succeeding fiscal years, to be used by the Commissioner for making grants to or contracts with State boards or local educational agencies for the purpose of stimulating and assisting, through programs or projects referred to in paragraph (3), the development, establishment, and operation of exemplary and innovative occupational education programs or projects designed to serve as models for use in vocational education programs. The Commissioner also may make grants to other public or nonprofit private agencies, organizations, or institutions, or contracts with public or private agencies, organizations, or institutions, when such grants or contracts will make an especially significant contribution to attaining the objectives of this subsection.

(2)(A) From the sums appropriated pursuant to this subsection for each fiscal year, the Commissioner shall reserve such amount, but not in excess of 2 per centum thereof, as he may determine and shall apportion such amount among Puerto Rico, the Virgin Islands, Guam, American Samoa, and the Trust Territory of the Pacific Islands, according to their respective needs for assistance

under this subsection.

"(B) From the remainder of such sums the Commissioner shall apportion \$150,000 to each State, and he shall in addition apportion to each State an amount which bears the same ratio to any residue of such remainder as the population aged fifteen to nineteen, both inclusive, in the State bears to the popu-

lation of such ages in all the States.

"(C) Any amount apportioned to a State under this subsection for any fiscal year which the Commissioner determines will not be required for grants for programs or projects in that State during the period for which such apportionment is available shall be available for reapportionment by him from time to time to other States in accordance with their respective needs.

"(D) For the purposes of paragraph (2) (A) and (B) of this subsection, the term 'State' does not include Puerto Rico, the Virgin Islands, Guam, American

Samoa, and the Trust Territory of the Pacific Islands.

"(E) The population of particular age groups of a State or of all the States shall be determined by the Commissioner on the basis of the latest available estimates furnished by the Department of Commerce.

"(F) The amount apportioned under this section to any State for the fiscal year ending June 30, 1968, shall be available for obligation for grants pursuant

to applications approved during that year and the succeeding fiscal year.

(3) Grants or contracts pursuant to this subsection may be made by the Commissioner, upon such terms and conditions consistent with the provisions of this section as he determines will most effectively carry out the purposes of paragraph (1), to pay part of the cost of-

(A) planning and developing exemplary and innovative programs or

projects such as those described in subparagraph (B), or

"(B) establishing, operating, or evaluating exemplary and innovative vocational education programs or projects designed to broaden occupational aspirations and opportunities for youths, with special emphasis given to youths who have academic, socioeconomic, or other handicaps, which programs or projects may, among others, include-

"(i) those designed to familiarize postelementary school students with the broad range of occupations for which special skills are required

and the requisites for careers in such occupations;

"(ii) programs or projects for students providing educational experi-

ences through work;

"(iii) programs or projects for intensive occupational guidance and counseling during the last years of school and for initial job placement;

or "(iv) programs or projects designed to broaden or improve vocational  $% \left( \frac{\partial f}{\partial x}\right) =0$ 

education curriculums.

"(4)(A) Programs or projects referred to in clause (ii) of paragraph (3)(B) may include cooperative work-study arrangements, other educationally related public or private employment. or volunteer work. Preference in compensated work under such programs or projects shall be given to students from low-income families.

"(B) No grant or contract shall be made by the Commissioner under this sub-

section with respect to any such program or project unless-

"(i) such program or project will not involve the construction, operation, or maintenance of so much of any facility as is used or to be used for sectarian instruction or as a place for religious worship;