(c) Business and industrial organization and management.—Each year, with the injection of additional highly trained college graduates into the work world, business and industrial organization and management receive the stimulation and support of talented young people they can train to carry on their work.

(d) Other phases of economic activity.—See (a), (b), and (c) insofar

- as this can be ascertained.

 (e) Other benefits.—In addition to the above benefits to the individual and to our country's economic and social advance, colleges and universities themselves are strengthened and enabled to expand through the enrollment of more students. Moreover, the business community within the immediate environs of these institutions benefits from the increase in the purchase of goods and services by these additional students.
- (f) Geographic differentials.—None readily observable. The program will be operating in all 50 States, the District of Columbia, Guam, Puerto Rico, and the Virgin Islands.

 (g) Gross national product.—See (a) preceding.

10. Economic classification of program expenditures

Not applicable. This program was not in operation in fiscal year 1965.

STRENGTHENING DEVELOPING INSTITUTIONS

(The Higher Education Act of 1965—Title III)

PART I. DESCRIPTION OF THE PROGRAM

1. Objectives

To assist in raising the academic quality of developing institutions by supporting cooperative arrangements between colleges for strengthening their programs and by awarding fellowships to encourage highly qualified graduate students and junior faculty members at major colleges and universities to teach at developing institutions.

2. Operation

Under title III of the 1965 Higher Education Act, colleges and universities can apply directly to the Commissioner of Education for grants to pay part of the cost of cooperative arrangements with other institutions or with other agencies for strengthening their academic programs or their administration (faculty exchange, joint use of facilities, new curriculums, etc.). They may also apply to the Commissioner for grants for the support of teaching fellowships. The Commissioner and his Advisory Council on Developing Institutions will establish procedures and policies for determining priorities and for administering the program. In the case of teaching fellowships, the maximum stipend is set at \$6,500 plus an additional \$400 for each dependent.

3. History

This is a new program authorized by title III of the Higher Education Act of 1965, signed into law on November 8, 1965, as Public Law 89-329. Congress has appropriated \$5 million for fiscal year 1966, the first year of the program.

4. Level of operations. (See table 1.)

Program: Strengthening developing institutions.

Department or agency, and office or bureau: Department of Health, Education, and Welfare; Office of Education; Bureau of Higher Education.