



JUL 24 2000

Mr. Dewayne Freeman
Director
Workforce Development Division
Alabama Department of Economic
and Community Affairs
401 Adams Avenue
P.O. Box 5690
Montgomery, Alabama 66103-5690

Dear Mr. Freeman:

This is in reference to the State's request, included in its Five-Year Strategic Plan, to waive the 10-percent limit on local-level administrative costs, at section 128(b)(4)(A) of the Workforce Investment Act (WIA), under the Secretary's new general waiver authority contained in WIA at section 189(i)(4).

This is to acknowledge the State's deletion of the waiver from its plan submission. Accordingly, the Department is taking no action on the State's request.

We appreciate the State's views and look forward to working with the State as we proceed to fully implement the new program. We are prepared to entertain other State and local-level waiver requests that Alabama may wish to submit, consistent with the provisions of the Act and regulations.

Sincerely,

ERIC JOHNSON
Director
Office of Career Transition Assistance