"(ii) such program or project will not result in the displacement of em-

ployed workers or impair existing contracts for services.

"(C) Funds appropriated under this subsection shall not be available to pay any part of the compensation of a student involved in a program or project referred to in clause (ii) of paragraph (3)(B) if the work is performed for any employer other than a public or private nonprofit agency, organization, or institution.

(5) (A) In determining the cost of a program or project under this subsection, the Commissioner may include the reasonable value (as determined by him) of

any goods or services provided from non-Federal sources.

"(B) Financial assistance may not be given under this subsection to any pro-

gram or project for a period exceeding three years.

(6) In administering the provisions of this subsection, the Commissioner shall consult with other Federal departments and agencies administering programs which may be effectively coordinated with the program carried out pursuant to this subsection, and to the extent practicable shall-

"(i) coordinate such program on the Federal level with the programs

being administered by such other departments and agencies; and

"(ii) require that effective procedures be adopted by grantees and contractors to coordinate the development and operation of programs and projects carried out under grants or contracts pursuant to this subsection with other public and private programs having the same or similar purposes.

CONFORMING AMENDMENTS

Sec. 202. (a)(1) Section 4(a) of such Act (describing permitted uses of Federal funds under approved State plans) is amended by changing the period at the end of paragraph (6) to a semicolon and inserting immediately after para-

graph (6) the following new paragraph:

"(7) The planning, establishment, operation, and evaluation of programs or projects of the kind described in subsection (d), whether or not previously

assisted by a grant or contract under such subsection."

(2) Section 5(a) (2) and section 6(b) of such Act are each amended by striking out "and (6)" and inserting in lieu thereof "(6), and (7)".

(b) The second sentence of paragraph (1) of section 8 of such Act (defining the term "vocational education") is amended by inserting "(individually or through group instruction)" immediately after "counseling", and by inserting "or for the purpose of facilitating occupational choices" immediately after the word "training" the first time such word appears in that sentence.

(c) The first sentence of section 5(a) of such Act is amended by striking out "this part" and inserting in lieu thereof "section 3".

(d) The heading of section (6) of such Act is amended to read "PAYMENTS", and the following sentence is added at the end of subsection (d) of such section: Other payments pursuant to this Act may be made in installments, in advance or by way of reimbursement, with necessary adjustments on account of over-payments or underpayments."

PART B-AMENDING SECTION 4(c) TO ALLOW CONTRACTING AND DISSEMINATION OF INFORMATION

Sec. 211. Section 4(c) of such Act is amended by inserting ", or to make contracts with private agencies, organizations, or institutions for, (1)" immediately after "cost of"; by striking out "and of" immediately preceding "experimental" and inserting in lieu thereof ", (2)"; and by inserting immediately prior to the period the following: ", or (3) for the dissemination of information derived from the foregoing programs or from research and demonstrations in the field of vocational education".

PART C-INCLUDING THE TRUST TERRITORY OF THE PACIFIC ISLANDS UNDER THE Act

Sec. 221. Paragraph (6) of section 8 of such Act is amended by striking out "and American Samoa" and by inserting in lieu thereof "American Samoa, and the Trust Territory of the Pacific Islands".

Sec. 222. Paragraphs (1), (2), and (3) of section 3(d) of such Act are amended by striking out the words "and the Virgin Islands" each time they occur and by inserting in lieu thereof "the Virgin Islands, and the Trust Territory of the Pacific Islands".