

The original documents are located in Box 49, folder “7/6/76 HR12188 Community Services Act Technical Amendments of 1976” of the White House Records Office: Legislation Case Files at the Gerald R. Ford Presidential Library.

Copyright Notice

The copyright law of the United States (Title 17, United States Code) governs the making of photocopies or other reproductions of copyrighted material. Gerald R. Ford donated to the United States of America his copyrights in all of his unpublished writings in National Archives collections. Works prepared by U.S. Government employees as part of their official duties are in the public domain. The copyrights to materials written by other individuals or organizations are presumed to remain with them. If you think any of the information displayed in the PDF is subject to a valid copyright claim, please contact the Gerald R. Ford Presidential Library.

Exact duplicates within this folder were not digitized.

APPROVED
JUL 6 - 1976

8/6/76

THE WHITE HOUSE

ACTION

WASHINGTON

Last Day: July 7

July 2, 1976

MEMORANDUM FOR

THE PRESIDENT

FROM:

JIM CANNON 

SUBJECT:

H.R. 12188 - Community Services
Act Technical Amendments of 1976

Attached for your consideration is H.R. 12188, sponsored by Representative Hawkins and two others.

The enrolled bill would make technical and conforming amendments to the Headstart, Economic Opportunity, and Community Partnership Act of 1974. The amendments are detailed in the OMB bill report and accompanying letter from the Community Services Administration at Tab A.

OMB, Max Friedersdorf, Counsel's Office (Lazarus) and I recommend approval of the enrolled bill.

RECOMMENDATION

That you sign H.R. 12188 at Tab B.

Posted
7/7
archives
7/7



EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

JUN 29 1976

MEMORANDUM FOR THE PRESIDENT

Subject: Enrolled Bill H.R. 12188 - Community Services
Act Technical Amendments of 1976
Sponsor - Rep. Hawkins (D) California and
2 others

Last Day for Action

July 7, 1976 - Wednesday

Purpose

Makes technical and conforming amendments to the Headstart, Economic Opportunity, and Community Partnership Act of 1974.

Agency Recommendations

Office of Management and Budget	Approval
Community Services Administration	Approval
Department of the Treasury	No objection
Department of Commerce	No objection

Discussion

The Headstart, Economic Opportunity, and Community Partnership Act of 1974, P.L. 93-644, was passed in the final hours of the second session of the 93rd Congress. Immediately after passage the House passed, without objection, a concurrent resolution to make technical and conforming amendments to the Act. The Senate, however, adjourned before considering the resolution. H.R. 12188 would make those technical and conforming corrections, which are explained in detail in the attachment to the views letter of the Community Services Administration (CSA). Prior to House floor action, the Administration indicated no objection to this bill.

In addition to the purely technical amendments, H.R. 12188 would provide that funds appropriated to carry out any program under the Act which are not obligated before the end of the fiscal year for which the funds were appropriated will remain available for obligation during the following fiscal year. OMB and CSA agree that in regard to appropriation availability, language in future appropriations acts will take precedence over language in this authorization bill. Therefore, if CSA's appropriation language limits the availability of appropriated funds to the applicable fiscal year (as is the case in the 1977 Labor-HEW Appropriations bill), the above provision in H.R. 12188 would be negated. However, the ambiguity resulting from two technically conflicting statutory provisions on this subject could result in a court challenge of the OMB and CSA interpretation.

James M. Frey
Assistant Director for
Legislative Reference

Enclosures

B

THE WHITE HOUSE

ACTION MEMORANDUM

WASHINGTON

LOG NO.:

Date: July 1

Time: 130pm

FOR ACTION:

Spencer Johnson
Max Friedersdorf ^{sh} cc (for information):
Ken Lazarus ^{as}

Jack Marsh
Jim Cavanaugh
Ed Schmults

FROM THE STAFF SECRETARY

DUE: Date: July 2

Time: noon

SUBJECT:

H.R. 12188 - Community Services Act Technical
Amendments of 1976

ACTION REQUESTED:

For Necessary Action

For Your Recommendations

Prepare Agenda and Brief

Draft Reply

For Your Comments

Draft Remarks

REMARKS:

please return to Judy Johnston ground floor west wing

PLEASE ATTACH THIS COPY TO MATERIAL SUBMITTED.

If you have any questions or if you anticipate a delay in submitting the required material, please telephone the Staff Secretary immediately.

K. R. COLE, JR.
For the President



THE DEPUTY SECRETARY OF THE TREASURY

WASHINGTON, D.C. 20220

JUN 29 1976

Director, Office of Management and Budget
Executive Office of the President
Washington, D. C. 20503

Attention: Assistant Director for Legislative
Reference

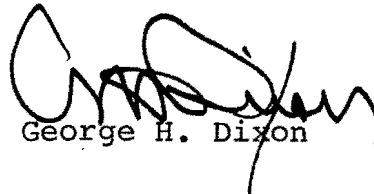
Sir:

Reference is made to your request for the views of this Department on the enrolled enactment of H.R. 12188, the "Community Services Act Technical Amendments of 1976."

This enrolled bill would make amendments which are purely technical in nature, correcting omissions and printing errors in the Community Services Act of 1974, P.L. 93-644.

The Department has no objection to a recommendation that the enrolled enactment be approved by the President.

Sincerely yours,



George H. Dixon



**GENERAL COUNSEL OF THE
UNITED STATES DEPARTMENT OF COMMERCE**
Washington, D.C. 20230

JUN 29 1976

Honorable James T. Lynn
Director, Office of Management
and Budget
Washington, D. C. 20503

Attention: Assistant Director for Legislative Reference

Dear Mr. Lynn:

This is in reply to your request for the views of this Department concerning H. R. 12188, an enrolled enactment

"To amend the Community Services Act of 1974 to make certain technical and conforming amendments,"

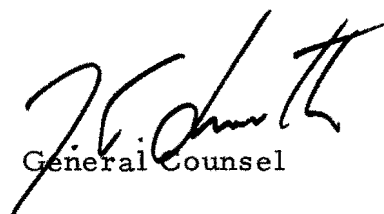
to be cited as the "Community Services Act Technical Amendments of 1976".

H. R. 12188 proposes a number of amendments to Public Law 93-644, the "Community Services Act of 1974", which are designed to correct omissions and printing errors in the Public Law.

This Department would have no objection to approval by the President of H. R. 12188.

Enactment of this legislation will not involve any increase in the budgetary requirements of this Department.

Sincerely,


General Counsel



THE WHITE HOUSE

ACTION MEMORANDUM

WASHINGTON

LOG NO.:

Date: July 1

Time: 130pm

FOR ACTION: Spencer Johnson
Max Friedersdorf cc (for information): Jack Marsh
Ken Lazarus Jim Cavanaugh
Ed Schmults

FROM THE STAFF SECRETARY

DUE: Date: July 2

Time: noon

SUBJECT:

H.R. 12188 - Community Services Act Technical
Amendments of 1976

ACTION REQUESTED:

- | | |
|---|---|
| <input type="checkbox"/> For Necessary Action | <input type="checkbox"/> For Your Recommendations |
| <input type="checkbox"/> Prepare Agenda and Brief | <input type="checkbox"/> Draft Reply |
| <input checked="" type="checkbox"/> For Your Comments | <input type="checkbox"/> Draft Remarks |

REMARKS:

please return to Judy Johnston ground floor west wing

No objection -- Ken Lazarus 6/7/2/76

PLEASE ATTACH THIS COPY TO MATERIAL SUBMITTED.

If you have any questions or if you anticipate a delay in submitting the required material, please telephone the Staff Secretary immediately.

James M. Cannon
For the President

THE WHITE HOUSE

WASHINGTON

July 2, 1976

MEMORANDUM FOR: JIM CAVANAUGH
FROM: MAX L. FRIEDERSDORF *M.L.F.*
SUBJECT: HR 12188 - Community Services Act Technical
Amendments of 1976

The Office of Legislative Affairs concurs with the agencies
that the subject bill be signed.

Attachments

Community Services Administration

WASHINGTON, D.C. 20506

JUN 28 1976

Director, Office of Management and Budget
Attention: James M. Frey, Assistant
Director for Legislative Reference
Washington, D.C. 20503


Dear Sir:

This is in response to your request for agency views on the Enrolled Bill H.R. 12188 "Community Services Act Technical Amendments of 1976."

These amendments are predominantly technical in nature and correct omissions and printing errors in the Community Services Act, Public Law 93-644. A detailed agency analysis is attached.

I recommend that the bill be approved by the President.

Sincerely,


Samuel R. Martinez
Director

Attachment

AMENDMENTS TO COMMUNITY SERVICES ACT OF 1974

H.R. 12188

1974 ACT

Section 2(a) (1) - delete the language in quotation marks and insert in lieu thereof "Section 3. Titles I through IX of this act..." This is not a substantive change

Section 101 - This is a technical amendment to correct a numbering error. Currently this section reads "This Title and Titles II through IX of this Act..."

Section 2(a) (2) - delete "section 102" and insert in lieu thereof "Section 4", This is not a substantive change

Section 102 is another numbering error wherein this act refers to "Section 102" when in fact it is "Section 4"

Section 2(a) (2) - delete in the second line "the previous sentence" and insert in lieu thereof "paragraph (1) of this Section." Also insert a comma after the word "places" the second time it appears." This is not a substantive change

Section 102(2) is a conforming amendment to clarify meaning and improve punctuation only. Reference is made to "the previous sentence" whereas the intent was to refer the previous section

Section 2(a) (3) delete "Title II - Research and Demonstrations" and insert in lieu thereof "Title I - Research and Demonstrations." This is not a substantive change

Section 4. Again this is an error in numbering. The Act states that Research and demonstrations are Title II whereas in fact it is Title I of the Act.

Section 2(a) (4). The underlined language is not clear and possibly redundant. The underlined portion is deleted for clarification purposes and does not appear to be a substantive change

Section 102(d) of this Act pertains to R & D grants and the consideration the Director should give to applicants for such funds. The section currently reads "In making grants or contracts under this Title, the Director shall give due consideration to requests for funds by applicants receiving financial assistance under this Title in any fiscal year shall be made available for programs or projects receiving financial assistance under Section 221 or 235 of this Act." (Emphasis added).

Section 2(a) (5) - The purpose of this amendment is to substitute the word "summaries" for the word "studies" where it appears. This is a bit substantive, but not of major consequence

Section 104(d) make reference to the Director publishing studies on R & D projects whereas the Congress intended that the Director would publish summaries rather than studies

Section 2(a) (6) - wherever they appear the words "Office of Economic Opportunity" should be deleted and the words "Community Services Administration" should be inserted. This is not a substantive change

Section 2(a) (7) attempts to clarify what is very unclear. The amendment would provide greater clarity and would read as follows: "(f) In carrying out his responsibilities under this part the Director may delegate such functions (other than policymaking functions and the final approval of grants and contracts) to a State in accordance with criteria and guidelines established by him as he deems appropriate...." This language is solely of a clarifying nature and is not substantive

Section 2(a) (7) (D) This amendment merely changes the wording from "second sentence of Section 235(a)" to read the "third sentence of Section 225(a)." This is not a substantive amendment

Section 2(a) (8) strikes out Section 222(a) (4) of the 1964 Act, as amended, thus Comprehensive Health Services no longer is a CSA activity. This is substantive, but CSA was aware of the transfer because of Title IV of the 1974 Act which created a Comprehensive Health Services program in HEW

Section 2(a) (9) the Title of the program was changed to Community Food and Nutrition and all references to "medical" are struck. This is not substantive, only semantic

Section 201(b). This is a reference to a section in the 1974 Act which does not exist in which apparently the words "Office of Economic Opportunity" appear

Section 210(f) deals with the authority of the Director to delegate. The 1974 Act provided that in carrying out his responsibilities the Director could delegate functions other than policymaking functions and the final approval of grants and contracts

Section 210(f). This section also sets up a means for determining by formula the amount of funds to be made available to State agencies. The Act refers to a formula contained in the second sentence of Section 235(a) of the 1974 Act. What was intended was the third sentence of Section 235(a) of the 1964 Act as amended.

Section 222(a) (4) of the Economic Opportunity Act of 1964 as amended provided for a Comprehensive Health Services program was established in the Department of Health, Education and Welfare

Section 222(a) (5) of the 1964 Act, as amended, provided for a program entitled "Emergency Food and Medical Services". In view of the fact that the medical services were established in HEW the name of the program was changed

Section 2(a) (10) insert a comma after the word "agencies" in the last line of the Section. This is not substantive

Section 2(a) (11) as amended, these two lines would read: "The Director shall not require non-Federal contributions in excess of the amount required to meet the approved cost of assisted programs or activities after calculating the per centum of Federal assistance for which such program is eligible under the first sentence of this subsection. In addition, the Director may approve assistance in excess of such per centum upon evidence that the aggregate of all non-Federal contributions by agencies within a State for financial assistance provided pursuant to Sections 221 and 222(a) as a per centum of the aggregate of all financial assistance provided to such agencies in such State pursuant to such sections meets the per centum requirements of this subsection." This is a rather substantive change since it would permit pooling of non-Federal share. This pooling concept was referred to in the conference report on the 1974 Act, but not included in the 1974 legislation. If enacted into law it would leave no questions as to legislative intent.

Section 2(a) (12) as amended the title would read "National Youth Sports Program". This is not a substantive change

Section 2(a) (13) insert in lieu of the word "Secretary" the word "Director". This is merely to correct an error

Section 222(a) (12) of the 1974 Act has an error in punctuation

Section 225(c) of the 1964 Act, as amended, in the last two lines provides that "The Director shall not require non-Federal contributions in excess of 20 per centum of the approved cost of programs or activities assisted under this Act. If in any fiscal year, a community provides non-Federal contributions under this Title exceeding its requirements under this section, such excess may be used to meet its requirements for such contributions under Section 131."

Section 227 of the 1964 Act is titled "Youth Recreation and Sports Program". This is a misnomer

Section 235(b) of the 1974 Act. The last sentence reads that regulations shall be promulgated by the Secretary. This is in error

Section 2(a)(14)(A) delete the words "Office of Economic Opportunity" and insert in lieu thereof the words "Community Services Administration."

Section 2(a)(14)(B) delete the words "Office of Economic Opportunity" and insert in lieu thereof the words "Community Services Administration."

Section 2(a)(15). This amendment makes two changes. First it deletes the words "under this Act" and inserts in lieu thereof "under this part." That is not substantive. Secondly it deletes the portion of the sentence in parenthesis which removes the exception. This does not appear to be of major substance

Section 2(a)(16)(A) Subsections (c) and (d) are redesignated as subsections (b) and (c). This is not a substantive change

Section 2(a)(16)(B) These changes are not substantive in nature

Section 2(a)(17). Delete the term "Director" and insert in lieu thereof the term "Secretary".

Section 2(a)(18). Insert the word "or" before the word "multicity" and strike the comma after "multicity" and delete the word "organization" and insert in lieu thereof the word "organizational." These are not substantive changes

Section 236(a) of the 1974 Act reads "Office of Economic Opportunity". This is in error

Section 236(a)(ii) of the 1974 Act. The last sentence reads "Office of Economic Opportunity". This in in error

Section 306(d) of the 1964 Act deals with revolving funds. The first sentence reads "Receipts from any lending and guaranty operations under this Act (except operations under Title IV carried on by the Small Business Administration) shall be credited to the fund."

Section 401 of the 1974 Act deals with Comprehensive Health Services, Section 401(a) has no following subsection (b) although there are subsections (c) and (d)

Section 401(a) of the 1974 Act has two errors. One involves a comma which should be deleted and the second is the failure to place parenthesis around the number 2 which is a paragraph reference number

Section 402(a) of the 1974 Act in several instances refers to the term "Director" when referring to Comprehensive Health Services .

Section 514(b) of the 1974 Act deals with the designation of headstart agencies. It contains grammatical and punctuation errors

Section 2(a) (19). The word "and" is deleted and the word "of" inserted in lieu thereof. This is not a substantive change

Section 2(a) (20). Change the word "Studies" to the word "Summaries". This is not a substantive change

Section 2(a) (21). Delete the reference to Section 711 and insert in lieu thereof "Section 518". This is not a substantive change

Section 2(a) (22). Delete the term "part" in the two sections and insert in lieu thereof the term "title", this is not a substantive change

Section 2(a) (23). Insert after "Sec. 601" "(a)". This is not a substantive change.

Section 517(b) of the 1974 Act. In the third sentence refers to "15 per centum and such total costs." This is in error

Section 523 of the 1974 Act deals with the announcement of research, demonstration, and pilot project contracts. Subsection 523(d) refers to the publishing of "Studies" and this is in error

Section 525(a) of the 1974 Act deals with the annual revision of the poverty line. It makes reference to Section 711. This is in error and should read Section 518

Sections 576(a) and 577 both use the term "part" whereas the proper term is "title"

Section 601 of the 1974 Act has subsections (b) (c) (d) and (e) but no subsection (a).

Section 2(a) (24). Insert the words "of Commerce" after the term "secretary". This is not a substantive change.

Section 2(a) (25). Delete the close quote mark. This is not a substantive change.

Section 2(a) (26). Insert a comma after the word "welfare". Delete the words "Economic Development Administration" and insert in lieu thereof the words "Community Economic Development Administration". These changes are to correct errors and are not substantive in nature.

Section 2(a) (27). Insert a comma after the words "Community Services Administration" and a comma after "Community Economic Development Administration". These are not substantive changes.

Section 2(a) (28). Insert a comma after the words "Community Services Administration" and change the word "in" to "within" prior to the words "Department of Commerce". These are not substantive changes.

Section 2(a) (29). Delete the word "Office" where it appears and insert in lieu thereof the words "Community Services Administration". These are not substantive changes.

Section 2(a) (30). The references to Titles III and IV are deleted. The purpose for these deletions is not clear unless the intent is that the Director has full authority anyway to acquire and dispose of property and funds and that references to Titles III and IV were superfluous.

Section 2(a) (31). Delete the reference to Part C of Title I. This is not a substantive change. H.R. 8991, in error, refers to the Pertinent Section as "63(a)".

Section 601(e) (2) (B) (iii) of the 1974 Act makes reference to the Secretary but does not identify of what Department. This was in error.

Section 601(e) (3) (B) (ii) II of the 1974 Act has an unneeded close quote mark.

Section 601(g) of the 1974 Act deals with the reorganization of CSA into Health, Education and Welfare and makes reference to the Director of the Economic Development Administration within the Department of Commerce.

Section 601(h) (2) of the 1974 Act also deals with the reorganization plan. Two commas were omitted.

Section 601(h) (3) of the 1974 Act also deals with the reorganization plan. There is one punctuation change and one grammatical change.

Section 601(a) and (f) of the 1974 Act make references to "Office" whereas they were intended to read "Community Services Administration".

Section 602(k) of the 1964 Act, as amended provides for the acquisition and disposal of property by the Director and the acquisition of funds or property under Titles III and IV of the Act. Title III deals with the Rural Loan Programs and Title IV deals with Employment and Investment Incentives.

Section 603(a) of the 1964 Act, as amended deals with political activities. It makes reference Part C of Title I of the 1964 Act which was transferred to the Higher Education Act of 1965 in 1968.

Section 2(a) (32). This section deletes references to Title I-B and prime sponsorship which have not been a part of the Economic Opportunity Act of 1964, as amended since the passage of P.L. 93-203. This is not a substantive change.

Section 2(a) (33). These changes merely reflect in one case the deletion of reference to a section of the Act which no longer exists and in the second case correcting a reference. These are not substantive corrections.

Section 2(a) (33). Since Section 123 no longer exists the reference is deleted. This is not a substantive change.

Section 2(a) (34). Substitute "Community Services Administration" for "Office". This is not a substantive change.

Section 2 (a) (35)- As noted Part A of Title I no longer exists and this amendment deletes the reference. This is not a substantive amendment.

Section 2 (b) (1). As amended this sentence will read: "(2) community development programs, including industrial parks and housing activities, which contribute to an improved environment and which creates new training, employment, and ownership opportunities for residents of such area;" These are not substantive changes.

Section 2 (b) (2). The deletion of the word "rights" does not make any substantive change.

Section 604(1) of the 1964 Act, as amended refers to appeals, notices and hearings for applicants for grants or delegate agency status or prime sponsorship under Title I-B or II of the 1964 Act. Title I-B and prime sponsorship deal with work and training for youth and adults. Section I-B and prime sponsors of the 1964 Act as amended were repealed by P.L. 93-203.

Section 604(2) and (3) of the Economic Opportunity Act of 1964, as amended refer to Title I-B. As noted above, Section I-B has been repealed. Also the 1964 Act, as amended refers to Title III-B which is in error. It should read "part B of Title III.

Section 604(2) of the Economic Opportunity Act of 1964 makes reference to Section 123 of the 1964 Act. As noted above Title I-B of which Section 123 was a part has been repealed.

Section 608 of the Economic Opportunity Act of 1964, as amended refers to "activities of the Office". What was intended was "activities of the Community Services Administration."

Section 610-1 of the 1964 Act, as amended makes reference to comparability of wages under Part A of Title I.

Section 712(a) (2) of the 1974 Act provides for particular types of Title VII programs. One word was left out - "programs" and a comma also needs to be added after the word "activities":

Section 714 of the 1974 Act in the penultimate sentence reads: "Upon investment, Title rights rest in the community development corporation." The word "rights" is not necessary.

Section 2(b)(3). Insert "with grant funds shall" immediately after the words "assets purchased". This is a clarifying amendment rather than a substantive change.

Section 2(b)(4). Delete the word "The" between the words "bear" and "interest". This is not a substantive change.

Section 2(b)(5). Delete the word "Secretary" where it appears and insert in lieu thereof the word "Director". This is not a substantive change.

Section 2(B)(5). Delete the word "Subchapter" and insert in lieu thereof the word "title". This is not a substantive change.

Section 2(b)(5). Delete the words "part B of".

Section 2(b)(6). Delete (d) and insert in lieu thereof (b).

Section 2(b)(7). As written this sentence does not make sense. Insert the words "assistance or support" immediately after the word "legal". This is not a substantive change.

Section 2(b)(8). Strike out "Subchapter" and insert title.

Section 2(b)(9). The title is amended to read "Small Business Administration and Department of Commerce Programs". This is not a substantive change.

Section 2(b)(10)(A). Delete the word "part" and insert in lieu thereof the word "title". This is merely to correct an error and is not substantive.

Section 714 of the 1974 Act. The final sentence reads "The Federal Government retains the right to direct that on severance of the grant relationship the assets purchased continue to be used for the original purpose for which they were granted".

Section 731(a) refers to the Development Loan Fund. A sentence reads "Loans made by the Director pursuant to this section shall bear the interest at a rate of not less than a rate....." (Emphasis added.)

Section 731(c)(3). This section makes reference to the "Secretary" in instances where the word "Director" was intended.

Section 731(a)(3) refers to a "Subchapter" whereas the word "title" was intended.

Section 731(a)(3) refers to "part B of". There is no part B.

Section 732. The subsections here are designed as (a) and (d) with no (b) or (c).

Section 741(b). This section reads in part "technical assistance to community development corporations and both urban and rural cooperatives may include planning, management, legal preparation of feasibility studies....."
Section 741(c). Word "title" was intended.

Section 742. The title to this section reads "Applications of other Federal Resources - Small Business Administration." This is incorrect, the Department of Commerce is also involved.

Section 742(a)(1). The first sentence refers to funds granted "under this part" whereas the word "title" was intended.

Section 2(B) (10) (B). Delete the words "company or a local" and insert in lieu thereof the words "company, local." In other words delete "or a" and insert a comma.

Section 2(B) (10) (C). As amended, the fore part of this sentence shall read "Funds granted under this Title which are invested directly or indirectly in a small business investment company, local development company, limited small business investment company, or a small business investment company licensee under Section 301(d) of the Small Business Investment Act of 1958..." This is not a major change.

Section 2(b) (11). Insert the words "Secretary" and "part" where they appear and insert in lieu thereof the words "Director" and "title". This is not a substantive change.

Section 2(b) (12). Insert the words "of Commerce" immediately following the word "secretary". This amendment is merely to clarify.

Section 2(b) (13). Delete the word "Act" and insert in lieu thereof the word "title". This amendment is merely to correct an error and is not substantive.

Section 2(b) (14). Insert immediately after the words "Housing Act of 1949" the words "as amended". Again this amendment is merely to correct an error.

Section 2(b) (15). Delete the words "secretary" and "part" as used in the first sentence and insert in lieu of the words "Director" and "title". This is to correct errors in designation and not substantive.

Section 742(a) (1). The first sentence of this section reads in part "Funds granted under this Title (part) which are invested directly or indirectly, in a small business investment company or a local development company...". There are phrases in a series without a comma.

Section 742(a) (1). As amended and quoted above is further amended to include small business investment company licensees.

Section 742(a) (2). This section makes reference to "secretary" and "part" when what was intended were "Director" and "title".

Section 742(b) (2). This section refers to the "Secretary", but does not identify what Secretary whereas Secretary of Commerce was intended.

Section 743. This section refers to "This Act" whereas the word "Title" was intended.

Section 744(a) (1) refers to the "Housing Act of 1949". This Act has been amended and this section does not so note.

Section 744(b) in the first sentence uses the words "secretary" and "part". This is incorrect.

Section 2(b)(15). Delete the reference to subsection (a) of this section. This is not a substantive change.

Section 2(b)(16) and 2(b)(17). Section 744(a) remains the same except the "(a)" is deleted. Preceding the new section 745 which was Section 744(b) would be a new heading reading "Report On Other Federal Resources." The subsequent sections would be 746, 747, 748 and 749. This is not a substantive change.

Section 2(c). Section 626 of the 1974 Act is redesignated as Section 627. This is a mere numerical change.

Section 627 of the 1974 Act is redesignated as Section 628.

Section 3(a). Would insert immediately after "Section 228(c)" the words "of such Act." This is for clarification purposes and not a matter of substance.

Section 3(b)(1). Section 9(b) of the 1974 Act is amended by deleting the words "subsection (c) of this section" and inserting in lieu thereof "Section 601 of the Economic Opportunity Act of 1964, as amended by subsection (a) of this section". This is not a substantive amendment and is for the purpose of correcting errors.

Section 3(b)(2). Delete the quotation mark before "(e)" and delete "after Section 625" and inserting in lieu thereof the words "after Section 626", This is not a substantive change, but only to get the reference correct.

Section 744(b) refers to "subsection (a) of this section" which is incorrect since following amendments eliminate the need for a subsection (a) since there will be no subsection (b)(c), etc.

Section 744(b). As noted above, Section 744 is a section of the Act in and of itself what is denominated under the Act as Section 744(b) becomes Section 745 and the subsequent sections are renumbered.

Section 626 of the 1974 Act deals with criminal provisions.

Section 627 of the 1974 Act provides for the withholding of certain Federal taxes.

Section 5(d)(2) of the 1974 Act states "Section 226(d) and Section 228(c) are amended by striking out 'shall make whatever arrangements are necessary' and inserting in lieu thereof 'is authorized to make whatever arrangements are necessary

Section 9(b) of the 1974 Act provides "Section 28 of the Economic Opportunity Amendments of 1972 (86 Stat.705, September 19, 1972) is repealed effective on the date on which a reorganization plan is effective under subsection (c) of this section."

Section 625(e) of the 1974 Act provides "(e) the Economic Opportunity Act of 1974 is further amended by inserting after Section 625 the following new sections".

Section 3(c).

Section 14(b) of the 1974 Act is amended to delete the words "Section 3(c)" and insert in lieu thereof "Section 8(c)". This is a correction of an error and not substantive in nature.

Section 3(d) (1).

Section 15(a) (2) is amended to include the words "of such act" immediately after the number "221". This is for clarification purposes and is not substantives.

Section 3(d) (2).

Section 15 of the 1974 Act as amended by H.R. 8991 reads "(c) Any funds appropriated to carry out any program under the Community Services Act of 1974 which are not obligated prior to the end of the fiscal year for which such funds were appropriated shall remain available for obligation during the succeeding fiscal year." This subsection was referred to in the Conference Report, but not contained in the 1974 Act. This section will give CSA greater flexibility in programming.

Section 14(b) of the 1974 Act refers to Section 3(c) whereas what was intended was Section 8(c).

Section 15 of the 1974 Act authorizes appropriations. Subsection (a) (2) reads "for the purpose of carrying out the programs authorized under Section 221 there is authorized ..."

Section 15 of the 1974 Act is amended to insert a new section (c) providing for the use of appropriated funds.

COMMUNITY SERVICES ACT TECHNICAL
AMENDMENTS OF 1976

MARCH 11, 1976.—Committed to the Committee of the Whole House on the
State of the Union and ordered to be printed

Mr. PERKINS, from the Committee on Education and Labor,
submitted the following

REPORT

[To accompany H.R. 12188]

The Committee on Education and Labor, to whom was referred the bill (H.R. 12188) to amend the Community Services Act of 1974 to make certain technical and conforming amendments, having considered the same, report favorably thereon without amendment and recommend that the bill do pass.

BACKGROUND AND PURPOSE

The amendments to the Community Services Act of 1974 in H.R. 12188 are surely technical in nature correcting omissions and printing errors in the Community Services Act, Public Law 93-644.

On December 20, 1974, the House passed the Conference Report on the Head Start, Economic Opportunity and Community Partnership Act of 1974—H.R. 14449. This action took place in the closing hours of the last day of the Second Session of the 93rd Congress. Immediately after House passage of the bill, Concurrent Resolution 698 was offered to make technical and conforming amendments to the Act. This concurrent resolution was passed without objection in the House; however, the Senate adjourned before it could take action on the concurrent resolution.

After enactment of the Head Start, Economic Opportunity and Community Partnership Act of 1974 (short title, the Community Services Act of 1974), it was determined that a number of the technical errors in the enrolled bill were creating difficulties in the administration of the new Act. For example, the conference agreement on H.R. 14449 provided in Section 225(c) for pooling of the non-federal share on a statewide basis. This provision was inadvertently omitted from the enrolled bill, further exacerbating the impact of the increased local share requirement for community action agencies. Further, numerous references to the Secretary of Health, Education, and Welfare, as contained in the House version of H.R. 14449, should have been changed to Director of the Community Services Administration in the enrolled bill, an error which clearly confuses the administration of programs under the Act.

The Technical Amendments initially reported by the Committee on Education and Labor, H.R. 8991, included a Subcommittee amendment clarifying the hold-harmless provision in Section 225(a) of the Community Services Act. Subsequent to the Committee's action on H.R. 8991, the bill's sponsors determined that this amendment was substantive in nature and would jeopardize prompt enactment of the needed technical corrections. Therefore, the sponsors reintroduced the Technical Amendments without this controversial provision.

COMMITTEE ACTION

On July 28, 1975, Mr. Hawkins, Chairman of the Subcommittee on Equal Opportunities with jurisdiction over the Community Services Act of 1974, introduced H.R. 8991, amending the Community Services Act to make certain technical and conforming amendments. The bill was referred to the Committee on Education and Labor. On September 30, 1975 the Subcommittee on Equal Opportunities met and without objection reported H.R. 8991 as amended to the Committee on Education and Labor.

The Committee approved H.R. 8991 as amended, by a vote of 21 to 2 on October 30, 1975. No further action was taken on this bill. Subsequently, on March 1, 1976, a new bill was introduced by Congressmen Hawkins, Perkins, and Quie, H.R. 12188, omitting Section 4 of H.R. 8991 but identical in all other respects to H.R. 8991. This bill was taken up by unanimous consent by the Committee on Education and Labor on March 9, 1976, and without objection, the Committee ordered H.R. 12188 reported.

REQUIREMENTS OF RULE XI OF THE RULES OF THE HOUSE OF REPRESENTATIVES

Vote to Report the Bill

On March 9, 1976, the Committee on Education and Labor ordered H.R. 12188, as amended by subcommittee, reported by an unanimous vote.

Education and Labor Committee's Oversight Findings

The Subcommittee on Equal Opportunities, in the exercise of its oversight responsibilities pursuant to Clause 2(b)(1) of Rule X, identified the errors and inconsistencies in the Headstart, Economic Opportunity and Community Partnership Act of 1974, and introduced the bill H.R. 12188. This bill is a product of the oversight conducted by the Subcommittee and represents its findings and recommendations.

Requirements of the Budget Act

CONGRESS OF THE UNITED STATES,
CONGRESSIONAL BUDGET OFFICE,
Washington, D.C., March 10, 1976.

HON. CARL D. PERKINS,
Chairman, Committee on Education and Labor, U.S. House of Representatives, Washington, D.C.

DEAR MR. CHAIRMAN: Pursuant to Section 403 of the Congressional Budget Act of 1974, the Congressional Budget Office has reviewed H.R. 12188, the Community Services Act Technical Amendments of 1976.

Based on this review, it appears that no additional costs to the government would be incurred as a result of the enactment of this bill.

Sincerely,

ALICE M. RIVLIN, Director.

Oversight Findings by the Government Operations Committee

The Committee on Government Operations has not submitted oversight findings or recommendations with regard to this legislation.

Inflationary Impact Statement

H.R. 12188 does not propose to change the amounts authorized to be appropriated for programs under the Community Services Act of 1974. Since the bill makes no change in the appropriations levels, the enactment of this bill will have no inflationary impact on prices and costs in the operation of the national economy.

REQUIREMENTS OF CLAUSE 7 OF RULE XXIII OF THE RULES OF THE
HOUSE OF REPRESENTATIVES

H.R. 12188 amends the Community Services Act of 1974 to make certain technical and conforming changes. The bill does not increase the authorization for appropriations for programs under the Community Services Act, and the Committee finds, that there are no costs to the Federal Government involved in the enactment of this legislation.

SECTION-BY-SECTION SUMMARY OF THE BILL

SHORT TITLE

Section 1 of the bill provides that the bill may be cited as the "Community Services Act Technical Amendments of 1976".

Amendments to Community Services Act of 1974

Section 2(a) of the bill makes the following amendments to the Community Services Act of 1974 (hereinafter in this summary referred to as the "Act"):

- (1) Section 101 of the Act is redesignated as section 3.
- (2) Section 102 of the Act is redesignated as section 4. Section 4(2) of the Act, as so redesignated, is amended to clarify a reference to paragraph (1) of such section.
- (3) Title II of the Act is redesignated as title I.
- (4) Section 102(d) of the Act is amended to strike out extraneous language relating to the availability of financial assistance.
- (5) Section 104(d) of the Act is amended to substitute the term "summary" for the term "studies" each place such term is used in such subsection.
- (6) Section 201(b) of the Act is amended to replace a reference to the Office of Economic Opportunity with a reference to the Community Services Administration.
- (7) Section 210(f) of the Act is amended to make certain changes in style, and to change a reference to the second sentence of section 235(a) of the Act to a reference to the third sentence of section 225(a) of the Act.
- (8) Section 222(a) of the Act is amended to strike out paragraph (4), relating to a comprehensive health services program.
- (9) Section 222(a) (5) of the Act is amended to change a reference to the Emergency Food and Medical Services program to a reference to the Community Food and Nutrition program, and to strike out the term "medical" as such term is used in connection with supplies and services.
- (10) The last sentence of section 222(a) (12) of the Act is amended to insert a comma after the term "agency".
- (11) Section 225(c) of the Act is amended to provide that the Director of the Community Services Administration (hereinafter in this summary referred to as the "Director") may not require non-Federal contributions exceeding the amount required to meet the approved cost of assisted programs or activities to carry out community action pro-

grams under section 221 of the Act or to carry out special program projects under section 222(a) of the Act, after calculating the percentage of Federal assistance for which any such program or activity is eligible under section 225(c) of the Act. The amendment also provides that the Director may approve assistance which exceeds the percentage if there is evidence that the aggregate of all non-Federal contributions by agencies within a State for financial assistance under section 221 of the Act or section 222(a) of the Act, as a percentage of the aggregate of all financial assistance received by such agencies under section 221 of the Act or section 222(a) of the Act, meets the percentage requirements of section 225(c) of the Act.

(12) The heading for section 227 of the Act is amended to read as follows: "National Youth Sports Program". Section 227(a) of the Act is amended to change each reference to "youth recreation" and physical fitness or other sports programs to a reference to "national youth" physical fitness or other sports programs.

(13) Section 235(b) of the Act is amended to change a reference to the Secretary of Health, Education, and Welfare (hereinafter in this summary referred to as the "Secretary") to a reference to the Director.

(14) Section 236 of the Act is amended to change each reference to the Office of Economic Opportunity to a reference to the Community Services Administration.

(15) Section 306(d) of the Act is amended to provide that receipts from any lending and guaranty operation under part A of title III of the Act shall be credited to the revolving fund authorized to be established by section 306(a) of the Act. Section 306(d) presently provides that receipts from any lending and guaranty operation under the Act, other than any operation under title IV of the Act carried on by the Small Business Administration, shall be credited to the revolving fund.

(16) Section 401 of the Act is amended to redesignate subsection (c) and subsection (d) as subsection (b) and subsection (c).

(17) Section 402(2) of the Act is amended to change each reference to the Director to a reference to the Secretary.

(18) Section 514(b) of the Act is amended to clarify a reference to multicounty or multicounty units within a State, and to change the term "organization" to the term "organizational".

(19) Section 517(b) of the Act is amended to change the phrase "15 per centum and such total costs" to the phrase "15 per centum of such total costs".

(20) Section 523(d) of the Act is amended to change the term "studies" to the term "summary".

(21) Section 525(a) of the Act is amended to change a reference to section 711 to a reference to section 518.

(22) Section 576(a) of the Act and section 577 of the Act each are amended to change a reference to part C of title V of the Act to a reference to title V of the Act.

(23) Section 601 of the Act is amended to include a designation of subsection (a) of such section.

(24) Section 601(e) (2) (B) (iii) of the Act is amended to clarify a reference to the Secretary of Commerce.

(25) Section 601(e) (3) (B) (ii) (II) of the Act is amended to strike out the quotation marks at the end thereof.

(26) Section 601(g) of the Act is amended to change a reference to the Director of the Economic Development Administration to a reference to the Director of the Community Economic Development Administration.

(27) Section 601(h)(2) of the Act is amended to insert commas to conform with the style of the Act.

(28) Section 601(h)(3) of the Act is amended to clarify that the Community Economic Development Administration is within the Department of Commerce.

(29) Section 602 of the Act is amended to change each reference to the Office of Economic Opportunity to a reference to the Community Services Administration.

(30) Section 602(k) of the Act is amended to strike out references to title III of the Act and title IV of the Act.

(31) Section 603(a) of the Act is amended to provide that any agency receiving assistance under the Act, including assistance under part C of title I of the Act, shall be deemed to be a State or local agency. Section 603(a) of the Act presently provides that any agency receiving assistance under part C of title I of the Act shall not be deemed to be a State or local agency.

(32) Section 604(1) of the Act is amended to strike out a reference to part B of title I of the Act, and a reference to prime sponsors.

(33) Section 604(2) of the Act and section 604(3) of the Act are amended to strike out references to part B of title I of the Act, and a reference to section 123 of the Act.

(34) Section 608 of the Act is amended to change a reference to the Office of Economic Opportunity to a reference to the Community Services Administration.

(35) Section 610-1 of the Act is amended to strike out references to part A of title I of the Act.

Section 2(b) of the bill makes the following amendments to title VII of the Act:

(1) Section 712(a)(2) of the Act is amended to change a reference to "community development" to a reference to "community development programs".

(2) Section 714 of the Act is amended to strike out a reference to "title rights", so that the reference relates only to the term "title".

(3) Section 714 of the Act is amended to clarify that assets referred to in the last sentence of such section are those assets purchased with grant funds.

(4) Section 731(a) of the Act is amended to change the phrase "bear the interest" to the phrase "bear interest".

(5) Section 731(c)(3) of the Act is amended (A) to change references to the Secretary to references to the Director; (B) to change the term "subchapter" to the term "title"; and (C) to strike out a reference to part B of title VII of the Act.

(6) Section 732 of the Act is amended to redesignate subsection (d) as subsection (b).

(7) Section 741(b) of the Act is amended to clarify that the term "legal" refers to "legal assistance or support".

(8) Section 741(c) of the Act is amended to change a reference to "subchapter" to a reference to "title".

(9) The heading for section 742 of the Act is amended to read as follows: "Small Business Administration and Department of Commerce Programs".

(10) Section 742(a)(1) of the Act is amended (A) to change a reference to part D of title VII of the Act to a reference to title VII of the Act; and (B) to clarify that a reference to small business investment companies is intended to be a reference to any small business investment company licensee under section 301(d) of the Small Business Investment Act of 1958.

(11) Section 742(a)(2) of the Act is amended to change a reference to the Secretary to a reference to the Director, and to change a reference to part D of title VII of the Act to a reference to title VII of the Act.

(12) Section 742(b)(2) of the Act is amended to clarify a reference to the Secretary of Commerce.

(13) Section 743 of the Act is amended to clarify a reference to the Secretary of Commerce.

(13) Section 743 of the Act is amended to change a reference to the Act to a reference to title VII of the Act.

(14) Section 744(a)(1) of the Act is amended to clarify that a reference to the Housing Act of 1949 is intended to incorporate amendments to such Act.

(15) Section 744(b) of the Act is amended (A) to change a reference to the Secretary to a reference to the Director; (B) to change references to part D of title VII of the Act to references to title VII of the Act; and (C) to change a reference to subsection (a) of section 744 of the Act to a reference to sections 742, 743, and 744 of the Act.

(16) The Act is amended to redesignate sections 745 through 748 as sections 746 through 749.

(17) Section 744 of the Act is amended to redesignate subsection (b) as a new section 745 of the Act, relating to report on other Federal resources.

Section 2(c) of the bill amends the Act to redesignate section 626 and section 627 as section 627 and section 628, respectively.

Amendments to Headstart, Economic Opportunity, and Community Partnership Act of 1974

Section 3(a) of the bill amends section 5(d)(2) of the Headstart, Economic Opportunity, and Community Partnership Act of 1974 to clarify a reference to the Economic Opportunity Act of 1974.

Section 3(b) of the bill amends section 9 of such Act (1) to change a reference to subsection (c) of section 9 of the Act to a reference to section 601 of the Economic Opportunity Act of 1964, as amended by subsection (a) of section 9 of the Act; and (2) to change a reference to section 625 of the Economic Opportunity Act of 1964 to a reference to section 626 of such Act.

Section 3(c) of the bill amends section 14(b) of the Headstart, Economic Opportunity, and Community Partnership Act of 1974 to change a reference to section 3(c) of such Act to a reference to section 8(c) of such Act.

Section 3(d)(1) of the bill amends section 15(a)(2) of such Act to clarify a reference to the Economic Opportunity Act of 1964.

Section 3(d) (2) of the bill adds a new subsection (c) to section 15 of such Act, which provides that any funds appropriated to carry out any program under the Community Services Act of 1974 which are not obligated before the end of the fiscal year for which such funds were appropriated shall remain available for obligation during the following fiscal year.

CHANGES IN EXISTING LAW MADE BY H.R. 12188, AS REPORTED

In compliance with clause 3 of rule XIII of the Rules of the House of Representatives, changes made in existing law by H.R. 12188, as reported, are shown as follows (existing law proposed omitted is enclosed in black brackets, new matter is printed in italics, existing law in which no change is proposed is shown in roman) :

COMMUNITY SERVICES ACT OF 1974

SHORT TITLE

[SEC. 101. This title and titles II through IX] *Sec. 3. Titles I through IX* of this Act may be cited as the "Community Services Act of 1974."

DEFINITIONS

SEC. [102] 4. As used in this Act—

(1) the term "State" means a State, the District of Columbia, the Commonwealth of Puerto Rico, Guam, American Samoa, the Virgin Islands, and the Trust Territory of the Pacific Islands;

(2) the term "United States" when used in a geographical sense includes all those places named in [the previous sentence] *paragraph (1) of this section* and all other places, continental or insular, subject to the jurisdiction of the United States;

(3) the term "financial assistance" when used in title II, part B of title III, and title VIII includes assistance advanced by grant, agreement, or contract, but does not include the procurement of plant or equipment, or goods or services;

(4) the term "Secretary" means the Secretary of Health, Education, and Welfare;

(5) the term "Administration" means the Community Service Administration; and

(6) the term "Director" means the Director of the Community Services Administration.

[TITLE II—RESEARCH AND DEMONSTRATIONS]
TITLE I—RESEARCH AND DEMONSTRATIONS

* * * * *

RESEARCH, DEMONSTRATION, AND PILOT PROJECTS

SEC. 102. (a) * * *

* * * * *

(d) In making grants or contracts under this title, the Director shall give due consideration to requests for funds by applicants receiving financial assistance [under this title in any fiscal year shall be made available for programs or projects receiving financial assistance] under section 221 or 235 of this Act.

* * * * *

ANNOUNCEMENT OF RESEARCH, DEMONSTRATION, AND PILOT PROJECTS

SEC. 104. (a) * * *

* * * * *

(d) The Director shall publish [studies] summaries of the results of activities carried out pursuant to this title not later than ninety days after the completion thereof. The Director shall submit to the appropriate committees of the Congress copies of all such [studies] summaries.

* * * * *

TITLE II—URBAN AND RURAL COMMUNITY ACTION PROGRAMS

STATEMENT OF PURPOSE

SEC. 201. (a) * * *

(b) It is further declared to be the purpose of this title and the policy of [the Office of Economic Opportunity] Community Services Administration to provide for basic education, health care, vocational training, and employment opportunities in rural America to enable the poor living in rural areas to remain in such areas and become self-sufficient therein. It shall not be the purpose of this title or the policy of [the Office of Economic Opportunity] Community Services Administration to encourage the rural poor to migrate to urban areas, inasmuch as it is the finding of Congress that continuation of such migration is frequently not in the best interests of the poor and tends to further congest the already over-crowded slums and ghettos of our Nation's cities.

* * * * *

PART A—COMMUNITY ACTION AGENCIES AND PROGRAMS

DESIGNATION OF COMMUNITY ACTION AGENCIES: COMMUNITY ACTION PROGRAMS

SEC. 210. (a) * * *

* * * * *

(f) In carrying out his responsibilities under this part the Director may delegate [functions other] *such functions (other than policy-making functions and the final approval of grants and [contracts] contracts)* to a State, in accordance with criteria and guidelines established by him, [such functions] as he deems appropriate, except that no such delegation shall take place unless all the community action agencies within such State formally indicate their approval of such proposed delegation, except that whenever such delegated functions include the authority to approve programs within such State the Director shall make available to the State, in addition to an amount not less than the amount made available to such State for State agency assistance under section 231 in the previous fiscal year, an amount in each fiscal year equal to such State's share (as determined by the formula set forth in the [second] *third* sentence of section [235] 225 (a)) of the aggregate amount made available during the fiscal year ending June 30, 1974, for the operation of regional offices of the Office of Economic Opportunity.

* * * * *

PART B—FINANCIAL ASSISTANCE TO COMMUNITY ACTION PROGRAMS AND RELATED ACTIVITIES

* * * * *

SPECIAL PROGRAMS AND ASSISTANCE

SEC. 222. (a) * * *

* * * * *

[(4) A "Comprehensive Health Services" program which shall include—

[(A) programs to aid in developing and carrying out needs of urban and rural areas having high concentrations or proportions of poverty and marked inadequacy of health services for the poor. These projects shall be designed—

[(i) to make possible, with maximum feasible use of existing agencies and resources, the provision of comprehensive health services, such as preventive medical, diagnostic, treatment, rehabilitation, family planning, narcotic addiction and alcoholism prevention and rehabilitation, mental health, dental, and followup services, except in rural areas where the lack of even elemental health services and personnel may require simpler, less comprehensive services to be established first; and

[(ii) to assure that these services are made readily accessible to low-income residents of such areas, are furnished in a manner most responsive to their needs and with their participation and wherever possible are combined with, or included within, arrangements for providing employment, education, social, or other assistance needed by the families and individuals served: *Provided, however,* That pursuant to such regulations as the Director may prescribe, persons provided assistance

through programs assisted under this paragraph who are not members of low-income families may be required to make payment, or have payment made in their behalf, in whole or in part for such assistance.

Funds for financial assistance under this paragraph shall be allotted according to need, and capacity of applicants to make rapid and effective use of that assistance, and may be used, as necessary, to pay the full costs of projects. Before approving any project, the Director shall solicit and consider the comments and recommendations of the local medical associations in the area and shall consult with appropriate Federal, State, and local health agencies and take such steps as may be required to assure that the program will be carried on under competent professional supervision and that existing agencies providing related services are furnished all assistance needed to permit them to plan for participation in the program and for the necessary continuation of those related services; and

[(B) Programs to provide financial assistance to public or private agencies for projects designed to develop knowledge or enhance skills in the field of health services for the poor. Such projects shall encourage both prospective and practicing health professionals to direct their talents and energies toward providing health services for the poor. In carrying out the provisions of this paragraph, the Director is authorized to provide or arrange for training and study in the field of health services for the poor. Pursuant to regulations prescribed by him, the Director may arrange for the payment of stipends and allowances (including travel and subsistence expenses) for persons undergoing such training and study and for their dependents. The Director and the Secretary of Health, Education, and Welfare shall achieve effective coordination of programs and projects authorized under this section with other related activities.]

(5) A program to be known as "[Emergency Food and Medical Services] *Community Food and Nutrition*" designed to provide on an emergency basis, directly or by delegation of authority pursuant to the provisions of title VI of this Act, financial assistance for the provision of such [medical] supplies and services, nutritional foodstuffs, and related services, as may be necessary to counteract conditions of starvation or malnutrition among the poor. Such assistance may be provided by way of supplement to such other assistance as may be extended under the provisions of other Federal programs, and may be used to extend and broaden such programs to serve economically disadvantaged individuals and families where such services are not now provided and without regard to the requirements of such laws for local or State administration or financial participation. In extending such assistance, the Director may make grants to community action agencies or local public or private nonprofit organizations or agencies to carry out the purposes of this paragraph. The Director is authorized to carry out the functions under this paragraph through

the Secretary of Agriculture and the Secretary of Health, Education, and Welfare in a manner that will insure the availability of such [medical] supplies and services, nutritional foodstuffs, and related services through a community action agency where feasible, or other agencies or organizations if no such agency exists or is able to administer programs to provide such foodstuffs, [medical] services, and supplies to needy individuals and families.

* * * * *

(12) a program to be known as "Emergency Energy Conservation Services" designed to enable low-income individuals and families, including the elderly and the near poor, to participate in energy conservation programs designed to lessen the impact of the high cost of energy on such individuals and families and to reduce individual and family energy consumption. The Director is authorized to provide financial and other assistance for programs and activities, including, but not limited to, an energy conservation and education program; winterization of old or substandard dwellings, improved space conditioning, and insulation; emergency loans, grants, and revolving funds to install energy conservation technologies and to deal with increased housing expenses relating to the energy crisis; alternative fuel supplies, special fuel voucher or stamp programs; alternative transportation activities designed to save fuel and assure continued access to training, education, and employment; appropriate outreach efforts; furnishing personnel to act as coordinators, providing legal or technical assistance, or otherwise representing the interests of the poor in efforts relating to the energy crisis; nutrition, health, and other supportive services in emergency cases; and evaluation of programs and activities under this paragraph. Such assistance may be provided as a supplement to any other assistance extended under the provisions of this Act or under other provisions of Federal law. The Director, after consultation with the Administrator of the Federal Energy Office and appropriate Federal departments and agencies, shall establish procedures and take other appropriate action necessary to insure that the effects of the energy crisis on low-income persons, the elderly, and the near poor are taken into account in the formulation and administration of programs relating to the energy crisis.

* * * * *

ALLOTMENT OF FUNDS; LIMITATIONS ON ASSISTANCE

SEC. 225. (a) Of the sums which are appropriated or allocated for assistance in the development and implementation of community action programs pursuant to section 221, and for special program projects referred to in section 222(a), and which are not subject to any other provision governing allotment or distribution, the Director shall allot not more than 2 per centum among Guam, American Samoa, the Trust Territory of the Pacific Islands, and the Virgin Islands, according to their respective needs. He shall also reserve not more than 20 per centum of those sums for allotment in accordance with such criteria and procedures as he may prescribe. The remainder shall be

allotted among the States, in accordance with the latest available data, so that equal proportions are distributed on the basis of (1) the relative number of public assistance recipients in each State as compared to all States, (2) the relative number of unemployed persons in each State as compared to all States, and (3) the relative number of related children living with families with incomes below the poverty line in each State as compared to all States. For purposes of this subsection, the Director shall utilize the criteria of poverty used by the Bureau of the Census in compiling the 1970 decennial census. The Director shall insure that for the fiscal year ending June 30, 1975, and for each succeeding fiscal year, no State shall be allotted for programs under section 221 and section 222(a) an amount which is less than the amount received for use within such State for programs described in such sections during the fiscal year ending June 30, 1974. That part of any State's allotment which the Director determines will not be needed may be reallocated, at such dates during the fiscal year as the Director may fix, in proportion to the original allotments, but with appropriate adjustments to assure that any amount so made available to any State in excess of its needs is similarly reallocated among the other States.

* * * * *

(c) Unless otherwise provided in this part, financial assistance extended to a community action agency or other agency pursuant to sections 221 and 222(a), for the period ending June 30, 1967, shall not exceed 80 per centum of the approved cost of the assisted programs or activities with respect to fiscal year 1975, and 70 per centum of such costs with respect to fiscal year 1976, and shall not exceed 60 per centum of such costs with respect to fiscal year 1977, except that in the case of community action agencies receiving such financial assistance annually of \$300,000 or less, such financial assistance shall not exceed 75 per centum of such costs with respect to fiscal year 1976, and shall not exceed 70 per centum of such costs with respect to fiscal year 1977.

The Director may, however, approve assistance in excess of such percentages if he determines, in accordance with regulations establishing objective criteria, that such action is required in furtherance of the purposes of this title. Non-Federal contributions may be in cash or in kind, fairly evaluated, including but not limited to plant, equipment, or services. The Director shall not require non-Federal contributions in excess of [20 per centum of the approved cost of programs or activities assisted under this Act. If in any fiscal year, a community provides non-Federal contributions under this title exceeding its requirements under this section, such excess may be used to meet its requirements for such contributions under section 131.] *the amount required to meet the approved cost of assisted programs or activities after calculating the per centum of Federal assistance for which such program is eligible under the first sentence of this subsection. In addition, the Director may approve assistance in excess of such per centum upon evidence that the aggregate of all non-Federal contributions by agencies within a State for financial assistance provided pursuant to sections 221 and 222(a) as a per centum of the aggregate of all financial assistance provided to such agencies in such State pursuant to such sections meets the per centum requirements of this subsection.*

* * * * *

[YOUTH RECREATION AND] NATIONAL YOUTH SPORTS PROGRAM

SEC. 227. (a) In order to provide to disadvantaged [youth recreation and] *national youth* physical fitness instruction and competition with high-quality facilities and supervision and related educational and counseling services (including instruction concerning study practices, career opportunities, job responsibilities, health and nutrition, and drug abuse education) through regular association with college instructors and athletes and exposure to college and university campuses and other recreational facilities, the Director shall make grants or enter into contracts for the conduct of an annual [youth recreation and] *national youth* sports program concentrated in the summer months and with continued activities throughout the year, so as to offer disadvantaged youth living in areas of rural and urban poverty an opportunity to receive such recreation and educational instruction, information, and services and to participate in such physical fitness programs and sports competitions.

* * * * *

PART C—SUPPLEMENTAL PROGRAMS AND ACTIVITIES

* * * * *

DEMONSTRATION COMMUNITY PARTNERSHIP AGREEMENTS

SEC. 235. (a) The Director may provide financial assistance from funds appropriated to carry out this section to community action agencies or public or private nonprofit agencies designated under section 210 for programs authorized under this title, and to State economic opportunity offices for programs and activities authorized under section 231(a). Financial assistance extended to a community action agency or other agency pursuant to this section may be used for new programs or to supplement existing programs and shall not exceed 50 per centum of the cost of such new or supplemental programs.

(b) Matching local and State funds supplied under this section shall be in cash and shall represent State and local initiatives newly obligated within the previous year to the purposes of the grant-supported activity; and no program shall be approved for assistance under this section unless the Director satisfies himself (1) that the activities to be carried out under such program will be in addition to, and not in substitution for, activities previously carried on without Federal assistance, (2) that funds or other resources devoted to programs designed to meet the needs of the poor within the community, area, or State will not be diminished in order to provide the contributions required under this section. The requirement imposed by the preceding sentence shall be subject to such regulations as the [Secretary] *Director* may adopt and promulgate establishing objective criteria for determinations covering situations where a strict application of that requirement would result in unnecessary hardship or otherwise be inconsistent with the purposes sought to be achieved.

* * * * *

INTERGOVERNMENTAL ADVISORY COUNCIL ON COMMUNITY SERVICES

SEC. 236. (a) There shall be established within the [Office of Economic Opportunity or successor authority] *Community Services Administration* an Intergovernmental Advisory Council on Community Services (referred to in this section as the "Council").

(b) The Council shall be composed of nine members who shall be appointed by the President as follows:

(i) Three members shall be appointed from among representatives of States and county and municipal governments or organizations which represent such governmental units, selected on an equitable political and geographic basis after considering recommendations made by the National Governor's Conference, the National League of Cities-United States Conference of Mayors, the National Association of Counties and similar organizations representative of State and local government.

(ii) Three members shall be appointed from among representatives of community action agencies and other grantees under this Act or organizations which represent such agencies and grantees, selected on an equitable political and geographic basis after considering recommendations previously made by the Director of the [Office of Economic Opportunity] *Community Services Administration*.

* * * * *

**TITLE III—SPECIAL PROGRAMS TO COMBAT POVERTY
IN RURAL AREAS**

PART A—RURAL LOAN PROGRAMS

* * * * *

REVOLVING FUND

SEC. 306. (a) to carry out the lending and guaranty functions authorized under this part, there is authorized to be established a revolving fund. The capital of the fund shall consist of such amounts as may be advanced to it by the Director from funds appropriated pursuant to section 321 and shall remain available until expended.

(b) The Director shall pay into miscellaneous receipts of the Treasury, at the close of each fiscal year, interest on the capital of the fund at a rate determined by the Secretary of the Treasury, taking into consideration the average market yield on outstanding Treasury obligations of comparable maturity during the last month of the preceding fiscal year. Interest payments may be deferred with the approval of the Secretary of the Treasury, but any interest payment so deferred shall themselves bear interest.

(c) Whenever any capital in the fund is determined by the Director to be in excess of current needs, such capital shall be credited to the appropriation from which advanced, where it shall be held for future advances.

(d) Receipts from any lending and guaranty operations [under this Act (except operations under title IV carried on by the Small Business Administration)] *under this part* shall be credited to the fund. The fund shall be available for the payment of all expenditures of the Director for loans, participations, and guaranties authorized under this part.

* * * * *

TITLE IV—COMPREHENSIVE HEALTH SERVICES

COMPREHENSIVE HEALTH SERVICES

SEC. 401. (a) The Secretary shall establish within the Department of Health, Education, and Welfare a "Comprehensive Health Services" program which shall include—

(1) programs to aid in developing and carrying out comprehensive health services projects focused upon the needs of urban and rural areas having high concentrations or proportions of poverty and marked inadequacy of health services for the poor. These projects shall be designed—

(A) to make possible, with maximum feasible use of existing agencies and resources, the provision of comprehensive health services, such as preventive medical, diagnostic, treatment, rehabilitation, family planning, narcotic addiction and alcoholism prevention and rehabilitation, mental health, dental, and followup services, together with necessary related facilities and services, except in rural areas where the lack of even elemental health services and personnel may require simpler, less comprehensive services to be established first; and

(B) to assure that these services are made readily accessible to low-income residents of such areas, are furnished in a manner most responsive to their needs and with their participation and wherever possible are combined with, or included within, arrangements for providing employment, education, social, or other assistance needed by the families and individuals served except that pursuant to such regulations as the Secretary of Health, Education, and Welfare may prescribe, persons provided assistance through programs assisted under this paragraph who are not members of low-income families may be required to make payment, or have payment made in their behalf, in whole or in part for such assistance; and

(2) programs to provide financial assistance to public or private agencies to projects designed to develop knowledge or enhance skills in the field of health services for the poor. Such projects shall encourage both prospective and practicing health professionals to direct their talents and energies toward providing health services for the poor.

Funds for financial assistance under paragraph (1) of this subsection shall be allotted according to need, and capacity of applicants to make rapid and effective use of that assistance, and may be used as necessary [.] to pay the full costs of projects. Before approving any project,

the Secretary shall solicit and consider the comments and recommendations of the local medical associations in the area and shall consult with appropriate Federal, State, and local health agencies and take such steps as may be required to assure that the program will be carried on under competent professional supervision and that existing agencies providing related services are furnished all assistance needed to permit them to plan for participation in the program and for the necessary continuation of those related services. In carrying out the provisions of paragraph 2 of this subsection, the Secretary is authorized to provide or arrange for training and study in the field of health services for the poor.

[(c)](b) Pursuant to regulations prescribed by him, the Secretary may arrange for the payment of stipends and allowances (including travel and subsistence expenses) for persons undergoing such training and study and for their dependents.

[(d)](c) The Secretary shall achieve effective coordination of programs and projects authorized under this section with other related activities.

DRUG REHABILITATION AND ALCOHOLIC COUNSELING PROGRAMS

SEC. 402. In addition to the authority conferred under section 401 of this title the Secretary is authorized, as part of the Comprehensive Health Services program, to carry out the following programs:

(1) An "Alcoholic Counseling and Recovery" program designed to discover and treat the disease of alcoholism. Such program should be community based, serve the objective of the maintenance of the family structure as well as the recovery of the individual alcoholic, encourage the use of neighborhood facilities and the services of recovered alcoholics as counselors, and emphasize the reentry of the alcoholic into society rather than the institutionalization of the alcoholic.

(2) A "Drug Rehabilitation" program designed to discover the causes of drug abuse and addiction, to treat narcotic and drug addiction and the dependence associated with drug abuse, and to rehabilitate the drug abuser and drug addict. Such program should deal with the abuse or addiction resulting from the use of narcotic drugs such as heroin, opium, and cocaine, stimulants such as amphetamines, depressants, marihuana, hallucinogens, and tranquilizers. Such program should be community based, serve the objective of the maintenance of the family structure as well as the recovery of the individual drug abuser or addict, encourage the use of neighborhood facilities and the services of recovered drug abusers and addicts as counselors, and emphasize the reentry of the drug abuser and addict into society rather than his institutionalization. The [Director] Secretary is authorized to undertake special programs aimed at promoting employment opportunities for rehabilitated addicts or addicts enrolled and participating in methadone maintenance treatment or therapeutic programs, and assisting employers in dealing with addiction and drug abuse and dependency problems among formerly hardcore unemployed so that they can be maintained in employment. In undertaking such programs, the [Director] Secretary shall give special priority to veterans and employers or significant numbers of veterans, with priority to

those areas within the States having the highest percentages of addicts. The [Director] Secretary is further authorized to establish procedures and policies which will allow clients to complete a full course of rehabilitation even though they become non-low-income by virtue of becoming employed as a part of the rehabilitation process but there shall be no change in income eligibility criteria for initial admission to treatment and rehabilitaton programs under this Act.

* * * * *

TITLE V—HEADSTART AND FOLLOW THROUGH

* * * * *

PART A—HEADSTART PROGRAMS

* * * * *

DESIGNATION OF HEADSTART AGENCIES

SEC. 514. (a) The Secretary is authorized to designate as a Headstart agency any local public or private nonprofit agency which (1) has the power and authority to carry out the purposes of this part and perform the functions set forth in section 515 within a community, and (2) is determined by the Secretary to be capable of planning, conducting, administering, and evaluating, either directly or by other arrangements, a Headstart program.

(b) For the purposes of this title, a community may be a city, county, or multicity[,] or multicounty unit within a State, an Indian reservation, or a neighborhood or other area (irrespective of boundaries or political subdivisions) which provides a suitable [organization] organizational base and possesses the commonality of interest needed to operate a Headstart program.

(c) In the administration of the provisions of this section, the Secretary shall give priority in the designation of Headstart agencies to any local public or private nonprofit agency which is receiving funds under any Headstart program on the date of the enactment of this Act, except that the Secretary shall, before giving such priority, determine that the agency involved meets program and fiscal requirements established by the Secretary.

* * * * *

ADMINISTRATIVE REQUIREMENTS AND STANDARDS

SEC. 517. (a) Each Headstart agency shall observe standards of organization, management, and administration which will assure, so far as reasonably possible, that all program activities are conducted in a manner consistent with the purposes of this part and the objective of providing assistance effectively, efficiently, and free of any taint of partisan political bias or personal or family favoritism. Each such agency shall establish or adopt rules to carry out this section, which shall include rules to assure full staff accountability in matters governed by law, regulations, or agency policy. Each agency shall also provide for reasonable public access to information, including but not

limited to public hearings at the request of appropriate community groups and reasonable public access to books and records of the agency or other agencies engaged in program activities or operations involving the use of authority or funds for which it is responsible. Each such agency shall adopt for itself and other agencies using funds or exercising authority for which it is responsible, rules designed to establish specific standards governing salaries, salary increases, travel and per diem allowances, and other employee benefits; to assure that only persons capable of discharging their duties with competence and integrity are employed and that employees are promoted or advanced under impartial procedures calculated to improve agency performance and effectiveness; to guard against personal or financial conflicts of interests; and to define employee duties in an appropriate manner which will in any case preclude employees from participating, in connection with the performance of their duties, in any form of picketing, protest, or other direct action which is in violation of law.

(b) No financial assistance shall be extended under the Act in any case in which the Secretary determines that the costs of developing and administering a program assisted under the Act exceed 15 per centum of the total costs, including non-Federal contributions to such costs, of such program. The Secretary shall establish by regulation, criteria for determining (i) the costs of developing and administering such program and (ii) the total costs of such program. In any case in which the Secretary determines that the cost of administering such program does not exceed 15 per centum [and] of such total costs but is, in his judgment, excessive, he shall forthwith require the recipient of such financial assistance to take such steps prescribed by him as will eliminate such excessive administrative cost, including the sharing by one or more Headstart agencies of a common director and other administrative personnel. The Secretary may waive the limitation prescribed by this paragraph for specific periods of time not to exceed six months whenever he determines that such a waiver is necessary in order to carry out the purposes of the Act.

* * * * *

ANNOUNCEMENT OF RESEARCH, DEMONSTRATION, AND PILOT PROJECTS CONTRACTS

SEC. 523. (a) * * * *

* * * * *

(d) The Director shall publish [studies] summaries of the results of activities carried out pursuant to this title not later than ninety days after the completion thereof. The Director shall submit to the appropriate committees of the Congress copies of all such [studies] summaries.

* * * * *

POVERTY LINE

SEC. 525. (a) The Secretary shall revise annually (or at any shorter interval he deems feasible and desirable) a poverty line which, except as provided in section [711] 518, shall be used as a criterion of eligibility for participation in Headstart programs.

(b) The revision required by subsection (a) of this section shall be accomplished by multiplying the official poverty line (as defined

by the Office of Management and Budget) by the percentage change in the Consumer Price Index during the annual or other interval immediately preceding the time at which the revision is made.

(c) Revisions required by subsection (a) of this section shall be made and issued not more than thirty days after the date on which the necessary Consumer Price Index data becomes available.

* * * * *

PART C—GENERAL PROVISIONS

* * * * *

POLITICAL ACTIVITIES

SEC. 576. (a) For purposes of chapter 15 of title 5 of the United States Code any agency which assumes responsibility for planning, developing, and coordinating Headstart programs and receives assistance under this title shall be deemed to be a State or local agency; and for purposes of clauses (1) and (2) of section 1502(a) of such title any agency receiving assistance under this [part] title shall be deemed to be a State or local agency.

(b) Programs assisted under this title shall not be carried on in a manner involving the use of program funds, the provision of services, or the employment or assignment of personnel in a manner supporting or resulting in the identification of such programs with (1) any partisan or nonpartisan political activity or any other political activity associated with a candidate, or contending faction or group, in an election for public or party office, (2) any activity to provide voters or prospective voters with transportation to the polls or similar assistance in connection with any such election, or (3) any voter registration activity. The Secretary, after consultation with the Civil Service Commission, shall issue rules and regulations to provide for the enforcement of this section, which shall include provisions for summary suspension of assistance or other action necessary to permit enforcement on an emergency basis.

ADVANCE FUNDING

SEC. 577. For the purpose of affording adequate notice of funding available under this title, appropriations for carrying out this [part] title are authorized to be included in an appropriation Act for the fiscal year preceding the fiscal year for which they are available for obligation.

* * * * *

TITLE VI—ADMINISTRATION AND COORDINATION

PART A—ADMINISTRATION

COMMUNITY SERVICES ADMINISTRATION

SEC. 601 (a) Upon the date of enactment of the Headstart, Economic Opportunity, and Community Partnership Act of 1974, there is established within the executive branch an agency known as

the "Community Services Administration" which shall be headed by a Director and which shall be, in all respects and for all purposes, the successor authority to the Office of Economic Opportunity. The Director of the Administration shall be appointed by the President by and with the advice and consent of the Senate. The Director shall be compensated at a rate equal to the rate in effect for the compensation of the Director of the Office of Economic Opportunity on the date of the enactment of such Act.

* * * * *

(e) (1) After March 15, 1975, the President may submit to the Congress a reorganization plan which, subject to the provisions of paragraph (2) of this subsection, shall take effect if such reorganization plan is not disapproved by enactment of a joint resolution which shall be considered in Congress in accordance with the provisions of paragraph (3) of this subsection and the procedures established with respect to reorganization plans by chapter 9 of title 5, United States Code, except to the extent otherwise provided in this Act.

(2) A reorganization plan submitted in accordance with the provisions of paragraph (1) shall provide—

(A) for establishing in the Department of Health, Education, and Welfare a Community Services Administration—

(i) which shall be headed by a Director,

(ii) which shall be the principal agency, and the Director of which shall be the principal officer, for carrying out titles I, II, III-B, VI, and IX of this Act, and which, with respect to such provisions, shall be the successor authority to the Community Services Administration established by subsection (a) of this section,

(iii) the Director of which shall be, in the performance of his functions, directly responsible to the Secretary, and

(iv) in which no policymaking functions, including the final approval of grants or contracts, of the Director shall be delegated to any regional office or official.

(B) for establishing in the Department of Commerce a Community Economic Development Administration—

(i) which shall be headed by a Director,

(ii) which shall be the principal agency, and the Director of which shall be the principal officer, for carrying out title VII of this Act, and which, with respect to such provisions, shall be the successor authority to the Community Services Administration established by subsection (a) of this section,

(iii) the Director of which shall be, in the performance of his functions, directly responsible to the Secretary of Commerce, and

(iv) in which no policymaking functions, including the final approval of grants or contracts, of the Director shall be delegated to any regional office or official.

(3) For the purpose of this subsection and chapter 9, title 5, United States Code, to the extent incorporated by this subsection, the following provisions apply:

(A) The term "resolution" means a joint resolution the matter after the resolving clause of which is: "That the Congress of the

United States disapproves the Community Services Administration Reorganization Plan transmitted to the Congress by the President on _____, 19—, The blank spaces therein are to be appropriately filled.

(B) If, prior to the passage by one House of the joint resolution of that House with respect to the reorganization plan, such House receives from the other House a joint resolution with respect to the same plan, then the following procedure applies:

(i) If no resolution of the first House with respect to such plan has been referred to committee, no other resolution with respect to the same plan may be reported or (despite the provisions of section 912(a) of title 5, United States Code) be made the subject of a motion to discharge.

(ii) If a resolution of the first House with respect to such plan has been referred to committee—

(I) the procedure with respect to that or other resolutions of such House with respect to such plan which have been referred to committee shall be the same as if no resolution from the other House with respect to such plan had been received; but

(II) on any vote on final passage of a resolution of the first House with respect to such plan the resolution from the other House with respect to such plan shall be automatically substituted for the resolution of the first House. [?]

* * * * *

(g) In the event that the reorganization plan pursuant to subsection (e) of this section takes effect, on the effective date thereof the property, records, and unexpended balances of appropriations, allocations, and other funds employed, used, held, available, or to be made available in connection with the functions of the Director of the independent Community Services Administration, established by subsection (a) of this section, shall be transferred to the Director of the Community Services Administration, within the Department of Health, Education, and Welfare, and to the Director of the [Economic Development Administration] *Community Economic Development Administration*, within the Department of Commerce, as appropriate. All grants, applications for grants, contracts, and other agreements awarded or entered into by the Director of the independent Community Services Administration shall continue to be recognized so that there is no disruption of ongoing activities for which there is continuing authority.

(h) (1) In the event that the reorganization plan pursuant to subsection (e) of this section takes effect, on the effective date thereof all Federal personnel employed by the independent Community Services Administration under the authorization and appropriations for the Economic Opportunity Act of 1964, transferred to the Community Services Administration within the Department of Health, Education, and Welfare or to the Community Economic Development Administration within the Department of Commerce shall, to the extent feasible, be assigned to related functions and organizational units in the

appropriate Administration, without loss of salary, rank, or other benefits, including the right to representation and to the existing basic collective-bargaining agreement.

(2) In the event that the reorganization plan pursuant to subsection (e) of this section takes effect, on the effective date thereof all official actions taken by the Director of the independent Community Services Administration, his designee, or any other person under the authority of the Economic Opportunity Act of 1964 which are in force on such date, and for which there is continuing authority under the provisions of this Act, shall continue in full force and effect until modified, superseded, or revoked by the Director of the Community Services Administration, within the Department of Health, Education and Welfare, or the Director of the Community Economic Development Administration, within the Department of Commerce, as appropriate.

(3) In the event that the reorganization plan submitted pursuant to subsection (e) of this section takes effect, on the effective date thereof all references to the independent Community Services Administration, or to the Director of that Administration in any statute, reorganization plan, executive order, regulation, or other official document or proceeding shall, on and after such date, be deemed to refer to the Community Services Administration within the Department of Health, Education and Welfare, or the Director of the Community Economic Development Administration, [in] *within* the Department of Commerce, as appropriate, or to the Director of either such Administration, as the case may be.

* * * * *

AUTHORITY OF DIRECTOR

SEC. 602. In addition to the authority conferred upon him by other sections of this Act, the Director is authorized, in carrying out his functions under this Act, to—

(a) appoint in accordance with the civil service laws such personnel as may be necessary to enable the [Office] *Community Services Administration* to carry out its functions, and, except as otherwise provided herein, fix their compensation in accordance with the Classification Act of 1949;

* * * * *

(f) accept in the name of the [Office] *Community Services Administration*, and employ or dispose of in furtherance of the purposes of this Act, or of any title thereof, any money, or property, real, personal, or mixed, tangible or intangible, received by gift, devise, bequest, or otherwise;

* * * * *

(k) notwithstanding any other provision of law relating to the acquisition, handling, or disposal of real or personal property by the United States, deal with, complete, rent, renovate, modernize, or sell for cash or credit at his discretion any properties acquired by him in connection with loans, participations, and guaranties made by him pursuant to [titles III and IV of] this Act;

* * * * *

POLITICAL ACTIVITIES

SEC. 603. (a) For purposes of chapter 15 of title 5 of the United States Code any overall community action agency which assumes responsibility for planning, developing, and coordinating community-wide antipoverty programs and receives assistance under this Act shall be deemed to be a State or local agency; and for purposes of clauses (1) and (2) of section 1502(a) of such title any agency receiving assistance under this Act [(other than part C of title I)] shall be deemed to be a State or local agency.

* * * * *

APPEALS, NOTICE AND HEARING

SEC. 604. The Director shall prescribe procedures to assure that—

(1) special notice of and an opportunity for a timely and expeditious appeal to the Director is provided for an agency or organization which would like to serve as a delegate agency under title [I-B or] II and whose application to the [prime sponsor or] community action agency has been wholly or substantially rejected or has not been acted upon within a period of time deemed reasonable by the Director;

(2) financial assistance under [title I-B, II, and III-B] title II and part B of title III shall not be suspended for failure to comply with applicable terms and conditions, except in emergency situations, nor shall an application for refunding under section [123.] 221, 222, or 312 be denied, unless the recipient agency has been given reasonable notice and opportunity to show cause why such action should not be taken; and

(3) financial assistance under [title I-B, II, and III-B] title II and part B of title III shall not be terminated for failure to comply with applicable terms and conditions unless the recipient agency has been afforded reasonable notice and opportunity for a full and fair hearing.

* * * * *

REPORTS

SEC. 608. Not later than one hundred and twenty days after the close of each fiscal year, the Director shall prepare and submit to the President for transmittal to the Congress a full and complete report on the activities of the [Office] Community Services Administration during such year.

* * * * *

COMPARABILITY OF WAGES

SEC. 610-1. (a) The Director shall take such action as may be necessary to assure that persons employed in carrying out programs financed under [part A of title I or] title II (except a person compensated as provided in section 602) shall not receive compensation at a rate which is (1) in excess of the average rate of compensation paid in the area where the program is carried out to a substantial number of the persons providing substantially comparable services, or in

excess of the average rate of compensation paid to a substantial number of the persons providing substantially comparable services in the area of the person's immediately preceding employment, whichever is higher or (2) less than the minimum wage rate prescribed in section 6(a) (1) of the Fair Labor Standards Act of 1938.

(b) Not later than sixty days after the close of the fiscal year 1967 and each fiscal year thereafter the Director shall prepare and submit to the President for submission to the Congress a list of the names of all officers or employees whose compensation is subject to the limitations set forth in subsection (a) of this section and who were receiving at the end of such fiscal year a salary of \$10,000 or more per year, together with the amount of compensation paid to each person and the amount of such compensation paid from funds advanced or granted pursuant to this Act. No grant, contract or agreement shall be made under any of the provisions of this Act referred to in subsection (a) of this section which does not contain adequate provisions to assure the furnishing of information required by the preceding sentence.

(c) No person whose compensation exceeds \$6,000 per annum and is paid pursuant to any grant, contract, or agreement authorized under [part A of title I or] part A of title II (except a person compensated as provided in section 602) shall be employed at a rate of compensation which exceeds by more than 20 percent the salary which he was receiving in his immediately preceding employment, but the Director may grant exceptions for specific cases. In determining salary in preceding employment for one regularly employed for a period of less than 12 months per year, the salary shall be adjusted to an annual basis.

* * * * *

CRIMINAL PROVISIONS

SEC. [626] 627. (a) Whoever, being an officer, director, agent, or employee of, or connected in any capacity with, any agency receiving financial assistance under this Act embezzles, willfully misapplies, steals, or obtains by fraud any of the moneys, funds, assets, or property which are the subject of a grant or contract of assistance pursuant to this Act, shall be fined not more than \$10,000 or imprisoned for not more than two years, or both; but if the amount so embezzled, misapplied, stolen, or obtained by fraud does not exceed \$100, he shall be fined not more than \$1,000 or imprisoned not more than one year, or both.

(b) Whoever, by threat of procuring dismissal of any person from employment or of refusal to employ or refusal to renew a contract of employment in connection with a grant or contract of assistance under this Act induces any person to give up any money or thing of any value to any person (including such grantee agency), shall be fined not more than \$1,000 or imprisoned not more than one year, or both.

WITHHOLDING CERTAIN FEDERAL TAXES BY ANTIPOVERTY AGENCIES

SEC. [627] 628. Upon notice from the Secretary of the Treasury or his delegate that any person otherwise entitled to receive a payment made pursuant to a grant, contract, agreement, loan or other assistance

made or entered into under this Act is delinquent in paying or depositing (1) the taxes imposed on such person under chapters 21 and 23 of the Internal Revenue Code of 1954, or (2) the taxes deducted and withheld by such person under chapters 21 and 24 of such Code, the Director shall suspend such portion of such payment due to such person, which, if possible, is sufficient to satisfy such delinquency, and shall not make or enter into any new grant, contract, agreement, loan or other assistance under this Act with such person until the Secretary of the Treasury or his delegate has notified him that such person is no longer delinquent in paying or depositing such tax or the Director determines that adequate provision has been made for such payment. In order to effectuate the purpose of this section on a reasonable basis the Secretary of the Treasury and the Director shall consult on a quarterly basis.

* * * * *

TITLE VII—COMMUNITY ECONOMIC DEVELOPMENT

* * * * *

ESTABLISHMENT AND SCOPE OF PROGRAMS

SEC. 712. (a) The Director is authorized to provide financial assistance in the form of grants to nonprofit and for profit community development corporations and other affiliated and supportive agencies and organizations associated with qualifying community development corporations for the payment of all or part of the cost of programs which are designed to carry out the purposes of this part. Financial assistance shall be provided so that each community economic development program is of sufficient size, scope, and duration to have an appreciable impact on the area served. Such programs may include—

- (1) community economic and business development programs, including but not limited to: (A) programs which provide financial and other assistance (including equity capital) to start, expand, or locate businesses in or near the area served so as to provide employment and ownership opportunities for residents of such areas, and (B) programs for small businesses located in or owned by residents of such areas;
- (2) community development programs, including industrial parks and housing activities, which contribute to an improved environment and which create new training, employment, and ownership opportunities for residents of such area;

* * * * *

FEDERAL SHARE OF PROGRAM COSTS

SEC. 714. Federal assistance to any program carried out pursuant to this part, including grants used by community development corporations for capital improvements, shall (1) not exceed 90 per centum of the cost of such program including costs of administration unless the Director determines that the assistance in excess of such percentage is required in furtherance of the purposes of this part, and (2) be made available for deposit to the order of the grantee, under conditions which the Director deems appropriate, within thirty days fol-

lowing approval of the grant agreement by the Director and such grantee of the grant agreement. Non-Federal contributions may be in cash or in kind, fairly evaluated, including but not limited to plant, equipment, and services. Capital investments made with funds granted as a result of the Federal share of the costs of programs carried out under this title, and the proceeds from such capital investments, shall not be considered Federal property. Upon investment, title [rights vest] vests in the community development corporation. The Federal Government retains the right to direct that on severance of the grant relationship the assets purchased with grant funds shall continue to be used for the original purpose for which they were granted.

* * * * *

PART C—DEVELOPMENT LOANS TO COMMUNITY ECONOMIC DEVELOPMENT PROGRAMS

DEVELOPMENT LOAN FUND

SEC. 731. (a) The Director is authorized to make or guarantee loans (either directly or in cooperation with banks or other organizations through agreements to participate on an immediate or deferred basis) to community development corporations, and families and local cooperatives eligible for financial assistance under this title, for business, housing, and community development projects which the Director determines will carry out the purposes of this part. No loans, guarantees, or other financial assistance shall be provided under this section unless the Director determines that—

- (1) there is reasonable assurance of repayment of the loan;
- (2) the loan is not otherwise available on reasonable terms from private sources or other Federal, State, or local programs; and
- (3) the amount of the loan, together with other funds available, is adequate to assure completion of the project or achievement of the purposes for which the loan is made.

Loans made by the Director pursuant to this section shall bear [the] interest at a rate not less than a rate determined by the Secretary of the Treasury taking into consideration the average market yield on outstanding Treasury obligations of comparable maturity, plus such additional charge if any, toward covering other costs of the program as the Director may determine to be consistent with its purposes, except that, for the five years following the date in which funds are initially available to the borrower, the rate of interest shall be set at a rate considered appropriate by the Director in light of the particular needs of the borrower which rate shall not be lower than 1 per centum. All such loans shall be repayable within a period of not more than thirty years.

* * * * *

(c) (1) To carry out the lending and guaranty functions authorized under this part, there shall be established a Development Loan Fund consisting of two separate accounts, one of which shall be a revolving fund called the Rural Development Loan Fund and the other of which shall be a revolving fund called the Community Devel-

opment Loan Fund. The capital of each such revolving fund shall remain available until expended.

(2) The Rural Development Loan Fund shall consist of the remaining funds provided for in part A of title III of this Act and such amounts as may be deposited in such Fund by the Director out of funds made available from appropriations for the purposes of carrying out this part. The Director shall utilize the services of the Farmers Home Administration in administering the Fund.

(3) The Community Development Loan Fund shall consist of such amounts as may be deposited in such fund by the [Secretary] Director out of funds made available from appropriations for the purpose of carrying out this [subchapter] title. The [Secretary] Director may make deposits in the Community Development Loan Fund in any fiscal year in which he has made available for grants to community development corporations under [part B of] this title not less than \$60,000,000 out of funds made available from appropriations for the purpose of carrying out this title.

ESTABLISHMENT OF MODEL COMMUNITY ECONOMIC DEVELOPMENT
FINANCE CORPORATION

SEC. 732. (a) To the extent he deems appropriate, the Director shall utilize funds available under this part to prepare a plan of action for the establishment of a Model Community Economic Development Finance Corporation to provide a user-controlled independent and professionally operated long-term financing vehicle with the principal purpose of providing financial support for community economic development corporations, cooperatives, other affiliated and supportive agencies and organizations associated with community economic development corporations, and other entities eligible for assistance under this title.

[d] (b) Not later than June 1, 1975, the Director shall submit to the appropriate committees of the Congress the plan required by this section.

* * * * *

PART D—SUPPORTIVE PROGRAMS AND ACTIVITIES

TRAINING AND TECHNICAL ASSISTANCE

SEC. 741. (a) The Director shall provide, directly or through grants, contracts or other arrangements, such technical assistance and training of personnel as may be required to effectively implement the purposes of this title. No financial assistance shall be provided to any public or private organization under this section unless the Director provides the beneficiaries of these services with opportunity to participate in the selection of and to review the quality and utility of the services furnished them by such organization.

(b) Technical assistance to community development corporations and both urban and rural cooperatives may include planning, management, legal assistance or support, preparation of feasibility studies, product development, marketing, and the provision of stipends to

encourage skilled professionals to engage in full-time activities under the direction of a community organization financially assisted under this title.

(c) Training for employees of community development corporations and for employees and members of urban and rural cooperatives shall include, but not be limited to, on-the-job training, classroom instruction, and scholarships to assist them in development, managerial, entrepreneurial, planning, and other technical and organizational skills which will contribute to the effectiveness of programs assisted under this [subchapter] title.

[APPLICATIONS OF OTHER FEDERAL RESOURCES—SMALL BUSINESS ADMINISTRATION PROGRAMS] SMALL BUSINESS ADMINISTRATION AND DEPARTMENT OF COMMERCE PROGRAMS

SEC. 742. (a) (1) Funds granted under this [part] title which are invested directly or indirectly, in a small business investment [company or a local] company, local development company, limited small business investment company, or small business investment company licensee under section 301(d) of the Small Business Investment Act of 1958 shall be included as "private paid-in capital and paid-in surplus," "combined paid-in capital and paid-in surplus," and "paid-in capital" for purposes of sections 302, 303, and 502, respectively, of the Small Business Investment Act of 1958.

(2) Within ninety days of the enactment of this title, the Administrator of the Small Business Administration, after consultation with the [Secretary] Director shall prescribe such regulations as may be necessary and appropriate to insure the availability to community development corporations of such programs as shall further the purposes of this [part] title.

(b) (1) Areas selected for assistance under this title shall be deemed "redevelopment areas" within the meaning of section 401 of the Public Works and Economic Development Act of 1965, shall qualify for assistance under the provisions of title I and title II of that Act, and shall be deemed to have met the overall economic development program requirements of section 202(b)(10) of such Act.

(2) Within ninety days of the enactment of this title, the Secretary of Commerce shall prescribe regulations which will insure that community development corporations and cooperatives shall qualify for assistance and shall be eligible to receive such assistance under all such programs of the Economic Development Administration as shall further the purposes of this title.

* * * * *

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT PROGRAMS

SEC. 743. The Secretary of Housing and Urban Development, after consultation with the Director, shall take all necessary steps to assist community development corporations and local cooperative associations to qualify for and receive (1) such assistance in connection with technical assistance, counseling to tenants and homeowners, and loans to sponsors of low- and moderate-income housing under section 106

of the Housing and Urban Development Act of 1968 as amended by section 811 of the Housing and Community Development Act of 1974, (2) such land for housing and business location and expansion under title I of the Housing and Community Development Act of 1974, and (3) such funds for comprehensive planning under section 701 of the Housing Act of 1954 as amended by section 401 of the Housing and Community Development Act of 1974, as shall further the purposes of this [Act] title.

DEPARTMENT OF AGRICULTURE AND FARMERS HOME ADMINISTRATION
PROGRAMS

SEC. 744. [(a)] The Secretary of Agriculture or, where appropriate, the Administrator of the Farmers Home Administration, after consultation with the Director, shall take all necessary steps to insure that community development corporations and local cooperative associations shall qualify for and shall receive (1) such assistance in connection with housing development under the Housing Act of 1949, as amended, (2) such assistance in connection with housing, business, industrial, and community development under the Consolidated Farmers Home Administration Act of 1961 and the Rural Development Act of 1972, and (3) such further assistance under all such programs of the United States Department of Agriculture, as shall further the purposes of this title.

REPORT ON OTHER FEDERAL RESOURCES

[(b)] Sec. 745. On or before six months after the enactment of this title, and annually thereafter, the [Secretary] Director shall submit to the Congress a detailed report setting forth a description of all Federal agency programs which he finds relevant to achieving the purposes of this [part] title and the extent to which such programs have been made available to community development corporations receiving financial assistance under this [part] title including specifically the availability and effectiveness of programs referred to in [subsection (a) of this section] sections 742, 743, and 744 of this title. Where appropriate, the report required under this subsection also shall contain recommendations for the more effective utilization of Federal agency programs for carrying out the purposes of this title.

COORDINATION AND ELIGIBILITY

SEC. [745] 746. (a) The Director shall take all necessary and appropriate steps to encourage Federal departments and agencies and State and local governments to make grants, provide technical assistance, enter into contracts, and generally support and cooperate with community development corporations and local cooperative associations.

(b) Eligibility for assistance under other Federal programs shall not be denied to any applicant on the ground that it is a community development corporation or any other entity assisted under this title.

EVALUATION AND RESEARCH

SEC. [746] 747. (a) Each program for which grants are made under this title shall provide for a thorough evaluation of the effectiveness of the program in achieving its purposes, which evaluation shall be conducted by such public or private organizations as the Director, in consultation with existing grantees familiar with programs carried out under this Act, may designate, and all or part of the costs of evaluation may be paid from funds appropriated to carry out this part. In evaluating the performance of any community development corporation funded under part A of this title, the criteria for evaluation shall be based upon such program objectives, goals, and priorities as are consistent with the purposes of this title and were set forth by such community development corporation in its proposal for funding as approved and agreed upon by the Director or as subsequently modified from time to time by mutual agreement between the Director and such community development corporation.

(b) The Director shall conduct, either directly or through grants or other arrangements, research designed to suggest new programs and policies to achieve the purposes of this title in such ways as to provide opportunities for employment, ownership, and a better quality of life for low-income residents.

PLANNING GRANTS

SEC. [747] 748. In order to facilitate the purposes of this title, the Director is authorized to provide financial assistance to any public or private nonprofit agency or organization for planning of community economic development programs and cooperative programs under this title.

NONDISCRIMINATION PROVISIONS

SEC. [748] 749. (a) The Director shall not provide financial assistance for any program, project, or activity under this title unless the grant or contract with respect thereto specifically provides that no person with responsibilities in the operation thereof will discriminate with respect to any such program, project, or activity because of race, creed, color, national origin, sex, political affiliation, or beliefs.

(b) No person in the United States shall on the ground of sex be excluded from participation in, be denied the benefits of, be subjected to discrimination under, or be denied employment in connection with any program or activity receiving assistance under this title. The Director shall enforce the provisions of the preceding sentence in accordance with section 602 of the Civil Rights Act of 1964. Section 603 of such Act shall apply with respect to any action taken by the Secretary to enforce such sentence. This section shall not be construed as affecting any other legal remedy that a person may have if that person is excluded from participation in, denied the benefits of, subjected to discrimination under, or denied employment in connection with, any program, project, or activity receiving assistance under this title.

* * * * *

HEADSTART, ECONOMIC OPPORTUNITY, AND
COMMUNITY PARTNERSHIP ACT OF 1974

* * * * *

COMMUNITY ACTION PROGRAMS

SEC. 5. (a) * * *

* * * * *

(d) (1) * * *

(2) Section 226(d) and section 228(c) of such Act are each amended by striking out "shall make whatever arrangements are necessary" and inserting in lieu thereof "is authorized to make whatever arrangements are necessary".

* * * * *

ADMINISTRATION

SEC. 9. (a) * * *

(b) Section 28 of the Economic Opportunity Amendments of 1972 (86 Stat. 705, September 19, 1972) is repealed effective on the date on which a reorganization plan is effective under [subsection (c) of this section] section 601 of the Economic Opportunity Act of 1964, as amended by subsection (a) of this section.

* * * * *

(e) The Economic Opportunity Act of 1964 is further amended by inserting after section [625] 626 the following new sections:

* * * * *

EXTENSION OF PROGRAM AUTHORITY

SEC. 14. (a) Sections 245, 321, and 615 of the Economic Opportunity Act of 1964, are each amended by striking out "eight succeeding fiscal years" and inserting in lieu thereof "eleven succeeding fiscal years".

(b) Section 523 of such Act (redesignated as section 583 by section [3] 8(c) of this Act) is amended by striking out "seven" succeeding fiscal years" and inserting in lieu thereof "ten succeeding fiscal years".

AUTHORIZATION OF APPROPRIATIONS

SEC. 15. (a) (1) For the purpose of carrying out title I, title II, title III, title IV, title V, title VI, title VII, title VIII, and title IX of the Economic Opportunity Act of 1964, there are authorized to be appropriated such sums as may be necessary for each of the fiscal years 1975 through 1977.

(2) For the purpose of carrying out the programs authorized under section 221 of such Act there is authorized to be appropriated \$330,000,000 for the fiscal year 1975 and such sums as may be necessary for each of the two succeeding fiscal years.

(b) Unless the Congress has passed or formally rejected legislation extending the authorizations of appropriations for carrying out any title of the Economic Opportunity Act of 1964 specified in subsection (a) of this section, or adopts a concurrent resolution providing that

the provisions of this subsection shall not apply, the authorizations of appropriations specified in subsection (a) are hereby automatically extended for one additional fiscal year beyond the terminal year specified in the Economic Opportunity Act of 1964 or in this section.

(c) Any funds appropriated to carry out any program under the Economic Opportunity Act of 1964 which are not obligated prior to the end of the fiscal year for which such funds were appropriated shall remain available for obligation during the succeeding fiscal year.

* * * * *

○

Ninety-fourth Congress of the United States of America

AT THE SECOND SESSION

*Begun and held at the City of Washington on Monday, the nineteenth day of January,
one thousand nine hundred and seventy-six*

An Act

To amend the Community Services Act of 1974 to make certain technical and conforming amendments.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SHORT TITLE

SECTION 1. This Act may be cited as the "Community Services Act Technical Amendments of 1976".

AMENDMENTS TO COMMUNITY SERVICES ACT OF 1974

SEC. 2. (a) The Community Services Act of 1974 (hereinafter in this Act referred to as the "Act") is amended—

(1) in section 101 thereof (as added by section 3 of the Headstart, Economic Opportunity, and Community Partnership Act of 1974), by striking out "SEC. 104. This title and titles II through IX" and inserting in lieu thereof "Sec. 3. Titles I through IX";

(2) in section 102 thereof (as added by section 3 of the Headstart, Economic Opportunity, and Community Partnership Act of 1974), by striking out "SEC. 102." and inserting in lieu thereof "Sec. 4.", and in paragraph (2) of such section, by striking out "the previous sentence" and inserting in lieu thereof "paragraph (1) of this section" and by inserting a comma after "places" the second place it appears therein;

(3) by striking out "TITLE II—RESEARCH AND DEMONSTRATIONS" and inserting in lieu thereof "TITLE I—RESEARCH AND DEMONSTRATIONS";

(4) in section 102(d) thereof (as added by section 4 of the Headstart, Economic Opportunity, and Community Partnership Act of 1974), by striking out "under this title in any fiscal year shall be made available for programs or projects receiving financial assistance";

(5) in section 104(d) of such Act (as added by section 3 of the Headstart, Economic Opportunity, and Community Partnership Act of 1974), by striking out "studies" each place it appears therein and inserting in lieu thereof "summaries";

(6) in section 201(b) thereof, by striking out "the Office of Economic Opportunity" each place it appears therein and inserting in lieu thereof "Community Services Administration";

(7) in section 210(f) thereof—

(A) by striking out "may delegate functions other than" and inserting in lieu thereof "may delegate such functions (other than)";

(B) by striking out "contracts to" and inserting in lieu thereof "contracts) to";

(C) by striking out "by him, such functions as he deems appropriate" and inserting in lieu thereof "by him, as he deems appropriate"; and

H. R. 12188—2

- (D) by striking out "second sentence of section 235(a)" and inserting in lieu thereof "third sentence of section 225(a)";
- (8) by striking out paragraph (4) of section 222(a) thereof;
- (9) in section 222(a)(5) thereof, by striking out "Emergency Food and Medical Services" and inserting in lieu thereof "Community Food and Nutrition", and by striking out "medical" each place it appears therein;
- (10) in the last sentence of section 222(a)(12) thereof, by inserting a comma after "agencies";
- (11) in section 225(c) of such Act, by amending the last two sentences to read as follows: "The Director shall not require non-Federal contributions in excess of the amount required to meet the approved cost of assisted programs or activities after calculating the per centum of Federal assistance for which such program is eligible under the first sentence of this subsection. In addition, the Director may approve assistance in excess of such per centum upon evidence that the aggregate of all non-Federal contributions by agencies within a State for financial assistance provided pursuant to sections 221 and 222(a) as a per centum of the aggregate of all financial assistance provided to such agencies in such State pursuant to such sections meets the per centum requirements of this subsection.";
- (12) in the heading of section 227 thereof, by striking out "YOUTH RECREATION AND" and inserting in lieu thereof "NATIONAL YOUTH", and in subsection (a) of such section by striking out "youth recreation and" each place it appears therein and inserting in lieu thereof "national youth";
- (13) in the last sentence of section 235(b) thereof, by striking out "Secretary" and inserting in lieu thereof "Director";
- (14) in section 236 thereof—
- (A) in subsection (a) thereof, by striking out "Office of Economic Opportunity or successor authority" and inserting in lieu thereof "Community Services Administration"; and
- (B) in subsection (b)(ii) thereof, by striking out "Office of Economic Opportunity" and inserting in lieu thereof "Community Services Administration";
- (15) in section 306(d) thereof, by striking out "under this Act (except operations under title IV carried on by the Small Business Administration)" and inserting in lieu thereof "under this part";
- (16) in section 401 thereof—
- (A) by redesignating subsection (c) and subsection (d) as subsection (b) and subsection (c), respectively; and
- (B) in subsection (a) thereof, by striking out the comma after "may be used as necessary" and by striking out "paragraph 2" and inserting in lieu thereof "paragraph (2)";
- (17) in section 402(2) thereof, by striking out "Director" each place it appears therein and inserting in lieu thereof "Secretary";
- (18) in section 514(b) thereof, by inserting "or" before "multicity", by striking out the comma after "multicity", and by striking out "organization" and inserting in lieu thereof "organizational";
- (19) in section 517(b) thereof, by striking out "15 per centum and such total costs" and inserting in lieu thereof "15 per centum of such total costs";

- (20) in section 523(d) thereof, by striking out “studies” each place it appears therein and inserting in lieu thereof “summaries”;
- (21) in section 525(a) thereof, by striking out “711” and inserting in lieu thereof “518”;
- (22) in section 576(a) and section 577 thereof, by striking out “part” each place it appears therein and inserting in lieu thereof “title”;
- (23) in section 601 thereof, by inserting “(a)” immediately after “Sec. 601.”;
- (24) in section 601(e)(2)(B)(iii) thereof, by inserting “of Commerce” immediately after “Secretary”;
- (25) in section 601(e)(3)(B)(ii)(II) thereof, by striking out the quotation mark at the end thereof;
- (26) in section 601(g) thereof, by inserting a comma after “Welfare” and by striking out “Economic Development Administration” and inserting in lieu thereof “Community Economic Development Administration.”;
- (27) in section 601(h)(2) thereof, by inserting a comma after “Community Services Administration” the second place it appears therein, by inserting a comma after “Welfare”, and by inserting a comma after “Community Economic Development Administration”;
- (28) in section 601(h)(3) thereof, by inserting a comma after “Community Services Administration”, and by striking out “in the Department of Commerce” and inserting in lieu thereof “within the Department of Commerce.”;
- (29) in subsections (a) and (f) of section 602 thereof, by striking out “Office” each place it appears therein and inserting in lieu thereof “Community Services Administration”;
- (30) in section 602(k) thereof, by striking out “titles III and IV of”;
- (31) in section 603(a) thereof, by striking out “(other than part C of title I)”;
- (32) in section 604(1) thereof, by striking out “I-B or”, and by striking out “prime sponsor or”;
- (33) in paragraphs (2) and (3) of section 604 thereof, by striking out “title I-B, II, and III-B” each place it appears therein and inserting in lieu thereof “title II and part B of title III”, and in paragraph (2) of such section, by striking out “123.”;
- (34) in section 608 thereof, by striking out “Office” and inserting in lieu thereof “Community Services Administration”; and
- (35) in subsections (a) and (c) of section 610-1 thereof, by striking out “part A of title I or” each place it appears therein.
- (b) Title VII of the Act is amended—
- (1) in section 712(a)(2) thereof, by inserting “programs,” after “development”, and by inserting a comma after “activities”;
- (2) in the fourth sentence of section 714 thereof, by striking out “rights vest” and inserting in lieu thereof “vests”;
- (3) in the last sentence of section 714 thereof, by inserting “with grant funds shall” immediately after “assets purchased”;
- (4) in section 731(a) thereof, by striking out “bear the interest” and inserting in lieu thereof “bear interest”;

H. R. 12188—4

- (5) in the first and second sentences of section 731(c)(3) thereof, by striking out "Secretary" and inserting in lieu thereof "Director", in the first sentence, by striking out "subchapter" and inserting in lieu thereof "title" and in the second sentence by striking out "part B of";
- (6) in section 732 thereof, by striking out "(d)" immediately before "Not later than" and inserting in lieu thereof "(b)";
- (7) in section 741(b) thereof, by inserting "assistance or support," immediately after "legal";
- (8) in section 741(c) thereof, by striking out "subchapter" and inserting in lieu thereof "title";
- (9) by amending the heading for section 742 thereof to read as follows: "SMALL BUSINESS ADMINISTRATION AND DEPARTMENT OF COMMERCE PROGRAMS";
- (10) in section 742(a)(1) thereof—
- (A) by striking out "part" and inserting in lieu thereof "title";
- (B) by striking out "company or a local" and inserting in lieu thereof "company, local"; and
- (C) by inserting immediately after "limited small business investment company" the following: ", or small business investment company licensee under section 301(d) of the Small Business Investment Act of 1958";
- (11) in section 742(a)(2) thereof, by striking out "Secretary" and inserting in lieu thereof "Director" and by striking out "part" and inserting in lieu thereof "title";
- (12) in section 742(b)(2) thereof, by inserting "of Commerce" immediately after "Secretary";
- (13) in section 743 thereof, by striking out "this Act" and inserting in lieu thereof "this title";
- (14) in section 744(a)(1) thereof, by inserting "as amended," immediately after "Housing Act of 1949";
- (15) in the first sentence of section 744(b) thereof, by striking out "Secretary" and inserting in lieu thereof "Director", by striking out "part" each place it appears therein and inserting in lieu thereof "title," and by striking out "subsection (a) of this section" and inserting in lieu thereof "sections 742, 743, and 744 of this title";
- (16) by redesignating sections 745 through 748 thereof as sections 746 through 749, respectively; and
- (17) in section 744 thereof—
- (A) by inserting immediately after subsection (a) the following new heading: "REPORT ON OTHER FEDERAL RESOURCES";
- (B) by striking out "(a)" immediately before "The Secretary of Agriculture"; and
- (C) by striking out "(b)" immediately before "On or before six months" and inserting in lieu thereof "SEC. 745."
- (c) The Act is amended by redesignating section 626 and section 627 as section 627 and section 628, respectively.

AMENDMENTS TO HEADSTART, ECONOMIC OPPORTUNITY, AND COMMUNITY PARTNERSHIP ACT OF 1974

SEC. 3. (a) Section 5(d)(2) of the Headstart, Economic Opportunity, and Community Partnership Act of 1974 is amended by inserting "of such Act" immediately after "section 228(c)".

(b) Section 9 of the Headstart, Economic Opportunity, and Community Partnership Act of 1974 is amended—

H. R. 12188—5

(1) in subsection (b) thereof, by striking out "subsection (c) of this section" and inserting in lieu thereof "section 601 of the Economic Opportunity Act of 1964, as amended by subsection (a) of this section"; and

(2) in subsection (e) thereof, by striking out the quotation mark immediately before "(e) The Economic Opportunity Act of 1964" and by striking out "after section 625" and inserting in lieu thereof "after section 626".

(c) Section 14(b) of the Headstart, Economic Opportunity, and Community Partnership Act of 1974 is amended by striking out "section 3(c)" and inserting in lieu thereof "section 8(c)".

(d) (1) Section 15(a) (2) of the Headstart, Economic Opportunity, and Community Partnership Act of 1974 is amended by inserting "of such Act" immediately after "section 221".

(2) Section 15 of such Act is amended by adding at the end thereof the following:

"(c) Any funds appropriated to carry out any program under the Community Services Act of 1974 which are not obligated prior to the end of the fiscal year for which such funds were appropriated shall remain available for obligation during the succeeding fiscal year."

Speaker of the House of Representatives.

*Vice President of the United States and
President of the Senate.*