

State Workforce Development Board Meeting Tuesday, March 29, 2022 at 11:00 a.m.

Physical Access (option for members only) S.C. Department of Employment and Workforce C. Lem Harper Building 631 Hampton Street, Columbia, SC 29201

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AGENDA

I.	Welcome and Opening Remarks M	r. Thomas Freeland, SWDB Chair
II.	Approval of Minutes from December 14, 2021*	Mr. Freeland
III.	DEW Director's Report	Mr. Dan Ellzey
IV.	Reflections on Regionalism	Mr. Steve Pelissier
V.	Recognition of Board Members	Mr. Freeland
VI.	Other Business/Adjourn	Mr. Freeland

Governor's State Workforce Development Board December 14, 2021 State Workforce Development Board Meeting Minutes

MEMBERS PRESENT:

Mr. Thomas Freeland Mr. Dan Ellzey Col. Craig Currey Dr. Windsor Sherrill Mr. Archie Maddox Mr. Pat Michaels Mr. Jay Holloway Mr. Mike King Rep. Joe Daning Ms. Felicia Johnson

Mr. Gregory Clark Mr. Cliff Bourke Mr. H. Perry Shuping Ms. Valerie Richardson Mr. Warren Snead Mr. John Uprichard

MEMBERS EXCUSED:

Dr. Joe Patton Mr. Charles Brave, Jr. Mr. Gregory Tinnell Mr. John Durst Mr. Michael Sexton Sen. Ross Turner

Approval of Minutes from September 30, 2021*.....**Mr. Freeland** Mr. Perry Shuping motioned to approve the September 30, 2021, meeting minutes, seconded by Col. Craig Currey and unanimously approved by the State Workforce Development Board.

DEW Director's Report....... Mr. Dan Ellzey, Executive Director Mr. Dan Ellzey, Executive Director, SC Department of Employment and Workforce, delivered a presentation on the status of Unemployment Insurance claims, South Carolina employment levels, reemployment initiatives, and UI system enhancements. His presentation covered the following points:

- For the week ending November 27, 2021, DEW reported 776 first-time initial claims, which is the lowest number of initial claims since the US Department of Labor started recording the number in 1987.
- The SC Supreme Court issued a unanimous decision in DEW's favor relating to the termination of Federal UI benefits in June 2021.
- The Trust Fund has a balance of more than \$1.2B. Employers will not pay a tax increase in 2022 or a solvency surcharge.

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- There are 14,000 more jobs in South Carolina today than before the pandemic. While there are many jobs currently posted, the majority of individuals have returned to work.
- The Unemployment Rate is 3.9% (as of October 2021), which is lower than the national average.
- The workforce has changed because of several factors, including health concerns, childcare availability, Federal benefits (UI, stimulus checks, childcare tax credits, suspended student loan payments, etc.), remote work opportunities, new entrepreneurship opportunities, retirees, and voluntary quits.
- South Carolina quit rates have remained above 3% since February 2019, with a spike in April 2021 to more than 4%. Statewide, approximately 68,000 employees quit their jobs in September 2021.
- The Labor Force Participation (LFP) Rate is 57.2%. While the LFP rate among men dropped significantly, the rate among women increased. The retirement of Baby Boomers will continue to have an impact on LFP.
- DEW has launched a new reemployment initiative called WRAP: Workforce Reemployment Assistance Program. The program provides guidance and access to services during unemployment, including job referrals, with a goal of reemployment.
- The agency is expanding the Enhanced Referral program to the trucking, childcare, and healthcare industries.
- DEW implemented SCUBI system enhancements on November 4, 2021.
- Implementation of the CompTIA Incumbent Worker Training program is in full swing. Eligible employers can receive CompTIA A+ and Security+ training at no cost.
- The agency has identified and conducted outreach to auto supply employers potentially impacted by the chip shortage. Through outreach, DEW has shared the Cooper Standard training model as an alternative to layoff.
- USDOL conducted a COVID-19 Recovery and Reemployment Readiness Consultation with states and recognized several South Carolina efforts as promising practices, including utilizing the Advanced Individual Funding Tracking (AIFT) module in SCWOS, the WIOA Productivity Dashboard, the Enhanced Referral Program, and promoting programs such as rental assistance and the Federal Broadband Program. USDOL also recognized three local areas with promising practices: Upstate, Pee Dee, and Santee-Lynches.

Mr. John Uprichard commented on the need to engage businesses in addressing LFP. Mr. Ellzey shared that the agency has been studying the issue and is forming a LFP task force.

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of Commerce to roll out Road Trip Nation – a statewide tour highlighting South Carolina's highneed industries and occupations. Through employer surveys and focus groups, the Council recently asked employers to answer questions about entry-level candidates and desired qualities of future entry-level staff. Employers noted the need for "real life" and "hands-on experience," but fewer than half of the employers encountered candidates with this type of experience. Ms. Shannon shared information about the SC Codes on-the-job training program starting in January 2022. She also explained that the Council has completed an inventory of technology and cybersecurity education and workforce training programs and will do the same with logistics and aerospace. Career pathways for these sectors will be available in the spring to aid in career and academic advising.

PY'20 Performance Summary....... Mr. Zach Nickerson, Dir. of Workforce Services Mr. Zach Nickerson provided a Program Year (PY) 2020 performance report. In PY'20, South Carolina received \$35,374,757 in WIOA funding for Adult, Dislocated Worker, and Youth programs. Of that amount, \$27,860,927 was allocated to the 12 local areas. Local area performance is measured against negotiated Federal performance measures and three state-specific fiscal performance measures. As a state, South Carolina met all of the negotiated Federal performance measures; however, three local areas did not meet one or more of the negotiated performance measures. Two areas did not meet one or more of the state-specific fiscal measures.

The five areas that did not meet fiscal or program performance measures submitted a written summary explaining the barriers that prevented the area from meeting performance. Barriers included wait time to test for credentials, pivoting to implement COVID-19 strategies and protocols, and the influx of external funds for training.

While local areas are still accountable for PY'20 performance, failure to meet performance measures will not trigger progressive sanctions outlined in the WIOA Title I Sanctions policy. Local areas will be required to submit corrective action plans and monthly progress reports to ensure improved performance outcomes for PY'21.

Executive Summary 3rd Quarter SWDB Committee Activity

January – March 2022

Board Development Committee

- The Board Development Committee prioritized Ethics Training for board members, which the Ethics Commission facilitated on February 10, 2022. Twelve members attended the training. The Commission will facilitate a second training later this year.
- With assistance from staff, the Committee is working with the National Governors Association to gather information from other state workforce boards on onboarding and professional development, oversight and management, and recognition and engagement.
- The Committee also released the Program Year 2021 SWDB Satisfaction and Board Development Survey. Staff will present findings and recommendations from the SWDB survey and NGA research at the Committee's May meeting.
- Overall meeting attendance continues to be strong, with an average attendance rate of 77% for 3rd quarter committee meetings.

Collaboration and Partnership Committee

 Mr. Richard Davis, Workforce Development Manager, SC Commission on Higher Education, presented on the Commission's education and workforce priorities. The Commission has an aggressive goal to see 60% of South Carolinians achieve a credential by 2030. Mr. Davis also discussed enhanced transfer and articulation between 2-year and 4-year programs, the utilization of public-private partnerships, and educational program alignment with emerging industry demand.

SC Works Management Committee

• The SC Works Management Committee reviewed existing efforts to establish and assess levels of service delivery through the SC Works Certification Standards, which require local areas to gather feedback from jobseekers and employers. To supplement customer satisfaction data, DEW proposed the implementation of a secret shopper program. The Committee offered support for the program, which was ultimately presented to the Executive Committee for funding approval.

Committee on Workforce Innovation

- The Innovation Committee had the opportunity to meet DEW's new Director of Labor Market Information (LMI), Dr. Bryan Grady. Dr. Grady is evaluating opportunities to enhance the Trends publication that DEW distributes to Board members. He is also working with a third party to develop training that Board members can use to expand their understanding of LMI.
- A key priority for the Innovation Committee is highlighting local innovation and promising practices. Committee members launched a process to obtain participant and employer success stories and local area promising practices and created an SC Works Success page to display and archive submissions. Link to SC Works Success: <u>https://scworks.org/about-us/success</u>.

Executive Committee

- WIOA State Plan Modification
 - The Executive Committee unanimously approved the development and submission of the WIOA State Plan Modification. DEW submitted the WIOA State Plan Modification on March 8, 2022. The Federal authorizing agencies for the programs included in the plan have 90 days to review and approve the plan.

- Allocation of Funding
 - The Executive Committee approved \$100,000 for the implementation of an SC Works Secret Shopper program. A soft launch of the program will occur this fall to include the evaluation of at least one center in each local area, followed by statewide implementation. It is anticipated that the evaluation will look at areas such as staff knowledge, attentiveness, willingness and ability to provide assistance; center appearance and accessibility; availability and relevancy of information and resources; referral services; and process for receiving services. DEW will procure a vendor to design and implement the shopper evaluation as well as present findings and recommendations to the SWBD and key stakeholders.

Upcoming Meetings

4 th Quarter (April 1 – June 30, 2022)			
Tuesday, May 17, 2022	11:00 a.m.	Board Development	
Wednesday, May 18, 2022	2:00 p.m.	Collaboration & Partnership	
Tuesday, May 24, 2022	11:00 a.m.	SC Works Management	
Thursday, May 26, 2022	11:00 a.m.	Workforce Innovation	
Tuesday, June 14	11:00 a.m.	Executive	
Tuesday, June 28	11:00 a.m.	State Workforce Development Board	