

PROVIDING FOR INSTITUTIONAL EXPENSES OF ADMINISTRATION OF COOPERATIVE-
EDUCATION DEMONSTRATION PROGRAMS

SEC. 436. (a) Sections 125 and 126 of the Economic Opportunity Act of 1964 are redesignated as sections 126 and 127, respectively, and the following new section is inserted immediately following section 124:

"USE OF WORK-STUDY FUNDS FOR ADMINISTRATIVE EXPENSES OF COOPERATIVE-
EDUCATION PROGRAMS

"SEC. 125. (a) An agreement entered into pursuant to section 124 may also include provisions authorizing the institution, to the extent and under terms and conditions prescribed by the Commissioner by or pursuant to regulation, to use, out of the sums granted to it under section 123, a portion for its administrative expenses (which for this purpose may, among other expenses, include expenses of counseling and guidance, placement, and consulting services) in developing or carrying out a program, described in such agreement, to demonstrate or explore the feasibility or value of methods of cooperative education involving alternative periods of full-time academic study at the institution and periods of full-time public or private employment (whether or not afforded by an organization described in section 124(a)) approved or arranged for by the institution under such program. The Commissioner may, if in his judgment it would promote efficiency and economy to do so, prescribe regulations applicable both to administrative expenses for which an institution may use work-study funds under this section and to administrative expenses for which it may use such funds under section 124(b) and to the determination of the amounts allowable for such expenses from such funds, and such regulations shall, to the extent (if any) provided therein, supersede with respect to administrative expenses referred to in section 124(b) the limitations specified therein.

"(b) The question of the authority of the institution to use funds obtained under section 123 to pay for particular work performed by a student under a cooperative-education program covered under this section by an agreement with the Commissioner shall be determined solely by reference to the provisions included in the agreement pursuant to section 124."

(b) Section 124(b) of such Act is amended by inserting "except as otherwise provided under section 125," before "provide".

WORK-STUDY PROGRAM RECONSTITUTED AS PART C OF TITLE IV, HIGHER EDUCATION
ACT OF 1965

Sec. 437. (a) The purpose of this section is to reconstitute part C of title I of the Economic Opportunity Act of 1964 (as amended by the foregoing sections of this Act) as part C of title IV of the Higher Education Act of 1965, without substantive change.

(b) (1) So much of part C of title IV of the Higher Education Act of 1965 (including the heading of such part) as precedes section 442 thereof is deleted (but without thereby affecting the amendments heretofore made by that part to parts C and D of title I of the Economic Opportunity Act of 1964); (2) such section 442 (as amended by this Act) and references thereto, are redesignated as section 448; (3) part C of title I of the Economic Opportunity Act of 1964 (as amended by the foregoing sections of this Act) is deleted from that Act (but without repeal thereof) and is inserted (as captioned) as part C in title IV of the Higher Education Act of 1965 immediately before the section of such title redesignated as section 448; and (4) the sections so transferred (which are numbered 121, 122, 123, 124, 125, 126, and 127), and internal cross-references therein to any such section, are redesignated as sections 441, 442, 443, 444, 445, 446, and 447, respectively.

(c) Wherever in any law, rule, regulation, order, or agreement of the United States (including the first sentence of the section redesignated by paragraph (1) as section 448 of title IV of the Higher Education Act of 1965), reference is made, however styled, to part C of title I of the Economic Opportunity Act of 1964, or to any section thereof, such reference is amended so as to make comparable reference to part C of title IV of the Higher Education Act of 1965, or to such section of that part as redesignated herein, respectively.

(d) Subject to the provisions of subsection (c), any order, rule, regulation, right, agreement, or application in effect under C of title I of the Economic Op-