

This is not fiction. Whether you could do this better with the Job Corps or a residential school, I can't answer that, because I don't know.

We find that we are able to do something with about 65 percent of the students who come to us. The other 35 percent, perhaps, we are not touching.

Mr. QUIE. If we expanded the present authority, or at least funded the present authority, would you make application for a residential school?

Dr. PARKINSON. I have discussed that with my board, and they have authorized me to make such an application.

Mr. QUIE. If you did, would this be the same type of an individual who is presently going to the Job Corps?

Dr. PARKINSON. In the main, I think yes.

Mr. QUIE. How would he differ from the ones that are presently in your continuation school, which is a day school? Would they tend to be the 35 percent?

Dr. PARKINSON. They are generally the same type of people, except the residential school would not be a penal institution. In the first place, this is kind of important. This is not a penal institution. It's got to be a place where there is an opportunity to help those people who are deterred from development because of their family situations, not because they have had trouble with the law, or because they are functionally illiterate, but the social background is the difference between the two.

We get both kinds now. I feel that we do not reach some of them. I anticipate we could reach the great majority of those in a residential school, and as I say, maybe you are reaching those in the Job Corps. I have never run a Job Corps camp, and I don't know.

Mr. QUIE. Have you made an estimate of the cost of the residential school? Have you gone that far in your application?

Dr. PARKINSON. I think it would run us between \$3,500 and \$4,000 per equivalent full-time student per year. That is a thumbnail thing, and that has not been refined, Congressman, because until you sit down and actually develop your cost sheets, you can't tell. But I made a preliminary estimate for our board.

Chairman PERKINS. If the gentleman will yield, did that figure of \$3,500 to \$4,000 take into consideration capital outlay expenditures?

Dr. PARKINSON. No, sir. That is operational costs.

Chairman PERKINS. To take into consideration capital outlay, say for a period of 10 years, at what would you estimate the cost?

Dr. PARKINSON. I suppose you would have to add in the neighborhood of \$1,500 or \$2,000 per year per student to amortize your capital outlay. Of course, I think you may amortize it over 10 years.

Our first building, which is still in excellent use, was built about 1917. We just spent \$3 million remodeling it. This is a difficult question, Congressman. That which I am giving you is just a thumbnail guess.

Chairman PERKINS. We understand that. That is about all anybody can give.

Mr. QUIE. We are talking about a program that you could run for \$2,500 or \$3,000 less than the Job Corps?

Dr. PARKINSON. I think we can.

Mr. QUIE. That ought to be of some consideration to the Congress and this committee, if that is possible.