## Company Letterhead

March 21, 2011

The Honorable Kevin McCarthy of California Representing California 22<sup>nd</sup> District 326 Cannon Building Washington DC 20515

## Dear Sir:

As you know, the House Appropriations Committee introduced H.R.1, the Fiscal Year 2011 Continuing Resolution (CR). If passed this bill would eliminate all funding, over \$3.6 billion, for the Workforce Investment Act (WIA) in Program Year 2011 and a \$175 million rescission of Prior Year funds. Beginning in July 1 of this year, these cuts would zero out all new funding for state and local programs under WIA – programs that have made a substantial positive impact to employers, job seekers and their families. The CR being proposed by Congressional Republicans will cut off a valuable lifeline that is providing critical workforce training programs and business support.

It appears that the House Appropriations Committee is taking the position that workforce development and job-training programs are not effective, and therefore are expendable in this challenging and unprecedented budget climate in Washington. On behalf of the San Luis Obispo County Workforce Investment Board, we disagree.

Since the start of the intense recession that our region and our county are still grappling with government-funded employment and training programs have provided training, placement, services and support to 17,232 residents. With an unemployment rate that remains about 9% nationally and 9.7% locally, we can hardly afford to turn our backs on our friends and neighbors (and your constituents) at this time.

The San Luis Obispo County WIB, funded through the Workforce Investment Act, has become a critical partner in our region's economic development efforts. From directly supporting our efforts to recruit new businesses to the region by offering access to skilled workers and monetary employment and training incentives, to saving money for local businesses as they begin in to rehire new employees, to supporting businesses that are closing or downsizing to ensure that they and their employees have guidance, information and services, our local workforce development system saves our business community money and contributes to our region's economic growth and prosperity. Our businesses are more challenged than ever to maintain viability. Cutting WIA job training and support programs that directly benefit those local businesses will further exacerbate this problem.

See attached enclosures for WIA funding statistics in the state of California and San Luis Obispo County from July 2008.

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We commend Congressional efforts to reduce the massive budget deficit that has a stranglehold on our country but we also know that it is the intent of Congress to simultaneously stimulate job growth as well. With this in mind, we urge you to reconsider the elimination of funding for the WIA system and continuing to support all programs and services that directly create jobs, support businesses and enhance economic growth.

Thank you for your time.
Respectfully,

Name

Enclosures (2)