Overview and Discussion of Federal Regulations on Transition Services and Pre-Employment Transition Services

U.S. Department of Education
Office of Special Education and Rehabilitative Services
Rehabilitation Services Administration

Office of Special Education Programs
Implementing VR Program Requirements

The Rehabilitation Act of 1973 (Act), as amended by the Workforce Innovation and Opportunity Act (WIOA):

- Emphasizes the provision of services to students and youth with disabilities to ensure they have opportunities to receive the training and other services necessary to achieve competitive integrated employment;

- Expands the population of students with disabilities who may receive services and the kinds of services that the VR agencies may provide to youth and students with disabilities who are transitioning from school to postsecondary education and employment;
Implementing VR Program Requirements (cont.)

- Increases opportunities to practice and improve workplace skills, such as through internships and other work-based learning opportunities;

- Requires VR agencies to reserve and expend not less than 15 percent of the Federal VR allotment to provide, or arrange for the provision of, pre-employment transition services for students with disabilities transitioning from school to postsecondary education programs and employment; and

- Requires VR agencies to coordinate the provision of pre-employment transition services with local educational agencies (LEAs).
Transition-Related Definitions

- Student with a disability (section 7(37) of the Act and § 361.5(c)(51));
- Youth with a disability (section 7(42) of the Act and § 361.5(c)(58));
- Pre-employment transition services (section 7(30) of the Act and § 361.5(c)(42)); and
- Transition services (§ 361.5(c)(55)).
Definition of “Student with a Disability”

A student with a disability is an individual who:

• Is in an educational program; and

• Meets certain age requirements; and

• Is eligible for and receiving special education or related services under IDEA; or

• Is an individual with a disability for purposes of section 504 of the Act.
Definition of “Student with a Disability” (cont.)

• Educational programs include:
  o Secondary education programs;
  o Non-traditional or alternative secondary education programs, including home schooling;
  o Postsecondary education programs; and
  o Other recognized educational programs, such as those offered through the juvenile justice system.
Age range requirements for a student with a disability:

- **Minimum age:**
  - Not younger than the earliest age to receive transition services under IDEA; or
  - Not younger than the earliest age, if determined by the State as being different, to receive pre-employment transition services.

- **Maximum age:**
  - Not older than 21 years old; or
  - Not older than the highest age determined by the State to receive services under IDEA, if older than 21 years of age.
Early Age to Receive Pre-Employment Transition Services

• States may provide pre-employment transition services at an earlier age than is permitted for the provision of transition services under IDEA.

• If a State elects to provide pre-employment transition services at an earlier age, both VR agencies, if there are two in a State, must agree to the earlier age.

• If an earlier age is agreed to, both VR agencies in the State must implement that age when providing pre-employment transition services.

• If a State hasn’t decided to provide pre-employment transition services at an earlier age, the earliest age to receive transition services under IDEA would apply to both VR agencies.
Definition of “Youth with a Disability”

• A youth with a disability is:
  o An individual with a disability;
  o Not younger than 14 years of age; and
  o Not older than 24 years of age.

• There is no requirement that a “youth with a disability” be participating in an educational program.

• The age range for a “youth with a disability” is typically broader than that for a “student with a disability.”
Transition-Related Services

Continuum of services available to students and youth with disabilities, as applicable, through the VR program include:

● Pre-employment transition services (section 113 of the Act and 361.48(a))
  o Available only to students with disabilities; and
  o Application and IPE are not required.

● Group transition services (section 103(b)(7) of the Act and § 361.49(a)(7))
  o Available to both students and youth with disabilities; and
  o Application and IPE are not required.

● Individualized transition and other VR services (section 103(a) of the Act and § 361.48(b))
  o Available to all eligible individuals; and
  o Application and IPE are required.
Pre-Employment Transition Services Overview

These services are an early start at job exploration that:

• Assist students with identifying career interests to be further explored through additional VR services, including transition services;
• Must be made available Statewide to all students with disabilities in need of such services, regardless of whether a student has applied for VR services;
• May begin once a student requests or is recommended for one or more pre-employment transition services and documentation of a disability (e.g., IEP, transition plan, school psychological, or other medical documentation of a disability) is provided to the VR agency;
• Must be provided or arranged in collaboration with LEAs; and
• Are the only activities that can be paid for with the funds reserved under section 110(d)(1) of the Act.
Scope of “Pre-Employment Transition Services”

Pre-employment transition services (section 7(30) of the Act and § 361.5(c)(42)) are:

- “Required” activities (section 113(b) of the Act and § 361.48(a)(2));
- “Authorized” activities (section 113(c) of the Act and § 361.48(a)(3)); and
- “Pre-employment transition coordination” activities (section 113(d) of the Act and § 361.48(a)(4)).
Population to Receive Pre-Employment Transition Services

Pre-employment transition services are provided to “students with disabilities” who are:

• Eligible for VR services; or

• Potentially eligible for VR services (i.e. all students with disabilities, including those who have not applied or been determined eligible for VR services).
Pre-Employment Transition Services: “Required” Activities

The five “required” activities of pre-employment transition services (section 113(b) of the Act and § 361.48(a)(2)), which can be provided in a group setting or on an individual basis, are:

• Job exploration counseling;
• Work-based learning experiences, which may include in-school, after school, or community-based opportunities;
Pre-Employment Transition Services: “Required” Activities (cont.)

- Counseling on opportunities for enrollment in comprehensive transition or postsecondary educational programs at IHEs;
- Workplace readiness training to develop social skills and independent living; and
- Instruction in self-advocacy, including peer mentoring.

Allowable expenditures incurred in carrying out these activities may be paid with the funds reserved for the provision of pre-employment transition services.
Group Setting vs. Individual Basis

- The five “required” pre-employment transition services, described in section 113(b) of the Act and § 361.48(a)(2) of the VR regulations, may be provided to individuals in a group setting, or on an individual basis.

- Because VR agencies may have limited information regarding the needs of students who have not applied for VR services, it may be more appropriate to provide pre-employment transition services in a group setting.

- Regardless of how pre-employment transition services are provided (e.g., in a group setting or on an individual basis), the VR agency must track and report these services and activities for each student that is receiving such services.
Group Setting vs. Individual Basis (cont.)

- Although pre-employment transition services may be provided in “group settings”, such services must be provided under section 113 of the Act and § 361.48(a) of the VR regulations – not under the “services to groups” authority under section 103(b)(7) and § 361.49(a)(7).

- The “services to groups” authority of section 103(b) of the Act and § 361.49(a) of the VR regulations permits the provision of transition services in general, but not the provision of the more specific services identified as pre-employment transition services.
General job exploration counseling in a group setting may be provided, for example, in a classroom or community setting and could include:

- Information regarding in-demand industry sectors and occupations, as well as nontraditional employment;
- Information about labor market composition;
- Administration of vocational interest inventories; and
- Identification of career pathways of interest to the students.
Job Exploration Counseling – Overview of Examples on an Individual Basis

Job exploration counseling provided on an individual basis might be provided, for example, in school or the community and could include discussions pertinent to the particular student about:

- The student’s vocational interest inventory results;
- In-demand occupations;
- Career pathways; and
- Local labor market information that applies to the student’s particular interests.
Work-Based Learning Experiences – Integrated Settings

• Work-based learning experiences may include opportunities that are:
  o In-school;
  o After school; or
  o Outside the traditional school setting (including internships).

• Work-based learning experiences must be provided in an integrated setting in the community to the maximum extent possible.

• VR agencies are to exhaust all opportunities for work-based learning experiences in integrated settings before placing an individual in a non-integrated setting.
Work-Based Learning Experiences – Overview of Examples in a Group Setting

Work-based learning experiences in a group setting may include, among other things:

- Coordinating a school-based program of job training and informational interviews to research employers;
- Work-site tours to learn about necessary job skills;
- Job shadowing; or
- Mentoring opportunities in the community.
Work-based learning experiences on an individual basis could include paid or unpaid:

- Internships;
- Apprenticeships;
- Short-term employment;
- Fellowships; or
- On-the-job trainings located in the community.
Competitive Wages or Training Stipends

- If work-based learning experiences are paid, students with disabilities must be paid competitive wages to the same extent competitive wages are paid to students without disabilities in similar experiences.

- Training stipends are permissible for students with disabilities participating in unpaid work-based learning experiences commensurate with and to the same extent that they are provided to students without disabilities participating in these experiences.

- Discussion of the payment of wages and stipends for students participating in work-based learning experiences, is found in the preamble to the final VR regulations at 81 FR 55629, 55694 (August 19, 2016).
Funds reserved in accordance with section 110(d) of the Act must be used solely to pay for those costs incurred in the provision of pre-employment transition services (section 113 of the Act and § 361.48(a) of the VR regulations).

VR agencies must analyze each cost to determine whether it:
- Fits within the scope of the pre-employment transition services activities described in section 113 of the Act and § 361.48(a); and
- Was incurred solely for the benefit of a “student with a disability.”
Some, but not all, expenditures incurred in providing transition services prior to the enactment of WIOA may be permissible as expenditures for pre-employment transition services.

If a student needs a service that goes beyond the scope of pre-employment transition services, and such additional service is listed on the student's approved IPE, the VR agency must pay for those costs with non-reserved VR funds.
Work-Based Learning Experiences – Examples of Potentially Allowable Costs with Funds Reserved for the Provision of Pre-Employment Transition Services (cont.)

The following are broad examples of the types of costs that might be allowable for purposes of providing work-based learning experiences with the funds reserved for the provision of pre-employment transition services:

- Interpreter or reader services or accessible informational materials necessary to ensure equal access to the work-based learning experience, as required by the ADA or section 504 of the Rehabilitation Act;
Work-Based Learning Experiences – Examples of Potentially Allowable Costs w/Funds Reserved for the Provision of Pre-Employment Transition Services (cont.)

- Fee charged by the employer to provide the work-based learning experience, which might include, for example, the cost for:
  - The additional costs incurred by the employer for providing the work-based learning experience (e.g., printing of additional informational materials, the purchase of additional uniforms for the students, or the installation of screen reading software (JAWS) on an employer’s computers (if needed by students who are blind or visually impaired and who are participating in the work-based learning experience offered by that employer);
  - The employer-provided staff or trainer who teaches the job tasks to the students; or
  - Other costs incurred by the employer in providing the work-based learning experience to the students, which are not individualized in nature.
Work-Based Learning Experiences – Examples of Potentially Allowable Costs w/Funds Reserved for the Provision of Pre-Employment Transition Services (final)

- These costs are those that would be incurred or charged by the employer; or contracted and paid directly by the VR agency for providing a work-based learning experience to any student, regardless of the existence or nature of a student’s disability.

- Caveat: These are just examples of potentially allowable costs. Allowability is dependent on the facts of each situation.
Counseling on Opportunities for Enrollment in Comprehensive Transition or Postsecondary Educational Programs at IHEs – Overview of Examples in a Group Setting

Counseling on these specific opportunities in a group setting may include, for example, providing information on:

- Course offerings;
- Career options;
- The types of academic and occupational training needed to succeed in the workplace; and
- Postsecondary opportunities associated with career fields or pathways.
Counseling on Opportunities for Enrollment in Comprehensive Transition or Postsecondary Educational Programs at IHEs – Overview of Examples on an Individual Basis

Such counseling may also be provided on an individual basis and may include, for example:

• Advising students and parents or representatives on academic curricula;
• Providing information about college application and admissions processes;
• Completing the Free Application for Federal Student Aid (FAFSA); and
• Providing resources that may be used to support individual student success in education and training (i.e., disability support services).
Workplace readiness training services may be offered in a generalized manner in a classroom or other such group settings to provide programming to assist students with disabilities to develop social skills and independent living skills necessary to prepare for eventual employment. These services could teach skills such as:

- Communication and interpersonal skills;
- Financial literacy;
- Group orientation and mobility skills (i.e., to access workplace readiness training or to learn to travel independently);
- Job-seeking skills; and
- Understanding employer expectations for punctuality and performance, as well as other “soft” skills necessary for employment.
Workplace Readiness Training – Overview of Examples on an Individual Basis

- The services discussed in the previous slide may be tailored to an individual’s needs in a work readiness training program provided in an educational or community-based setting, including on an employment site, through instruction, as well as opportunities to acquire and apply knowledge.
Instruction in Self-Advocacy – Overview of Examples in a Group Setting

Instruction in self-advocacy services may be provided through generalized classroom lessons in which students:

- Learn about their rights and responsibilities;
- Learn how to request accommodations or services and supports; and
- Communicate their thoughts, concerns, and needs, in order to prepare them for peer mentoring opportunities with individuals working in their area(s) of interest.
Instruction in Self-Advocacy – Overview of Examples on an Individual Basis

These services can also be provided through individualized opportunities that include students:

- conducting informational interviews;
- mentoring with educational staff such as principals, nurses, teachers, or office staff; or
- mentoring with individuals employed by or volunteering for employers, boards, associations, or organizations in integrated community settings; and
- participating in youth leadership activities offered in educational or community settings.
Order of Selection

• Neither the statute nor the regulations exempt students with disabilities from any of the order of selection requirements.

• A student with a disability who needs individualized VR services, in addition to pre-employment transition services, must apply and be determined eligible for the VR program and have an approved IPE to receive those services.

• Should a student with a disability be determined eligible and placed in a closed order of selection priority category, he or she may not receive individualized VR services that go beyond the scope of pre-employment transition services.
Continuation of Services Under an Order of Selection

• If a student with a disability were receiving pre-employment transition services prior to eligibility determination and placement in a closed order or selection priority category, he or she may continue to receive pre-employment transition services.

• So long as the student began receiving at least one pre-employment transition service prior to an eligibility determination and placement in a closed order of selection priority category, that same pre-employment transition service and any other pre-employment transition services may continue, even while a student is assigned to a closed order of selection priority category.
Continuation of Services under an Order of Selection (cont.)

- For students who have not begun receiving pre-employment transition services and are determined eligible for the VR program and placed into a closed order of selection priority category, VR agencies may provide general transition services that benefit a group of students with disabilities to ensure the continuation of beneficial services, but may not begin pre-employment transition services.
Continuation of Services under an Order of Selection – Example A

Student A:

• Begins pre-employment transition services;
• Applies and is determined eligible for the VR program;
• Is placed in a closed priority category;
• May continue to receive necessary pre-employment transition services;
• May receive group transition services or other available VR services to groups;
• Cannot receive individualized transition or other individualized VR services until the student’s turn under the State’s order of selection.
Continuation of Services under an Order of Selection – Example B

Student B:

• Applies and is determined eligible for the VR program before beginning pre-employment transition services;

• Is placed in a closed priority category;

• Can receive group transition services or other available VR services to groups; and

• Cannot receive pre-employment transition services, individualized transition services, or other individualized VR services until the student’s turn under the State’s order of selection.
Continuation of Services under an Order of Selection – Example C

Student C:

• Applies and is determined eligible for VR services, regardless of whether he or she has begun receiving pre-employment transition services;

• Is placed in an open priority category; and

• May receive the full range of services offered under the VR program, including pre-employment transition services, group transition services or other available VR services to groups, and individualized transition services or other individualized VR services.
Pre-Employment Transition Services: “Authorized” Activities

If funds reserved for the provision of pre-employment transition services remain after all necessary “required” activities have been provided, the VR agency may provide other “authorized” activities that:

• Improve the transition of students with disabilities from school to postsecondary education or an employment outcome; and

• Support the arrangement or provision of the “required” activities.
Reserved funds for Authorized Activities

States must determine whether the funds reserved for the provision for pre-employment transition services are sufficient to meet the pre-employment transition needs for all students in need of such activities, prior to utilizing reserved funds for “authorized” activities.
Pre-Employment Transition Services: “Authorized” Activities (cont.)

The nine “Authorized” activities (section 113(c) of the Act and § 361.48(a)(3)) of the VR regulations include:

- Implementing effective strategies to increase the likelihood of independent living and inclusion in communities and competitive integrated employment;

- Developing and improving strategies for individuals with intellectual disabilities and individuals with significant disabilities to live independently; participate in postsecondary education experiences; and obtain, advance in and retain competitive integrated employment;
Pre-Employment Transition Services “Authorized Activities” (cont.)

- Providing instruction to VR counselors, school transition personnel, and other persons supporting students with disabilities;

- Disseminating information about innovative, effective, and efficient approaches to achieve the goals of pre-employment transition services;

- Coordinating activities with transition services provided by LEAs under the IDEA;

- Applying evidence-based findings to improve policy, procedure, practice, and the preparation of personnel, in order to better achieve the goals of pre-employment transition services;
Pre-Employment Transition Services “Authorized Activities” (cont.)

- Developing model transition demonstration projects;
- Establishing or supporting multistate or regional partnerships involving States, LEAs, DSUs, developmental disability agencies, private businesses, or other participants to achieve pre-employment transition services goals; and
- Disseminating information and strategies to improve the transition to postsecondary activities of individuals who are members or traditionally underserved and underserved populations.
Overview of Examples of “Authorized” Activities

• Annual on-line survey of and listening sessions with families of students in receipt of pre-employment transition services conducted to gather data and information and develop instruction, training, and professional service activities for PACER staff and vendors (other persons supporting students with disabilities);

• Parent training workshops conducted by PACER for families of students who are blind, visually impaired, or deaf-blind, including topics such as self-advocacy, leveraging IDEA for effective transition planning and coordination of pre-employment transition services and developing independent living skills and soft skills necessary for employment;
Overview of Examples of “Authorized” Activities (cont.)

- Outreach to and training materials (i.e., podcasts, videos and handouts) for families of students with disabilities, including accessible and family friendly resources, addressing topics such as building self-advocacy, working with vendors, and developing high expectations for students with disabilities in receipt of pre-employment transition services. Resources are to be provided through videos, podcasts and handouts.

- Caveat: VR agency staff or PACER staff time to develop the materials and the costs incurred for printing the materials can be reported as an “authorized” activity, with costs charged to the funds reserved for the provision of pre-employment transition services. However, clerical time or other costs that meet the definition of “administrative costs” may not be paid with funds reserved for the provision of pre-employment transition services.
Overview of Examples of “Authorized” Activities (final)

• Training for providers or vendors specific to maintaining high expectations for achievement of students with disabilities participating in pre-employment transition services, and understanding how to effectively partner with families of students with disabilities; and

• VR and LEA staff training specific to special education services, advocating for students with disabilities within special education, and using the IEP to build self-advocacy skills in students with disabilities. This training could be provided in person or as a webinar.

• Caveat. “Required” and “authorized” activities, with respect to the provision of pre-employment transition services, must have a connection to students with disabilities. Care needs to be taken to specify the target population as “students with disabilities” – rather than the boarder “youth with disabilities” – if the State intends to pay for the activities with funds reserved for the provision of pre-employment transition services.
Pre-Employment Transition Coordination

Pre-employment transition coordination activities (section 113(d) of the Act and § 361.48(a)(4)) are:

- Attending IEP meetings, when invited;
- Working with the local workforce development boards, one-stop centers, and employers to develop work opportunities for students with disabilities;
- Working with schools to coordinate and ensure the provision of pre-employment transition services; and
- Attending person-centered planning meetings for students with disabilities receiving services under title XIX of the Social Security Act, when invited.
Definition of “Transition Services”

Although WIOA deleted the definition from the Act, the Department maintained the definition of transition services ( § 361.5(c)(55)) and revised it to include:

• “Students or youth with disabilities”; and

• Outreach to and engagement of parents or, as appropriate, the representatives of students or youth with disabilities.
In considering the VR program as offering a continuum of services, “transition services” represents the next set of VR services available to students and youth with disabilities and includes:

- Group transition services; and
- Individualized transition services.
Group Transition Services

VR agencies may provide transition services to groups of students and youth with disabilities who may not have applied or been determined eligible for VR services.
Examples of group transition services may include, but are not limited to:

- Group tours of universities and vocational training programs;
- Employer or business site visits to learn about career opportunities;
- Career fairs coordinated with workforce development and employers to facilitate mock interviews and resume writing; and
- Other general services applicable to groups of students with disabilities and youth with disabilities.
Differences between Pre-Employment Transition Services and Group Transition Services

• The differences between pre-employment transition services and group transition services include:
  o Pre-employment transition services are only those services described in section 113 of the Act and § 361.48(a), whereas transition services described in section 103(b) of the Act and § 361.49(a) (7) provided to groups of students may be more broad;
  o Pre-employment transition services are provided, tracked and reported to an individual level (even if provided in a group setting), whereas the group transition services above are not; and
  o Pre-employment transition services can be charged to the reserved funds, whereas group transition services cannot.
Individualized Transition Services

• As the next step in the continuum, individualized transition services must be provided to students who have been determined eligible for the VR program and in accordance with an approved IPE.

• Any allowable VR service under section 103(a) of the Act and § 361.48(b) can be provided as a transition service under an IPE.
Third-Party Cooperative Arrangements

- Since students and youth with disabilities may receive pre-employment transition services and group transition services, as applicable, prior to applying or being determined eligible for VR services, these students and youth with disabilities are considered “recipients” of VR services for purposes of contracting the provision of these services with another State agency or local public agency.

- VR agencies may enter into third-party cooperative arrangements for the provision of pre-employment transition services or group transition services so long as all third-party cooperative arrangement requirements are satisfied (see § 361.28 of the VR regulations).
Third-Party Cooperative Arrangement Requirements
(34 CFR 361.28)

- Cooperating agency must furnish all or part of the non-federal share;
- **New or modified** services provided under a third-party cooperative arrangement must have a VR focus;
- Services may be provided only to applicants for, or recipients of, VR services;
- DSU must maintain administrative supervision;
- State Plan requirements apply; and
- Services under a third-party cooperative arrangement must be provided statewide unless there is an approved waiver of statewideness.
The IPE may include a projected post-school employment outcome that:

- Is based upon the informed choice of the student or youth with a disability eligible for the VR program;
- May be amended during the career development process; and
- Must be revised to a specific vocational goal once this process is complete.
IDEA: Special Education and Related Services

Special Education means specifically designed instruction, at no cost to the parents, to meet the unique needs of a child with a disability, and includes related services.

Related Services include:

- Speech-language pathology and audiology services;
- Interpreting services;
- Psychological services;
IDEA: Special Education and Related Services (cont.)

- Physical and occupational therapy;
- Recreation, including therapeutic recreation;
- Early identification and assessment of disabilities in children;
- Counseling services, including rehabilitation counseling;
- Orientation and mobility services;
- Medical services for diagnostic or evaluation purposes;
- School health services and school nurse services;
- Social work services in schools;
- Work experiences; and
- Job coaching and support services.
Financial Responsibilities of VR Agencies and LEAs

• LEAs are responsible for providing and paying for any transition service that is considered special education or related services necessary for ensuring a free appropriate public education (FAPE) as required under IDEA.

• Nothing under title I of the Rehabilitation Act shall be construed as reducing a LEA’s obligation to provide the above-described services under IDEA (see section 101(c) of the Rehabilitation Act and § 361.22(c) of the VR regulations).
Financial Responsibilities of VR Agencies and LEAs (cont.)

- Pre-employment transition services and transition services can be both vocational rehabilitation services under the VR program and special education or related services under IDEA.

- Decisions as to which agency, the VR agency or LEA, is responsible for providing and/or paying for pre-employment transition services or transition services considered to be both a special education (or related service) or VR service must be made at the State level.
Formal Interagency Agreement

The formal interagency agreement (§ 361.22) with the State educational agency (SEA) and LEAs, as appropriate, should be a mechanism that describes criteria for determining financial and programmatic responsibilities that may include:

- Purpose of the service;
- Customary services; and
- Eligibility for services.
Purpose of the Service

- VR, SEA, and LEA personnel should discuss at the State level whether the purpose of the service is related to an employment outcome or education attainment, or if it is considered a special education or related service.

- For example, rehabilitation counseling that is necessary for the provision of FAPE should be provided by the school, whereas, rehabilitation counseling necessary for an employment outcome may be provided by the VR agency.
Customary Service

• With respect to customary services, is the service one that the school customarily provides under IDEA part B?

• For example, if the school ordinarily provides job exploration counseling to its students, that does not mean that the school should cease providing the service simply because the service could also be provided as a pre-employment transition service under the Act by the VR agency.
Eligibility for Services

- Finally, with respect to eligibility for special education or related services. Is the student with a disability eligible for transition services under IDEA?

- The population of students with disabilities served by the VR program is broader than that under IDEA because it includes students with disabilities under section 504 of the Act.

- As such, VR agencies may provide pre-employment transition services and group transition services to these students, whereas the schools may not do so under IDEA.
Formal Interagency Agreement – New Requirements

The agreement between the VR agency and the SEA must include information that addresses the following new requirements (§ 361.22):

- Pre-employment transition services;
- Option to provide consultation and technical assistance to educational agencies through alternate means;
- Coordination necessary to satisfy documentation requirements set forth with regard to students with disabilities who are seeking subminimum wage employment; and an
Formal Interagency Agreement – New Requirements (cont.)

- Assurance that neither the SEA nor the LEA will enter into a contract with an entity holding a special wage certificate under section 14(c) of the Fair Labor Standards Act for the purpose of operating a program under which a youth with a disability is engaged in work at a subminimum wage.
Unified or Combined State Plan Requirements – Comprehensive Statewide Needs Assessment (CSNA)

VR agencies are required to include in the CSNA:

• VR needs of youth and students with disabilities, including the need for pre-employment transition services or other transition services;

• An assessment of their needs; and

• The extent to which services are coordinated with transition services under IDEA.
Description of Transition Coordination in the State Plan, Policies and Procedures

The VR agency must describe in the VR services portion of its Unified or Combined State Plan:

• Plans, policies and procedures for the coordination between VR and education officials to facilitate the transition of students with disabilities from the receipt of educational services in school to the receipt of VR services under the VR program;
Description of Transition Coordination in the State Plan, Policies and Procedures (cont.)

- Plans, policies, and procedures that provide for the development and approval of an IPE as early as possible during the transition planning process and not later than the time a VR-eligible student leaves the school setting; and

- Strategies the State will use to improve and expand VR services for students and youth with disabilities, including pre-employment transition services for students.
Written Policies

VR agencies must develop written policies governing the nature and scope of each of the VR services, including pre-employment transition services and the criteria under which each service is provided (see § 361.50).
FISCAL OVERVIEW: PRE-EMPLOYMENT TRANSITION SERVICES
Reservation and Expenditure of Funds Requirement

- A State must reserve and expend at least 15 percent of its VR State allotment for the provision of pre-employment transition services to students with disabilities (sections 110(d)(1) and 113(a) of the Rehabilitation Act).

- The funds reserved and expended must be used solely for the provision of pre-employment transition services and pre-employment transition coordination activities described in section 113(b) through (d) of the Rehabilitation Act (§ 361.48(a)(2) through (4)).
Reservation and Expenditure of Funds Requirement

• Although all Federal VR funds drawn down for use, including the amount reserved for the provision of pre-employment transition services, must be matched (21.3 percent), there is no requirement that non-Federal funds used for match purposes must be expended specifically for the provision of pre-employment transition services.

• Funds reserved and not expended for the provision of pre-employment transition services in the year of appropriation may be carried over into the subsequent Federal fiscal year for obligation and expenditure so long as the State provided the requisite match by the end of the year of appropriation (4th quarter), as is true for the carryover of all Federal VR funds.
Reservation and Expenditure of Funds Requirement (cont.)

- When there are two State VR agencies, the reservation and expenditure of funds for the provision of pre-employment transition services is a State matter that must be resolved at the State level.

- This will necessitate coordination between both VR agencies in order to ensure the State satisfies the requirement for the provision of pre-employment transition services.
Reservation and Expenditure of Funds Requirement (cont.)

- The amount of funds to be reserved and expended is based on the total amount of Federal funds allotted to the State as of the end of the year of appropriation (4th quarter) in order to take into account increases and decreases due to the reallocation process or reductions for MOE deficits.

- Any reduction to the State’s VR allotment that occurs after the year of appropriation, either through deobligation or grant closeout, will not reduce the amount to be reserved and expended that is calculated based on the State’s allotment at the end of the year of appropriation.
Example: Funds Received in Reallotment

• In FFY 2017, a VR agency receives a VR award of $100.00.

• However, grantee requests and receives $20.00 in FFY 2017 VR funds during reallotment.

• Revised FFY 2017 VR grant award amount as of September 30, 2017 is $120.00.

• New amount required to be reserved and expended for pre-employment transition services is at least $18.00 (15 percent of $120.00).
Example: Funds Relinquished in Reallotment

- In FFY 2017, a VR agency receives a VR award of $100.00.
- However, grantee relinquishes $20.00 in FFY 2017 VR funds during reallotment.
- Revised FFY 2017 VR grant award amount as of September 30, 2017 is $80.00.
- New amount required to be reserved and expended for pre-employment transition services is at least $12.00 (15 percent of $80.00).
Example: Deobligation at Grant Closeout

• VR agency receives a FFY 2017 VR grant award of $100.00 and spends none of the Federal funds prior to September 30, 2017.

• Agency met the non-Federal share requirement, by September 30, 2017, necessary to carryover the unobligated VR funds.

• At closeout, the amount of unobligated funds remaining in award at the end of the carryover period is $20.00 and these funds are deobligated.

• Amount required to be reserved and expended for pre-employment transition services is at least $15.00 (15 percent of $100.00).
Upcoming Related Topics

• The fiscal presentation later in the conference will provide additional information on the use of third-party cooperative arrangements for the provision of pre-employment transition services.
Resources

Prior to the final regulations, RSA issued guidance on the requirement to reserve VR funds for the provision of pre-employment transition services which included:


• A Grant Award Notification attachment was included with the FFY 2015 and FFY 2016 VR awards detailing the requirements outlined in the statute for the provision of pre-employment transition services.

• On April 13, 2016, RSA issued Fiscal Frequently Asked Questions regarding the provision of pre-employment transition services and the reservation of funds requirement for this purpose. http://www2.ed.gov/programs/rsabvrs/fiscal-resources/index.html#faq
Questions

Please refer questions to your RSA State Liaison

Thank You!