

Chairman PERKINS. That was paid for under MDTA.

Mr. WATSON. Right, and as far as the capital outlay—

Chairman PERKINS. Let me ask you this: Are these youngsters taking courses under the MDTA program there?

Mr. WATSON. Yes.

The total program is part of the Manpower Development and Training.

Chairman PERKINS. The whole program?

Mr. WATSON. That is right, completely, except now for the 10 percent State.

The housing phase of the project, of course, as I indicated earlier, \$250,000 was donated by the local industrialists to serve as a revolving fund, and this revolving fund is still intact.

In other words, we reach, we have times when one project is completed, prior to another group of students coming in, but housing has a very low income, so during that time, it is necessary, we still have staff to pay, and it is necessary to have a fund to operate out of, so what it amounts to is that it is a general fund that is used in lieu of the subsistence pay that we receive from the students.

In other words, the income that our housing division has is determined by our enrollment.

Chairman PERKINS. What about your buildings?

How did you come by your buildings, where the equipment is housed, the youngsters are housed?

Mr. WATSON. This is an Air Force base. We are sharing the facility with the Air Force. I think we have 10 buildings. Now it was necessary to remodel some of these buildings. We didn't have to build these buildings, fortunately. We would never have been able to afford it, had we had to build, but through remodeling. Again, the training, if we have to, because of the nature of the Manpower Development and Training Act, we have to be very careful that we do not spend money that comes under our 4,000 series from Health, Education and Welfare to our State, back to the local level, we do not spend these funds for nontraining functions.

In other words, we can't do anything in housing, out of training funds. Housing has to be self-supporting.

Chairman PERKINS. What is your appropriation from the State of Ohio for the 485 youngsters there enrolled annually for the residential center?

Mr. WATSON. It would be 10 percent, now. In other words, if our operating costs are \$900,000, the State's 10 percent would be approximately \$90,000.

Chairman PERKINS. Is that all the public money that the State of Ohio is putting into it?

Mr. WATSON. Yes.

Chairman PERKINS. Are you getting any other funds from the vocational education programs?

Mr. WATSON. No, we can't qualify for funds under the Vocational Educational Act of 1963. We did realize some funds under the work-study program, Vocational Education Act, but we are going to lose this, I understand.

Chairman PERKINS. You are presently; how many of these youngsters are participating in the work-study program?