

same time, the minimum wage that must be paid college students is escalated so that by 1970 or 1971 it provides increased support for the same number of students, and will require not just a shift to 25-75 on the part of the institution but some figure really higher because of the minimum-wage business. That is why all that I have heard from colleges indicates that their real preference is to move to the 90-10 pattern and stay with it.

Mr. ERLNBORN. I am not surprised by that. As a matter of fact, when we passed the law last year, I predicted we would never get to 80-20. I presume, since we were under the gun at the time, we were able to pass the law, but I didn't think it would stay on the books.

What was the appropriation for work study?

Mr. MOORE. \$139 million.

Mr. ERLNBORN. What will it be in 1969; what is your recommendation?

Mr. MOORE. \$145 million.

Mr. ERLNBORN. Now, changing from 85 to 90 percent, would that use up most of the increased appropriations? Are we going to help more students or increase the Federal share?

Mr. MOORE. It will help a few more students. We still have the increase of the minimum wage to \$1.30 next February right in the middle of the year to reckon with. I am afraid a large part of that increase is probably going to go into more pennies per hour because the minimum wage has the effect of changing the whole pay pattern in the institution.

Mr. ERLNBORN. The 5-percent increment of the Federal support plus the minimum wage apparently will use up all of the increased appropriation?

Mr. MOORE. It will, I am afraid, come fairly close to stabilizing the operation.

Mr. ERLNBORN. Thank you.

Mr. QUINN. Are we through with this? Do you plan to go on with the Secretary reading the statement?

Mrs. GREEN. Yes, on the guaranteed loan program, unless there are other points.

Mr. CAREY. One moment. Can we address questions to Secretary Barr?

Mrs. GREEN. On the guaranteed student loan?

Mr. CAREY. On the matter of availability to student loan funds.

Mrs. GREEN. We are going to turn to Mr. Barr to present any statements he wants, and then he will be available for questioning and you can take as long as you need.

Mr. Secretary, we are delighted to have our ex-colleague back here with us this morning, and we are interested in your comments.

Mr. BARR. Madam Chairman, I do not have a prepared statement this morning. I would like to make a few observations, and then Mr. Snyder and Mr. Weiss will be prepared to address themselves to any technical questions.

In the approximately 1 year that I have been involved in this program I have had an opportunity to look at it and I have profited from the discussions we have all had on the program. I have come to a few conclusions in this past year that I think are quite firm in my own mind. Let me list them for you.