per year, with State and local educational agencies and other public or nonprofit organizations and institutions for the purpose of—

“(1) identifying qualified youths of exceptional financial need and encouraging them to complete secondary school and undertake post-secondary educational training in the field of nursing, or

“(2) publicizing existing forms of financial aid for nursing students, including aid furnished under this part.

“(b) There are hereby authorized to be appropriated such sums as may be necessary to carry out this section.

"DEFINITION OF ACADEMIC YEAR

"Sec. 869. As used in this part, the term 'academic year' means an academic year or its equivalent as defined in regulations of the Secretary."
priated under the preceding sentence for the preceding fiscal year
and the sums which were appropriated for such preceding year under
such sentence.”

(c) Section 102 of such Act is amended to read as follows:

"ALLOTMENTS"

"Sec. 102. The following percentage of the funds appropriated
pursuant to section 101 for a fiscal year shall be allotted among the
States in the manner prescribed by section 103 for use in providing
academic facilities for public community colleges and public technical
institutes:

"(1) In the case of fiscal years ending before July 1, 1967, 22
per centum.
"(2) In the case of the fiscal year ending June 30, 1968, 23 per
centum.
"(3) In the case of fiscal years ending after June 30, 1968, 24
per centum.

The remainder of the funds so appropriated for any fiscal year shall
be allotted among the States in the manner as prescribed in section
104 for use in providing academic facilities for institutions of higher
education other than public community colleges and public technical
institutes.”

(d) Sections 103(c) and 104(c) of such Act (relating to the reallo-
SEC. 4. Section 201 of the Higher Education Facilities Act of 1963 is amended to read as follows:

"APPROPRIATIONS AUTHORIZED

"Sec. 201. In order to increase the supply of highly qualified personnel critically needed by the community, industry, government, research, and teaching, the Commissioner shall, during the fiscal year ending June 30, 1964, and each of the seven succeeding fiscal years, make construction grants to assist institutions of higher education to improve existing graduate schools and cooperative graduate centers, and to assist in the establishment of graduate schools and cooperative graduate centers of excellence. For the purpose of making grants under this title, there is hereby authorized to be appropriated the sum of $25,000,000 for the fiscal year ending June 30, 1964, the sum of $60,000,000 for the fiscal year ending June 30, 1965, the sum of $120,000,000 for the fiscal year ending June 30, 1966, the sum of $60,000,000 for the fiscal year ending June 30, 1967, and the sum of $120,000,000 for the fiscal year ending June 30, 1968, and for the succeeding fiscal year; but for the fiscal year ending June 30, 1970, and the succeeding fiscal year, only such sums may be appropriated as Congress may hereafter authorize by law. In addition to the sums authorized to be appropriated for each fiscal year for which an appropriation is authorized by the preceding sentence, there is hereby authorized to be appropriated for that fiscal year for making such grants the difference (if any) between any specific sums authorized to be appropriated under the preceding sentence for the preceding fiscal year and the sums which were appropriated for such preceding year under such sentence. Sums appropriated pursuant to this title for any fiscal year shall remain available for grants under this title until expended."

EXTENSION OF LOANS FOR CONSTRUCTION OF ACADEMIC FACILITIES

SEC. 5. Section 303(c) of the Higher Education Facilities Act of 1963 is amended—

(1) by striking out "four" in the first sentence and inserting "seven";

(2) by striking out in the second sentence "; but for the fiscal year ending June 30, 1967," and inserting in lieu thereof "; the sum of $200,000,000 for the fiscal year ending June 30, 1967, and the sum of $400,000,000 for the fiscal year ending June 30, 1968, and for the succeeding fiscal year; but for the fiscal year ending June 30, 1970,"; and

(3) by amending the third and fourth sentences to read as follows: "In addition to the sums authorized to be appropriated for each fiscal year for which an appropriation is authorized by the preceding sentence, there is hereby authorized to be appropriated for that fiscal year, for making such loans, the difference (if any) between any specific sums authorized to be appropriated under the preceding sentence for the preceding fiscal year and the sums which were appropriated for such preceding year under such sentence. Sums appropriated pursuant to this subsection for any fiscal year shall be available without fiscal-year limitations for loans under this title."
AMENDMENT TO DEFINITION OF DEVELOPMENT COST

SEC. 6. Subsection (c) of section 401 of the Higher Education Facilities Act of 1963 is amended (1) by inserting "(1)" immediately after "(c)", (2) by redesignating clauses (1) and (2) as clauses (A) and (B), respectively, (3) by redesignating subclauses (A) and (B) as subclauses (i) and (ii), respectively, and (4) by adding at the end thereof the following new paragraph:

"(2) In determining the development cost with respect to an academic facility, the Commissioner may include expenditures for works of art for the facility of not to exceed 1 per centum of the total cost (including such expenditures) to the applicant of construction of, and land acquisition and site improvements for, such facility."

REPEAL OF AUTHORITY TO PRESCRIBE A SCHEDULE OF FEES FOR CERTAIN INSPECTIONS AND RELATED ACTIVITIES

SEC. 7. The Higher Education Facilities Act of 1963 is amended by striking out subsection (b) of section 304 and by redesignating subsection (c) and references thereto as subsection (b).

PROVIDING THAT ACADEMIC FACILITIES WILL BE USABLE BY HANDICAPPED PERSONS

SEC. 8. Section 401(a)(1) of the Higher Education Facilities Act of 1963 is amended by inserting after the period at the end thereof the following: "Plans for such facilities shall be in compliance with such standards as the Secretary of Health, Education, and Welfare may prescribe or approve in order to insure that facilities constructed with the use of Federal funds under this Act shall be, to the extent appropriate in view of the uses to be made of the facilities, accessible to and usable by handicapped persons."

REVISION OF MAINTENANCE OF EFFORT REQUIREMENT FOR COLLEGE LIBRARY ASSISTANCE

SEC. 9. Effective for fiscal years beginning after June 30, 1966, clauses (a) and (b) of section 202 of the Higher Education Act of 1965 are each amended by inserting after "June 30, 1965," the following: "or during the two fiscal years preceding the fiscal year for which the grant is requested, whichever is the lesser".

TWO-YEAR EXTENSION OF ASSISTANCE TO DEVELOPING INSTITUTIONS

SEC. 10. Paragraph (1) of section 301(b) of the Higher Education Act of 1965 is amended by inserting after "June 30, 1966," the following: "the sum of $30,000,000 for the fiscal year ending June 30, 1967, and the sum of $55,000,000 for the fiscal year ending June 30, 1968,"

INCREASE IN MINIMUM ADVANCES FOR RESERVE FUNDS FOR INSURED LOAN PROGRAM

SEC. 11. The second sentence of section 422(b) of the Higher Education Act of 1965 is amended to read as follows: "The amount available, however, for advances to any State for each fiscal year ending prior to July 1, 1968, shall not be less than $25,000, and any additional funds
needed to meet this requirement shall be derived by proportionately reducing (but not below $25,000 per year) the amount available for advances to each of the remaining States."

AMENDMENT TO HIGHER EDUCATION ACT OF 1965 TO AUTHORIZE THE DISTRICT OF COLUMBIA TO ESTABLISH A LOAN INSURANCE PROGRAM FOR THE PURPOSES OF SUCH ACT AND THE NATIONAL VOCATIONAL STUDENT LOAN INSURANCE ACT OF 1965

Sec. 12. The Higher Education Act of 1965 is further amended by inserting after section 435 a new section as follows:

"DISTRICT OF COLUMBIA STUDENT LOAN INSURANCE PROGRAM

"Sec. 436. (a) The Board of Commissioners of the District of Columbia is authorized (1) to establish a student loan insurance program which meets the requirements of this title and the National Vocational Student Loan Insurance Act of 1965 for a State loan insurance program in order to enter into agreements with the Commissioner for the purposes of this title and such Act, (2) to enter into such agreements with the Commissioner, (3) to use amounts appropriated to such Board for the purposes of this section to establish a fund for such purposes and for expenses in connection therewith, and (4) to accept and use donations for the purposes of this section.

"(b) Notwithstanding the provisions of any applicable law, if the borrower, on any loan insured under the program established pursuant to this section, is a minor, any otherwise valid note or other written agreement executed by him for the purposes of such loan shall create a binding obligation.

"(c) There are authorized to be appropriated to such Board such amounts as may be necessary for the purposes of this section."

STUDY TO DETERMINE MEANS OF IMPROVING LOAN INSURANCE PROGRAM

Sec. 13. The Commissioner of Education shall make an investigation and study to determine means of improving the loan insurance program pursuant to part B of title IV of the Higher Education Act of 1965, particularly for the purpose of making loans insured under such program more readily available to students. The Commissioner shall report the results of such investigation and study, together with his recommendations for any legislation necessary to carry out such improvements, to the President and the Congress no later than January 1, 1968.

REVISION OF MAINTENANCE OF EFFORT REQUIREMENT FOR COLLEGE EQUIPMENT PROGRAM

Sec. 14. Effective with respect to applications filed after December 30, 1966, section 604(b) of the Higher Education Act of 1965 is amended by striking out the second sentence and inserting in lieu thereof the following: "An institution of higher education shall be eligible for a grant for a project pursuant to this part in any fiscal year only if such institution will expend from current funds for instructional and library purposes, other than personnel costs, during
such fiscal year an amount not less than the amount expended by such institution from current funds for such purposes during the previous fiscal year.

INCREASE IN AUTHORIZATIONS FOR FEDERAL CAPITAL CONTRIBUTIONS FOR NATIONAL DEFENSE STUDENT LOANS

Sec. 15. Section 201 of the National Defense Education Act of 1958 is amended by striking out “and $195,000,000 for the fiscal year ending June 30, 1968” and inserting in lieu thereof “and $225,000,000 for the fiscal year ending June 30, 1968”.

LOAN CANCELLATION FOR TEACHING HANDICAPPED CHILDREN, AND FOR TEACHING IN THE TRUST TERRITORY OF THE PACIFIC ISLANDS

Sec. 16. (a) Section 205(b)(3) of the National Defense Education Act of 1958 is amended by striking out “and (B) for the purposes of any cancellation pursuant to clause (A)” and inserting in lieu thereof the following: “(B) such rate shall be 15 per centum for each complete academic year or its equivalent (as so determined by regulations) of service as a full-time teacher of handicapped children (including mentally retarded, hard of hearing, deaf, speech impaired, visually handicapped, seriously emotionally disturbed or other health impaired children who by reason thereof require special education) in a public or other nonprofit elementary or secondary school system, and (C) for the purposes of any cancellation pursuant to clause (A) or (B)”.

(b) Section 103(a) of such Act is amended by inserting after “except that” the following: “(1) as used in section 205(b)(3) such term includes the Trust Territory of the Pacific Islands, and (2)”.

(c) The amendments made by this section shall apply with respect to teaching service performed during academic years beginning after the date of enactment of this Act, whether the loan was made before or after such enactment.

ASSISTANCE IN INDUSTRIAL ARTS ADDED TO TITLE III OF NATIONAL DEFENSE EDUCATION ACT OF 1958

Sec. 17. (a) Effective for fiscal years beginning after June 30, 1967, clauses (1) and (5) of section 303(a) of the National Defense Education Act of 1958 are each amended by inserting “industrial arts,” after “economics,”.

(b) Section 301 of such Act is amended by striking out “and $100,000,000 for the fiscal year ending June 30, 1966, and for each of the two succeeding fiscal years” and inserting in lieu thereof “$100,000,000 for the fiscal year ending June 30, 1966, and for the succeeding fiscal year and $110,000,000 for the fiscal year ending June 30, 1968”.

Approved November 3, 1966.