

Mr. MORSE. What we are proposing—you may recall we discussed this with the subcommittee several years ago when the Higher Education Act of 1965, well when this program was coming into being.

We discussed this with the subcommittee at that time and there seemed to be no particular reason to help underwrite the administrative costs for on-campus work.

I would like Dr. Gross to comment on what the problem is on the university campus as he sees it, it is becoming fairly acute.

Dr. GROSS. This is speaking for my own university, it is stated briefly here.

Mr. QUIE. You are talking of on-campus work?

Dr. GROSS. Yes; that is what we would like to be able to do.

Mr. QUIE. You stated your position quite clearly, but I understand there are efforts of institutions to move into more cooperative programs such as at Antioch College. That is the purpose of 436.

Now the costs to an institution attempting to arrange this off-campus work for which there is no Federal funding would be higher.

Mr. MORSE. This bill proposes that a certain percentage of the money made available may be used to underwrite the administrative expenses of arranging this off-campus employment in a cooperative program.

Mr. QUIE. Would you understand it to be on going? It was my understanding that it would be just to arrange such programs and then it would no longer be available. Is it your understanding it would be on going?

Mr. MORSE. I had assumed that. You may recall in our informal discussion with this committee we did check with Antioch on the administrative costs of the program and because there is a change in the organizations or businesses employing students in a cooperative program, there is practically constant arranging to be done, so Antioch expenses were very heavy to keep this program rolling.

Mr. QUIE. May I ask one more question, then I am going to yield if my colleague from Indiana would yield.

Mrs. GREEN. Yes.

Mr. QUIE. On the 1968 work-study program, would you prefer a 100-percent share?

Dr. GROSS. This is not fair. We have trouble with the National Science Foundation programs, where we pick up so much basic cost, but here I think 90-10 is fair.

Mrs. GREEN. Congressman Brademas.

Mr. BRADEMAS. May I make an observation and then ask you a question? It seems we are moving toward greater participation on the part of private lenders in financing student aid programs in this proposal under title II as well as in the guaranteed program.

Do you see a similar trend with respect to college housing and academic facilities and if so, what kind of problems would that bring about?

Dr. GROSS. You mean private sources?

Mr. BRADEMAS. Replacing of direct Federal grants with private sources.

Dr. GROSS. The total packaging for facilities is quite elaborate and in one project on our campus amounted to \$31½ million. The university request to industry was for about a half a million, the State put