

MEMORANDUM OF UNDERSTANDING

Between the

INDIANA STATE BUDGET AGENCY

and the

INDIANA GOVERNOR'S WORKFORCE CABINET

This Memorandum of Understanding is entered into by and between the Indiana State Budget Agency ("SBA") and the Indiana Governor's Workforce Cabinet ("GWC"). The parties mutually agree to the terms and conditions set forth herein.

WHEREAS, SBA, an agency of the Office of Management and Budget ("OMB"), is designated by OMB to accept and administer funds from the federal Coronavirus Aid, Relief and Economic Security (CARES) Act, Pub.L. 116-136; and

WHEREAS, GWC has authority under IC 4-3-27 related to coordination, evaluation, and implementation of the State's workforce development initiatives; and

WHEREAS, the parties enter into this MOU to memorialize their understanding of the mutual advantages of this cooperative relationship.

NOW, THEREFORE, the parties agree to the terms and conditions set forth below:

I. Purpose

The purpose of this MOU is to memorialize an agreement to reimburse GWC for necessary expenditures related to the State's response to the COVID-19 public health emergency, as more fully set forth in Attachment A, (the "Program") and provide guidance to GWC for the purpose of complying with federal requirements under 2 C.F.R 200.

II. Grant Information

- a) CFDA number and name: **21.019, pending completion of registration by the U.S. Treasury**
- b) Federal Award Name: **Coronavirus Relief Fund ("CRF")**
- c) Federal Award Identification Number: **N/A**
- d) Federal Award Date: **March 27, 2020**
- e) Name of Federal Agency: **U.S. Treasury**
- f) Total Amount of Funds obligated to the Sub-State Agency: **\$8,000,000.00**
- g) Period of time sub state agency can obligate funds: start and end date. **The CRF funds may be used to cover expenditures that were made between March 1, 2020, and December 30, 2020.**

- h) Period of time to sub state agency can liquidate funds: start and end date: **The CRF funds may be used to cover expenditures that were made by December 30, 2020.**
- i) Requirements imposed on the sub-state agency so that the award is used in accordance with Federal statutes, regulations and the terms and conditions of the award. **The federal funds are considered federal financial assistance subject to the Single Audit Act of (31 U.S.C. §§ 7501-7507) and the related provisions of the Uniform Grant Guidance; 2 C.F.R. § 200.303 regarding internal controls, 2 C.F. R. § 200.300 through 200.332 regarding subrecipient monitoring and management, and subpart F regarding audit requirements.**
- j) Indirect cost rate or cost allocation that can be charged to the federal grant: **None at this time.**
- k) Match requirements: **None.**

III. Term

The MOU shall be in effective from June 15, 2020 through January 31, 2021.

When the Director of the SBA makes a written determination that funds are not appropriated or otherwise available to support continuation of performance of this memoranda, the memoranda shall be canceled. A determination by the Director of the SBA that funds are not appropriated or otherwise available to support continuation of performance shall be final and conclusive.

IV. Obligations of the Parties

The parties agree to the following obligations under this MOU:

1. SBA agrees to provide GWC from the CARES Act an amount not to exceed the amount listed in Section II(f), which may be amended from time to time. GWC agrees to return to SBA any unused funds.
2. GWC will follow federal expenditure procedures as outlined in the State Board of Accounts manual.
3. GWC acknowledges that it is a Sub-State Agency as that term is used in the State Board of Accounts manual.
4. GWC will administer the Program in accordance with federal laws and guidance of the CARES Act, US Treasury guidance and policies, OMB and SBA policies and procedures, State Board of Accounts guidance on administration and tracking of COVID-19 funds, and any policies or procedures implemented by GWC for administration of the program. GWC's responsibilities to administer the Program include:

- a. Provide communications and monthly reports to the Director of the OMB and the Director of SBA regarding the status of the Program, including a detailed breakdown of the expenditures reimbursed under the Program and an explanation of why those expenditures were necessary to respond to the COVID-19 public health emergency;
- b. Cooperate with any audit regarding use of Program funds by State Board of Accounts or as otherwise required under the CARES Act or other federal law.

5. SBA will assist GWC as necessary with the administration of the Program.

V. Modifications

This parties may modify this MOU by a written, mutual, signed amendment.

VI. Notices

Any notice required or permitted to be given under this MOU shall be sent to the following:

State Budget Agency
Attn: Lisa Acobert
State House Room 212
200 W. Washington Street
Indianapolis, IN 46204
LiAcobert@sba.IN.gov

Governor's Workforce Cabinet
Attn: Patrick McGrew
101 North Senate
Suite N800
Indianapolis, IN 46204
Pamcgrew1@gov.IN.gov

VII. Termination or Suspension

This MOU may be terminated or suspended by either party if the other party has failed to comply with the terms of this MOU, or for any reason if such termination is in the best interest of the terminating agency, upon thirty (30) days written notice. The notice of termination or suspension shall state the reasons for termination or suspension. Regardless of the reason for termination or suspension, the parties will be compensated for services properly rendered prior to termination or suspension of this MOU.

VIII. Entire Agreement

This MOU constitutes the entire agreement of the parties and may only be amended by the written mutual consent of the parties.

IX. Non-Collusion and Acceptance

The undersigned attests, subject to the penalties for perjury, that he/she is the agreeing party, or that he/she is the representative, agent, member or officer of the agreeing party, that he/she has not, nor has any other member, employee, representative, agent or officer of the division, firm, company, corporation or partnership represented by him/her, directly or indirectly, to the best of his/her knowledge, entered into or offered to enter into any combination, collusion or agreement to receive or pay, and that he/she has not

received or paid, any sum of money or other consideration for the execution of this Agreement other than that which appears on the face of this Agreement.

In Witness Whereof, SBA and GWC have, through duly authorized representatives, entered into this MOU. The parties having read and understand the foregoing terms of this MOU, do by their respective signatures dated below hereby agree to the terms thereof.



Zachary Q. Jackson, Director
State Budget Agency

DATE: 6/29/2020

DATE: 6/30/2020

ATTACHMENT A

As a result of the COVID-19 public health pandemic and resulting public health restrictions, Indiana has witnessed an unprecedented increase in the number of people on the unemployment rolls, increased numbers of business closures, and substantial economic disruption. To assist workers impacted by the COVID-19 pandemic, the State has determined it is necessary to expand education and training opportunities for both individuals and employers by building on already successful programs, by marketing those programs to Hoosiers impacted by the pandemic, with a focus on those that have been displaced, and by finding ways to help Hoosiers connect to job opportunities.

The goal of the Rapid Recovery for a Better Future initiative is to help Hoosiers get a new job fast or skill up for a better job and dramatically improve their standard of living. We propose the following spending plan for any new federal funds made available, understanding that we must scale up or down depending on funding levels:

1) Short-term Education & Training: \$25M

- Enhance Indiana's **Workforce Ready Grant** program that provides tuition-free certificates by investing \$22M. Those who have already completed one of these certificates have seen an average wage increase of \$6400 per year.
- Provide funding to support at least 10K more Hoosiers with opportunities to earn credentials of value in the non-credit space.
- Temporarily increase the funding cap for the Workforce Ready Grant from \$5500 to \$10K to cover high quality programs that cost more than \$5500.
- Temporarily expand eligibility to include those with 2- or 4-year degrees impacted by COVID-19.
- Temporarily expand eligibility to programs that do not qualify for the Workforce Ready Grant, such as Certified Nursing Assistant and Commercial Driver's License programs.
- To serve more than 100K Hoosiers in need right now, invest \$3M to support a one-year subscription to **180 Skills**, a company that creates and provides a library of online, non-credit courses.
 - Individuals can access courses on employability skills, manufacturing and logistics, and COVID-19 health and safety training.

2) Expand Employer Training Grant to serve 25K more Hoosiers: \$15M

- Apply at least \$5M of the \$20M to support minority-, women- and veteran-owned businesses.
- Double the total amount reimbursable to employers from \$50K to \$100K.
- Include 180 Skills training and licensure as potential training partner for the Employer Training Grant for employers who want it.

3) Outreach Resources: \$10M

- Invest up to \$8M in resources that support **career coaching and navigation for Hoosiers** who need individualized help determining the best path forward for them, serving at least 125K more people.
 - Create a single online network that can direct Hoosiers to career coaches. Currently, too few people know these career coaching opportunities exist or where to find them.

- Ensure better training for career coaches and employers by expanding the Governor's Skillful State Initiative.
 - Ensure data-driven navigation tools (skills assessments) to help Hoosiers determine the right path for them based on their skills and aspirations.
 - Apply any excess funding to support the Workforce Ready Grant and the Employer Training Grant.
- Invest \$1M to **increase the number of Hoosiers who earn credit for what they already know and can do**. This is especially important right now as many skilled and experienced Hoosiers are experiencing unemployment for the first time.
- Invest \$1M to **increase awareness of Rapid Recovery programs and supports for Hoosiers**. Marketing, outreach, and targeted digital messaging of these programs will continue to be necessary to ensure Hoosiers know ways they can access necessary training as they prepare to go back to work.