

merce. And we have had very close cooperation. As a matter of fact, we have had a task force developing an improved program as we go along. And we have all contributed. And we try to understand each other's roles and missions very well.

The Labor Department, as you know, provides training funds so that we can train the work force. The OEO has been funding the local organizations with which we are going to work. The legislative authority is ours in 1969. If the Congress sees fit to make funds available for this purpose, then we will continue along these lines. And so far we have had excellent cooperation from all Federal agencies.

The CHAIRMAN. How long would the Department of Labor provide training funds for training employees? Let us say that a large aircraft company wanted to build an assembly plant. They would like to have the part made, and they need the labor. The Labor Department furnishes training for a time. For what period of time will they provide this training?

Mr. Moor. I think they are doing it currently on an annual basis, Mr. Chairman, if required on an annual basis. The company seeking training must look to hard core unemployed, No. 1, and must have Labor Department certified employees. The Labor Department actually finds and screens the employees to be trained. The training is planned on an annual budgeted basis. And if the upgrading is accomplished prior to that, then the training funds cease, of course. But the funds are provided on an annual basis.

The CHAIRMAN. They would provide it upon the recommendation of SBA not only to a large company, but to a local development company, or to a small company if SBA recommended it; isn't that right?

Mr. Moor. Yes, sir, that is correct. There are two types of labor training. One is the production force work training, and the other is the management skills. Now, the Labor Department currently does not have funds to train potential junior managers. They have funds to train production workers, to upgrade skills in that area. We are currently using OEO funds during this fiscal year which ends June 30 for a very modest approach to management training.

The CHAIRMAN. Does the Department of Labor set any standard as to the type of labor for which they will approve training? The reason I ask this is, just yesterday when I left the committee there came to my office a letter from a small manufacturing company in which they state that the Labor Department will not approve funds for training workers on machines for garments, sewing machines, or stitching machines, or in the textile field. Are they setting standards? Are they going to eliminate different kinds of labor, or are they going to select various kinds of labor? Which kind will meet their approval?

Mr. Moor. Mr. Chairman, I am not very well informed on this particular subject. It is my understanding from an experience that we have had that the Labor Department and the cut, make, and sew labor unions have reached an agreement whereby the unions will provide the required training in this area. For this reason this is one segment of the labor force that is not receiving direct Department of Labor training funds. I believe this is the correct answer. I would be glad to verify this with the Labor Department for the record, if you would like.

The CHAIRMAN. Without objection, that will be received.