

reservation to employ 250 people full time, and when you are talking about 75 percent unemployment, 250 full-time people is a goodly number.

Up until the poverty program, he had to go to every Federal agency in town to find out who would provide the job training because he was a businessman and he was not going to move onto that reservation for any social conscience. He was going to move onto that reservation because he could show a nice profit to his stockholders.

And for the first time he could go to a CAP director, and this CAP director would tell him exactly what he could get, how much he could get from EDA, and MDTA; that EDA would build the facility, that MDTA would provide the job training.

Mr. GARDNER. You are now coordinating this?

Mr. KLORES. Through a community action agency; yes, sir.

Mr. GARDNER. And you have found it to be successful?

Mr. KLORES. Yes, sir.

Mr. GARDNER. I yield back the floor to my colleague.

Chairman PERKINS. Mr. Steiger.

Mr. STEIGER. Thank you, Mr. Chairman.

May I first inquire from the Chair, will we go from Indians into migrants for the next presentation?

Chairman PERKINS. That is the plan.

Mr. STEIGER. I wonder, Mr. Klores, if you would be willing to give the committee any idea, first of all, as to whether you have inspected the Fond du Lac community action program in Minnesota and what the problems are. From what I know about it, there have been some problems, and I wonder if you can give the committee any information on what the problems are and what action the agency has taken in overcoming them.

Mr. KLORES. As soon as we heard that there were certain problems with the executive director, the board, and the people working for the agency, not seeing eye to eye, with charges being leveled and so forth. We hear this by phone and this is what Mr. Shriver mentioned before, that when you talk about a community action agency getting away with something, it is virtually nonexistent. Every eye in the community is on it. People on the board all have different feelings and the phones in my office started ringing from all sides. Everybody has accusing everybody else, and the first thing I did was to pick up the phone and talk to our inspection division, and they had a man there.

Essentially what the problem was was a bitter disagreement of the board and the executive director. It seems the board was split with some people on the board who are from off the reservation who were non-Indians, and the executive director wanted to do things one way and they wanted to do it another way.

The tribal chairman was a strong-willed man, and what we have done is to insist that the board change itself, that the board put new people on, that they work out the problems, and we are watching it. We are watching it to see whether the new board still representative of the groups in the areas to be served will be running the program properly.

Mr. STEIGER. Do you have a report from your investigator on what was found?