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Local Workforce Development Areas (LWDAs) may request that the State Rapid Response Team consider whether a local area layoff is "substantial" by emailing the State Rapid Response Team at RR@dew.sc.gov.

Action: Please ensure that appropriate staff receive and understand this policy.

<u>Inquiries:</u> Questions may be directed to Policies and Procedures at <u>PolnPro@dew.sc.gov</u>.

Susan M. Boone, Chief Legal Officer

SC Department of Employment and Workforce