Office of Job Training Programs

Fraud Policy

The Uniform Guidance on Federal Awards, 2 CFR 200 section 200.113 Mandatory disclosures, requires that all non-Federal entities or applicants for a Federal award must disclose, in a timely manner, in writing to the Federal awarding agency or pass-through entity all violations of Federal criminal law involving fraud, bribery, or gratuity violations potentially affecting the Federal award.

Subrecipients and their subrecipients shall comply with USDOL [Training and Employment Guidance Letter (TEGL) No. 2-12, issued July 12, 2012](http://wdr.doleta.gov/directives/attach/TEGL/TEGL_2_12_acc.pdf), or any change or revision thereafter. TEGL 2-12 transmits procedures to be followed by all Employment and Training Administration (“ETA”) grant recipients for reporting allegations of fraud, program abuse or criminal conduct involving grantees or other entities and subrecipients receiving Federal funds either directly or indirectly from ETA.

Subrecipients must also disclose, in a timely manner, in writing to the One Stop Coordinator, the Local Workforce Development Board (LWDB) and the Office of Workforce Development (OWD) all violations of Federal criminal law involving fraud and any other criminal activity at the same time any report is made to the USDOL. The embezzlement from WIOA funds, improper inducement, and the obstruction of investigations shall be subject to certain penalties as allowed by appropriate State law.