

CATAWBA INSTRUCTION NUMBER 18-06

To:

Local Workforce Development Area

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.

Background: 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

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 Nicole Lawing @ <u>nlawing@catawbacog.org</u> or 803.327.9041.

Nicole Lawing, WIOA Administrator