read as follows: "The Commissioner shall allot the amount appropriated pursuant to this paragraph among— $\,$

"(A) Puerto Rico, Guam, American Samoa, the Virgin Islands, and the Trust Territory of the Pacific Islands according to their respective needs, and

"(B) for the fiscal year ending June 30, 1968, (i) the Secretary of the Interior according to the need for such assistance for the education of handicapped children in elementary and secondary schools operated for Indian children by the Department of the Interior, and (ii) the Secretary of Defense according to the need for such assistance for the education of handicapped children in the overseas dependents schools of the Department of Defense. The terms upon which payments for such purpose shall be made to the Secretary of the Interior and the Secretary of Defense shall be determined pursuant to such criteria as the Commissioner determines will best carry out the purposes of this title."

EXPANSION OF INSTRUCTIONAL MEDIA PROGRAMS TO INCLUDE ALL HANDICAPPED CHILDREN

Sec. 156. Subsection (b) of the first section of the Act entitled "An Act to provide in the Department of Health, Education, and Welfare for a loan service of captioned films for the deaf" (42 U.S.C. 2491 et seq.), is amended to read as follows in order to conform its statement of objectives to amendments made to such Act by Public Law 89–258:

"(b) To promote the educational advancement of handicapped persons by (1) carrying on research in the use of educational media for the handicapped, (2) producing and distributing educational media for the use of handicapped persons, their parents, their actual or potential employers, and other persons directly involved in work for the advancement of the handicapped, and (3) training persons in the use of educational media for the instruction of the handicapped."

SEC. 157. Section 2 of such Act is amended by adding the following at the end

"(4) The term 'handicapped' means deaf, mentally retarded, speech impaired, visually handicapped, seriously emotionally disturbed, crippled, or other health impaired persons."

Sec. 158. Section 3 of such Act is amended by striking out the word "deaf" and inserting in lieu thereof "handicapped" each time it occurs therein.

Sec. 159. Section 4 of such Act is amended by striking out "\$5.000,000" and inserting "\$6,000,000" in lieu thereof, and by striking out "\$7,000,000" and inserting "\$8,000,000" in lieu thereof.

AUTHORIZING CONTRACTS, AS WELL AS GRANTS. FOR RESEARCH IN EDUCATION OF THE HANDICAPPED

Sec. 160. (a) The first sentence of section 302(a) of Public Law 88-164 is amended by inserting ", and to make contracts with States. State or local educational agencies, public and private institutions of higher learning, and other public or private educational research agencies and organizations," immediately before "for research or demonstration projects".

(b) The second sentence of such section 302(a) is amended by striking out "Such grants shall be made" and inserting in lieu thereof "Payments pursuant to grants or contracts under this section may be made".

to grants of contracts under this section may be made.

TITLE II—AMENDMENTS TO VOCATIONAL EDUCATION ACT OF 1963

PART A—EXEMPLARY AND INNOVATIVE PROGRAMS OR PROJECTS IN VOCATIONAL EDUCATION

SPECIAL PROGRAMS OR PROJECTS

Sec. 201. Section 4 of the Vocational Education Act of 1963 (Public Law 88-210, 20 U.S.C. 35c), is amended by inserting at the end thereof the following new subsection:

"(d) (1) There are authorized to be appropriated \$30,000,000 for the fiscal year ending June 30, 1968, and such sums as may be necessary for the four