

regional development and is continuing to recommend projects which fit objectives of the act.

4. *Level of operations.* (See tables 1 and 2.)

Program: Appalachian Regional Development.

Department or agency, and office or bureau: Appalachian Regional Commission.

TABLE 1.—*Level of operations or performance, fiscal year 1965-67*

	Fiscal year 1965	Fiscal year 1966	Fiscal year 1967
(a) Magnitude of program: Approved projects.....			
(b) Applicants or participants: States.....	11	12	12
(c) Federal finances:			
Appalachian Regional Commission, salaries and expenses finances:			
Unobligated appropriations available.....	¹ \$1,290,000		\$1,110,000
Obligations incurred.....	\$162,000	\$1,128,000	\$1,110,000
Appropriations to Federal Departments for Appalachian regional development:			
Unobligated appropriations available ²	¹ \$306,550,000		\$200,101,000
Obligations incurred.....	\$7,881,000	\$265,202,000	\$233,407,000
(d) Non-Federal funds: States, local communities, etc. (computed as 25 percent of \$353,603,000 for fiscal year 1966 and \$311,209,000 for fiscal year 1967 total Federal-State-local).....		\$88,401,000	\$77,802,000
(e) Federal Government employees: Federal Cochairman, alternate, and staff (man-years).....	1.3	10	10
(f) Non-Federal personnel employed in program: Commission staff (number of employees).....	18	60	60

¹ This is for fiscal 1965 and 1966.

² Funds appropriated for Appalachian regional development to Federal departments and agencies by the 2d Supplemental Appropriation Act of 1965 (Public Law 89-16) to be spent on recommendation of the Appalachian Regional Commission. These programs are also included in the Department programs.

TABLE 2.—*Distribution of funds by department and program*

[Dollar amounts in thousands]

Appalachian Regional Development Act section	Program	Fiscal year 1965-66 NOA appropriated funds	Fiscal year 1967 NOA requested	Federal department or agency
201	Appalachian development highway system.....	\$200,000	\$130,000	Commerce.
202	Demonstration health facilities.....	21,000	2,500	Health, Education, and Welfare.
203	Land stabilization, conservation and erosion control.....	7,000	4,375	Agriculture.
204	Timber development organization.....	1,000	500	Do.
205	Mining area restoration:			
	Land reclamation.....	16,000	10,556	Interior:
	Fish and wildlife restoration.....	1,350	1,350	Do.
206	Water resource study.....	1,500	1,800	Army (Corps of Engineers).
211	Vocational education facilities.....	8,000	8,000	Health, Education and Welfare.
212	Sewage treatment works.....	3,000	3,000	Do.
214	Supplements to Federal grants-in-aid.....	45,000	35,000	Commerce:
302	Grant for local development district and research.....	2,500	3,000	Do:

NOA: New obligational authority.

5. *Estimated magnitude of program in 1970*

Approximately the same as the level estimated for fiscal year 1966.

6. *Prospective changes in program orientation*

(a) *Pending legislative proposals.*—None.

(b) *Proposed administrative and organizational changes.*—None.

(c) *Probable changes in conditions under which the program will function in 1970.*—The Appalachian economy will have benefited