has made to negotiate MOU's consistent with paragraph (b) of this section, for each planning cycle during which Local Boards are operating under the terms of WIA.

# § 668.370 What policies govern payments to participants, including wages, training allowances or stipends, or direct payments for supportive services?

- (a) INA grantees may pay training allowances or stipends to participants for their successful participation in and completion of education or training services (except such allowance may not be provided to participants in OJT). Allowances or stipends may not exceed the Federal or State minimum wage, whichever is higher.
- (b) INA grantees may not pay a participant in a training activity when the person fails to participate without good cause.
- (c) If a participant in a WIA-funded activity, including participants in OJT, is involved in an employer-employee relationship, that participant must be paid wages and fringe benefits at the same rates as trainees or employees who have similar training, experience and skills and which are not less than the higher of the applicable Federal, State or local minimum wage. (WIA sec. 181(a)(1).)
- (d) In accordance with the policy described in the two-year plan, INA grantees may pay incentive bonuses to participants who meet or exceed individual employability or training goals established in writing in the individual employment plan.
- (e) INA grantees must comply with other restrictions listed in WIA sections 181 through 199, which apply to all programs funded under title I of WIA.
- (f) INA grantees must comply with the provisions on labor standards in WIA section 181(b).

### § 668.380 What will we do to strengthen the capacity of INA grantees to deliver effective services?

We will provide appropriate TAT, as necessary, to INA grantees. This TAT will assist INA grantees to improve program performance and enhance services to the target population(s), as resources permit. (WIA sec. 166(h)(5).)

#### Subpart D—Supplemental Youth Services

## §668.400 What is the purpose of the supplemental youth services program?

The purpose of this program is to provide supplemental employment and training and related services to Native American youth on or near Indian reservations, or in Oklahoma, Alaska, and Hawaii. (WIA sec. 166(d)(2)(A)(ii).)

### § 668.410 What entities are eligible to receive supplemental youth services funding?

Eligible recipients for supplemental youth services funding are limited to those tribal, Alaska Native, Native Hawaiian and Oklahoma tribal grantees funded under WIA section 166(d)(2)(A)(i), or other grantees serving those areas and/or populations specified in §668.400, that received funding under title II-B of the Job Training Partnership Act, or that are designated to serve an eligible area as specified in WIA section 166(d)(2)(A)(ii).

## § 668.420 What are the planning requirements for receiving supplemental youth services funding?

Beginning with PY 2000, eligible INA grantees must describe the supplemental youth services which they intend to provide in their Two Year Plan (described more fully in §§ 668.710 and 668.720). This Plan includes the target population the grantee intends to serve, for example, drop-outs, juvenile offenders, and/or college students. It also includes the performance measures/standards to be utilized to measure program progress.

### § 668.430 What individuals are eligible to receive supplemental youth services?

- (a) Participants in supplemental youth services activities must be Native Americans, as determined by the INA grantee according to §668.300(a), and must meet the definition of Eligible Youth, as defined in WIA section 101(13).
- (b)Youth participants must be lowincome individuals, except that not more than five percent (5%) who do not meet the minimum income criteria,

#### § 668.440

may be considered eligible youth if they meet one or more of the following categories:

- (1) School dropouts;
- (2) Basic skills deficient as defined in WIA section 101(4);
- (3) Have educational attainment that is one or more grade levels below the grade level appropriate to their age group:
  - (4) Pregnant or parenting;
- (5) Have disabilities, including learning disabilities;
  - (6) Homeless or runaway youth;
  - (7) Offenders: or
- (8) Other eligible youth who face serious barriers to employment as identified by the grantee in its Plan. (WIA sec. 129(c)(5).)

### § 668.440 How is funding for supplemental youth services determined?

- (a) Beginning with PY 2000, supplemental youth funding will be allocated to eligible INA grantees on the basis of the relative number of Native American youth between the ages of 14 and 21, inclusive, in the grantee's designated INA service area as compared to the number of Native American youth in other eligible INA service areas. We reserve the right to redetermine this youth funding stream in future program years, in consultation with the Native American Employment and Training Council, as program experience warrants and as appropriate data become available.
- (b) The data used to implement this formula is provided by the U.S. Bureau of the Census.
- (c) The hold harmless factor described in §668.296(c) also applies to supplemental youth services funding. This factor also will be determined in consultation with the grantee community and the Native American Employment and Training Council.
- (d) The reallocation provisions of §668.296(d) also apply to supplemental youth services funding.
- (e) Any supplemental youth services funds not allotted to a grantee or refused by a grantee may be used for the purposes outlined in §668.296(e), as described in §668.294. Any such funds are in addition to, and not subject to the limitations on, amounts reserved under §668.296(e).

### § 668.450 How will supplemental youth services be provided?

- (a) INA grantees may offer supplemental services to youth throughout the school year, during the summer vacation, and/or during other breaks during the school year at their discretion;
- (b) We encourage INA grantees to work with Local Educational Agencies to provide academic credit for youth activities whenever possible;
- (c) INA grantees may provide participating youth with the activities listed in 20 CFR 668.340(e).

## § 668.460 Are there performance measures and standards applicable to the supplemental youth services program?

Yes, WIA section 166(e)(5) requires that the program plan contain a description of the performance measures to be used to assess the performance of grantees in carrying out the activities assisted under this section. We will develop specific indicators of performance and levels of performance for supplemental youth services activities in partnership with the Native American Employment and Training Council, and will transmit them to INA grantees as an administrative issuance.

### Subpart E—Services to Communities

### § 668.500 What services may INA grantees provide to or for employers under section 166?

- (a) INA grantees may provide a variety of services to employers in their areas. These services may include:
- (1) Workforce planning which involves the recruitment of current or potential program participants, including job restructuring services;
- (2) Recruitment and assessment of potential employees, with priority given to potential employees who are or who might become eligible for program services;
- (3) Pre-employment training;
- (4) Customized training;
- (5) On-the-Job training (OJT);
- (6) Post-employment services, including training and support services to encourage job retention and upgrading;
- (7) Work experience for public or private sector work sites;