

Title 42—Public Health

CHAPTER I—PUBLIC HEALTH SERVICE,
DEPARTMENT OF HEALTH, EDUCATION,
AND WELFARESUBCHAPTER F—QUARANTINE, INSPECTION,
LICENSING

PART 72—INTERSTATE QUARANTINE

Transfer of Regulations

The Commissioner of Food and Drugs, for the purpose of establishing an orderly development of informative regulations coordinated and consolidated under Chapter I of Title 21 of the Code of Federal Regulations, is transferring sections of 42 CFR Part 72 appropriate to his function under the Public Health Service and Federal Food, Drug, and Cosmetic Acts, and reorganizing and recodifying them under 21 CFR Parts 1240 and 1250.

The seventh in a series of recodification documents, which is also the third document transferring regulations from Chapter I of Title 42 to Chapter I of Title 21, appears elsewhere in this issue of the FEDERAL REGISTER. Sections 72.1, 72.25, and 72.201 through 72.207 remain behind in Title 42 of the Code of Federal Regulations. An extracted version of § 72.1 has been added to Title 21 under 21 CFR 1240.3 and 1250.3.

Therefore, the regulations appropriate to Food and Drug Administration function, formerly appearing in Part 72 of Chapter I of Title 42 of the Code of Federal Regulations, are hereby transferred to Chapter I of Title 21 and redesignated as Parts 1240 and 1250 of that chapter. Accordingly, the sections so affected in Part 72 are hereby vacated.

Effective date. This transfer of regulations becomes effective February 6, 1975.

Dated: January 30, 1975.

SAM D. FINE,
Associate Commissioner
for Compliance.

[FR Doc. 75-3393 Filed 2-5-75; 8:45 am]

Title 21—Food and Drugs

CHAPTER I—FOOD AND DRUG ADMINISTRATION,
DEPARTMENT OF HEALTH,
EDUCATION, AND WELFARE

[Recodification Docket No. 7]

SUBCHAPTER L—REGULATIONS UNDER CERTAIN
OTHER ACTS ADMINISTERED BY THE
FOOD AND DRUG ADMINISTRATIONPART 1240—CONTROL OF
COMMUNICABLE DISEASESPART 1250—INTERSTATE
CONVEYANCE SANITATION

Transfer of Regulations

The Commissioner of Food and Drugs, for the purpose of establishing an orderly development of informative regulations for the Food and Drug Administration, has initiated a recodification program for Chapter I of Title 21 of the Code of Federal Regulations. This is the seventh in a series of recodification documents that will eventually include all regula-

tions administered by the Food and Drug Administration.

It is also the third document transferring regulations from Chapter I of Title 42 of the Code of Federal Regulations to Chapter I of Title 21, effected for the purpose of coordinating and consolidating under one title of the Code the regulatory responsibility of the Commissioner of Food and Drugs under the Public Health Service and Federal Food, Drug, and Cosmetic Acts.

Only the sections of 42 CFR Part 72 appropriate to Food and Drug Administration function have been transferred; §§ 72.1, 72.25, and 72.201 through 72.207 remain behind. New §§ 1240.3 and 1250.3 (21 CFR 1240.3 and 1250.3), an extracted form of 42 CFR 72.1, have been added to reflect the definitions which apply to both material being transferred to Title 21 and material remaining in Title 42. In the interest of clarity, the transferred sections have been organized into two parts, Part 1240—Control of Communicable Diseases and Part 1250—Interstate Conveyance Sanitation. The changes being made are nonsubstantive in nature and for this reason notice and public procedure are not prerequisites to this publication. The following table shows the relationship of the regulations under their assigned section numbers in 42 CFR Part 72 prior to this republication, and their redesignations reflected in 21 CFR Parts 1240 and 1250:

Old section	New section	Old section	New section
72.1 (extracted)	1240.3, 1250.3	72.133	1250.62
72.2	1240.54	72.134	1250.63
72.3	1240.30	72.135	1250.65
72.4	1240.10	72.136	1250.67(a)
72.11	1240.40	72.137	1250.67(b)
72.12	1240.50	72.139	1250.67(c)
72.13	1240.55	72.140	1250.70
72.14	1240.57	72.141	1250.75
72.15	1240.45	72.142	1250.79
72.21	1240.70	72.146	1250.40
72.22	1240.65	72.147	1250.41
72.23	1240.75	72.148	1250.42
72.24	1240.60	72.149	1250.44
72.25	1240.62	72.150	1250.50
72.101	1240.80	72.151	1250.45
72.102	1240.83	72.152	1250.49
72.103	1240.90	72.153	1250.43
72.104	1240.95	72.154	1250.51
72.105	1240.86	72.155	1250.53
72.111	1250.80	72.156	1250.52
72.112	1250.81	72.161	1250.20
72.113	1250.82	72.162	1250.21
72.114	1250.83	72.163	1250.22
72.115	1250.84	72.164	1250.25
72.116	1250.85	72.165	1250.26
72.117	1250.86	72.166	1250.27
72.118	1250.87	72.167	1250.28
72.119	1250.89	72.168	1250.30
72.120	1250.90	72.169	1250.33
72.121	1250.93	72.170	1250.34
72.122	1250.95	72.171	1250.39
72.123	1250.96	72.172	1250.38
72.131	1250.60	72.173	1250.32
72.132	1250.61	72.174	1250.35
		72.181	1240.20

Therefore, Parts 1240 and 1250, formerly appearing in Part 72 of Title 42, are hereby added to Subchapter L of Chapter I of Title 21 of the Code of Federal Regulations, without substantive change, to read as set forth below.

Dated: January 30, 1975.

SAM D. FINE,
Associate Commissioner
for Compliance.

PART 1240—CONTROL OF
COMMUNICABLE DISEASES

Subpart A—General Provisions

- Sec.
1240.3 General definitions.
1240.10 Effective bactericidal treatment.

Subpart B—Administrative Procedures

- 1240.20 Issuance and posting of certificates following inspections.
1240.30 Measures in the event of inadequate local control.

Subpart C—Restrictions on Travel of Persons

- 1240.40 All communicable diseases.
1240.45 Report of disease.
1240.50 Certain communicable diseases; special requirements.
1240.54 Apprehension and detention of persons with specific diseases.
1240.55 Responsibility with respect to minors, wards, and patients.
1240.57 Members of military and naval forces.

Subpart D—Specific Administrative Decisions
Regarding Interstate Shipments

- 1240.60 Shellfish.
1240.62 Turtles.
1240.65 Poultry birds.
1240.70 Lather brushes.
1240.75 Garbage.

Subpart E—Source and Use of Potable Water

- 1240.80 General requirements for water for drinking and culinary purposes.
1240.83 Approval of watering points.
1240.85 Protection of pier water system.
1240.90 Approval of treatment aboard conveyances.
1240.95 Sanitation of water boats.

AUTHORITY: Secs. 215, 361, 58 Stat. 690, 703, as amended; (42 U.S.C. 215, 264).

Subpart A—General Provisions

§ 1240.3 General definitions.

As used in this part, terms shall have the following meaning:

(a) **Bactericidal treatment.** The application of a method or substance for the destruction of pathogens and other organisms as set forth in § 1240.10.

(b) **Communicable diseases.** Illnesses due to infectious agents or their toxic products, which may be transmitted from a reservoir to a susceptible host either directly as from an infected person or animal or indirectly through the agency of an intermediate plant or animal host, vector, or the inanimate environment.

(c) **Communicable period.** The period or periods during which the etiologic agent may be transferred directly or indirectly from the body of the infected person or animal to the body of another.

(d) **Contamination.** The presence of a certain amount of undesirable substance or material, which may contain pathogenic microorganisms.

(e) **Conveyance.** Conveyance means any land or air carrier, or any vessel as defined in paragraph (n) of this section.

(f) *Garbage.* (1) The solid animal and vegetable waste, together with the natural moisture content, resulting from the handling, preparation, or consumption of foods in houses, restaurants, hotels, kitchens, and similar establishments, or (2) any other food waste containing pork.

(g) *Incubation period.* The period between the implanting of disease organisms in a susceptible person and the appearance of clinical manifestation of the disease.

(h) *Interstate traffic.* (1) The movement of any conveyance or the transportation of persons or property, including any portion of such movement or transportation which is entirely within a State or possession, (i) from a point of origin in any State or possession to a point of destination in any other State or possession, or (ii) between a point of origin and a point of destination in the same State or possession but through any other State, possession, or contiguous foreign country.

(2) Interstate traffic does not include the following:

(i) The movement of any conveyance which is solely for the purpose of unloading persons or property transported from a foreign country, or loading persons or property for transportation to a foreign country.

(ii) The movement of any conveyance which is solely for the purpose of effecting its repair, reconstruction, rehabilitation, or storage.

(i) *Minimum heat treatment.* The causing of all particles in garbage to be heated to a boiling temperature and held at that temperature for a period of not less than 30 minutes.

(j) *Possession.* Any of the possessions of the United States, including Puerto Rico and the Virgin Islands.

(k) *Potable water.* Water which meets the standards prescribed in the Public Health Service Drinking Water Standards as set forth in 42 CFR 72.201 through 72.207.

(l) *State.* Any State, the District of Columbia, Puerto Rico and the Virgin Islands.

(m) *Utensil.* Includes any kitchenware, tableware, glassware, cutlery, containers, or equipment with which food or drink comes in contact during storage, preparation, or serving.

(n) *Vessel.* Any passenger-carrying, cargo, or towing vessel exclusive of:

(1) Fishing boats including those used for shell-fishing;

(2) Tugs which operate only locally in specific harbors and adjacent waters;

(3) Barges without means of self-propulsion;

(4) Construction-equipment boats and dredges; and

(5) Sand and gravel dredging and handling boats.

(o) *Watering point.* The specific place or water boat from which potable water is loaded on a conveyance.

(p) *Shellfish.* Any fresh, frozen, or incompletely cooked oysters, clams, or mussels, either shucked or in the shell, and any fresh, frozen, or incompletely cooked edible products thereof.

§ 1240.10 Effective bactericidal treatment.

Whenever, under the provisions of this part, bactericidal treatment is required, it shall be accomplished by one or more of the following methods:

(a) By immersion of the utensil or equipment for at least 2 minutes in clean hot water at a temperature of at least 170° F or for one-half minute in boiling water;

(b) By immersion of the utensil or equipment for at least 2 minutes in a lukewarm chlorine bath containing at least 50 ppm of available chlorine if hypochlorites are used or a concentration of equal bactericidal strength if chloramines are used;

(c) By exposure of the utensil or equipment in a steam cabinet at a temperature of at least 170° F for at least 15 minutes or at a temperature of 200° F for at least 5 minutes;

(d) By exposure of the utensil or equipment in an oven or hot air cabinet at a temperature of at least 180° F for at least 20 minutes;

(e) In the case of utensils or equipment so designed or installed as to make immersion or exposure impractical, the equipment may be treated for the prescribed periods of time either at the temperatures or with chlorine solutions as specified above, (1) with live steam from a hose if the steam can be confined, (2) with boiling rinse water, or (3) by spraying or swabbing with chlorine solution;

(f) Any other method determined by the Surgeon General, upon application of an owner or operator of a conveyance, to be effective to prevent the spread of communicable disease.

Subpart B—Administrative Procedures

§ 1240.20 Issuance and posting of certificates following inspections.

The Surgeon General may issue certificates based upon inspections provided for in this part and Part 1250. Such certificates shall be prominently posted on conveyances.

§ 1240.30 Measures in the event of inadequate local control.

Whenever the Surgeon General determines that the measures taken by health authorities of any State or possession (including political subdivisions thereof) are insufficient to prevent the spread of any of the communicable diseases from such State or possession to any other State or possession, he may take such measures to prevent such spread of the diseases as he deems reasonably necessary, including inspection, fumigation, disinfection, sanitation, pest extermination, and destruction of animals or articles believed to be sources of infection.

Subpart C—Restrictions on Travel of Persons

§ 1240.40 All communicable diseases.

A person who has a communicable disease in the communicable period shall not travel from one State or possession to another without a permit from the health officer of the State, possession, or locality of destination, if such permit is required under the law applicable to the place of destination. Stop-overs other than those necessary for transportation connections shall be considered as places of destination.

§ 1240.45 Report of disease.

The master of any vessel or person in charge of any conveyance engaged in interstate traffic, on which a case or suspected case of a communicable disease develops shall, as soon as practicable, notify the local health authority at the next port of call, station, or stop, and shall take such measures to prevent the spread of the disease as the local health authority directs.

§ 1240.50 Certain communicable diseases; special requirements.

The following provisions are applicable with respect to any person who is in the communicable period of cholera, plague, smallpox, typhus or yellow fever, or who, having been exposed to any such disease, is in the incubation period thereof:

(a) *Requirements relating to travelers.*

(1) No such person shall travel from one State or possession to another, or on a conveyance engaged in interstate traffic, without a written permit of the Surgeon General or his authorized representative.

(2) Application for a permit may be made directly to the Surgeon General or to his representative authorized to issue permits.

(3) Upon receipt of an application, the Surgeon General or his authorized representative shall, taking into consideration the risk of introduction, transmission, or spread of the disease from one State or possession to another, reject it, or issue a permit which may be conditioned upon compliance with such precautionary measures as he shall prescribe.

(4) A person to whom a permit has been issued shall retain it in his possession throughout the course of his authorized travel and comply with all conditions prescribed therein, including presentation of the permit to the operators of conveyances as required by its terms.

(b) *Requirements relating to operation of conveyances.* (1) The operator of any conveyance engaged in interstate traffic shall not knowingly (i) accept for transportation any person who fails to present a permit as required by paragraph (a) of this section, or (ii) transport any person in violation of conditions prescribed in his permit.

(2) Whenever a person subject to the provisions of this section is transported on a conveyance engaged in interstate traffic, the operator thereof shall take such measures to prevent the spread of

the disease, including submission of the conveyance to inspection, disinfection and the like, as an officer of the Public Health Service designated by the Surgeon General for such purposes deems reasonably necessary and directs.

§ 1240.54 Apprehension and detention of persons with specific diseases.

Regulations prescribed in Parts 1240 and 1250 are not applicable to the apprehension, detention, or conditional release of individuals except for the purpose of preventing the introduction, transmission, or spread of the following diseases: Anthrax, chancre, cholera, dengue, diphtheria, granuloma inguinale, infectious encephalitis, favus, gonorrhea, leprosy, lymphogranuloma venereum, meningococcus meningitis, plague, poliomyelitis, psittacosis, relapsing fever, ringworm of the scalp, scarlet fever, streptococcal sore throat, smallpox, syphilis, trachoma, tuberculosis, typhoid fever, typhus, and yellow fever.

§ 1240.55 Responsibility with respect to minors, wards, and patients.

A parent, guardian, physician, nurse, or other such person shall not transport, or procure or furnish transportation for any minor child or ward, patient or other such person who is in the communicable period of a communicable disease, except in accordance with provisions of this subpart.

§ 1240.57 Members of military and naval forces.

The provisions of §§ 1240.40, 1240.45, 1240.50, 1240.55 and 1240.57 shall not apply to members of the military or naval forces, and medical care or hospital beneficiaries of the Army, Navy, Veterans' Administration, or Public Health Service, when traveling under competent orders: *Provided*, That in the case of persons otherwise subject to the provisions of § 1240.50 the authority authorizing the travel requires precautions to prevent the possible transmission of infection to others during the travel period.

Subpart D—Specific Administrative Decisions Regarding Interstate Shipments

§ 1240.60 Shellfish.

A person shall not offer for transportation, or transport, in interstate traffic any shellfish handled or stored in such an insanitary manner, or grown in an area so contaminated, as to render such shellfish likely to become agents in, and their transportation likely to contribute to the spread of communicable disease from one State or possession to another.

§ 1240.62 Turtles.

(a) *Definitions*. As used in this section:

(1) The term "turtles" includes all animals commonly known as turtles, tortoises, terrapins, and all other animals of the order *Testudinata*, class *Reptilia* except marine species (families *Dermachelidae* and *Cheloniidae*).

(2) The term "State of origin" as used in paragraph (b) of this section means the State or possession in which the

turtles or turtle eggs were originally hatched or produced.

(b) *Interstate shipment; general prohibition*. Except as otherwise provided in this section, viable turtle eggs and live turtles with a carapace length of less than 4 inches shall not be transported or offered for sale after shipment in interstate commerce, unless the shipment is accompanied by a certificate issued by the health authority of the State of origin certifying that each shipment of live turtles or viable turtle eggs is free of bacteria of the *Salmonella* and *Arizona* genera. After shipment in interstate commerce the same intact shipment of live turtles or viable turtle eggs shall not require further such certification under provisions of this section; however, if at any subsequent point in its distribution such shipment becomes commingled or intermingled with a lot that has not been so certified, then such turtles or turtle eggs shall not be offered for sale or further transported in interstate commerce unless the entire lot has been tested and certified free of bacteria of the *Salmonella* and *Arizona* genera by the health authority of the State or possession in which such commingling or intermingling occurred.

(c) *Certification; test procedures*. Certification of freedom from bacteria of the *Salmonella* and *Arizona* genera may be issued by the health authority of the appropriate State or possession on the basis of the examination of 60 turtles or 60 turtle eggs from each shipment, regardless of the size of the shipment. The examination shall be conducted in a laboratory licensed in microbiology pursuant to section 353 of the Public Health Service Act and shall utilize the following procedure adapted from "Official Methods of Analysis of the Association of Official Analytical Chemists," 11th ed. 1970, sections 41.024-41.040, pages 845-851.¹

(1) Place five turtles in each of 12 sterile glass containers with a capacity of 1,000 milliliters. Larger capacity containers should be used if necessary to avoid overcrowding.

(2) Add 50 milliliters of sterile distilled water to each of the containers of turtles.

(3) Cover each container with sterile aluminum foil and hold the turtles in the containers at room temperature, about 25° C for at least 72 hours.

(4) Do not remove the foil cover or add food, water, or other materials to the containers during the holding period.

(5) After a minimum of 72 hours remove the turtles from the containers using a sterile forceps.

(6) For each of the 12 containers transfer 1 milliliter of the residual water into a separate tube containing 10 milliliters of tetrathionate broth, with iodine and brilliant green, and incubate these 12 tetrathionate enrichment cultures for 24 hours at 35° to 37° C.

¹ Copies may be obtained from: Association of Official Analytical Chemists, P.O. Box 540, Benjamin Franklin Station, Washington, DC 20044.

(7) After 24 hours incubation, subculture each of the 12 tetrathionate enrichment cultures to brilliant green agar and complete isolation and identification according to methods specified in "Official Methods of Analysis of the Association of Official Analytical Chemists," 11th ed. 1970, section 41.024-41.040, pages 845-851.¹

(8) In the examination of turtle eggs, rinse 60 eggs with sterile distilled water to remove visible extraneous matter from the shells. Place the 60 cleansed eggs into a sterile blender cup. Replace blender lid and homogenize eggs for 2 minutes at low speed. Transfer 1 milliliter of the blended egg material into 10 milliliters of tetrathionate broth, and proceed as in paragraphs (c) (6) and (7) of this section.

(9) Upon completion of the laboratory examination, the examining laboratory shall submit a report to the health officer of the appropriate State or possession, or his delegated representative. The laboratory report shall specify the name and address of the producer or shipper (consignor) and of the consignee, the number and species of turtles or turtle eggs intended for interstate shipment, and the results of the examination, and it shall be signed by the examining microbiologist or director of the examining laboratory. Certification of freedom from bacteria of the *Salmonella* and *Arizona* genera may be issued if, to the satisfaction of the health authority of the appropriate State or possession, the laboratory examination has been performed according to the procedure specified in this section, and all specimens examined were free of bacteria of the *Salmonella* and *Arizona* genera.

(d) *Destruction of turtles or turtle eggs; criminal penalties*—(1) *Destruction*. Any live turtles or viable turtle eggs which have been transported in interstate commerce without a certificate required by paragraph (b) of this section, and any live turtles or viable turtle eggs which are held for sale or offered for any other type of commercial or public distribution and are found to contain bacteria of the *Salmonella* or *Arizona* genera when sampled and tested by a method appropriate for determination of the presence of such bacteria in the turtles or turtle eggs, and any live turtles or viable turtle eggs which are held for sale or offered for any other type of commercial or public distribution and are found to be held in water which contains bacteria of the *Salmonella* or *Arizona* genera when tested by an appropriate method, shall be subject to destruction, by or under the supervision of an officer or employee of the Food and Drug Administration in accordance with the following procedures:

(i) Any District Office of the Food and Drug Administration; upon detecting live turtles or viable turtle eggs which have been transported in interstate commerce without a certificate required by paragraph (b) of this section, or which are held for sale or offered for any other type of commercial or public distribution and which contain, or are

held in water containing, bacteria of the *Salmonella* or *Arizona* genera, shall serve upon the person in whose possession such turtles or turtle eggs are found a written demand that such turtles or turtle eggs be destroyed, under the supervision of said District Office, within 10 working days from the date of promulgation of the demand. The demand shall recite with particularity the facts which justify the demand. After service of the demand, the person in possession of the turtles or turtle eggs shall not sell, distribute, or otherwise dispose of any of the turtles or turtle eggs except to destroy them under the supervision of the District Office, unless and until the Director of the Bureau of Foods withdraws the demand for destruction after an appeal pursuant to paragraph (d) (1) (ii) of this section.

(ii) The person on whom the demand for destruction is served may either comply with the demand or, within 10 working days from the date of its promulgation, appeal the demand for destruction to the Director of the Bureau of Foods, Food and Drug Administration. The demand for destruction may also be appealed, within the same period of 10 working days, by any other person having a pecuniary interest in such turtles or turtle eggs. In the event of such an appeal, the Bureau Director shall provide an opportunity for a hearing, by written notice to the appellant(s) specifying a time and place for the hearing, to be held within 14 days from the date of the notice but not within less than 7 days unless by agreement with the appellant(s).

(iii) Appearance by any appellant at the hearing may be by mail or in person, with or without counsel. The hearing shall be conducted by the Bureau Director or his designee, and a written summary of the proceedings shall be prepared by the person presiding. Any appellant shall have the right to hear and to question the evidence on which the demand for destruction is based, including the right to cross-examine witnesses, and he may present oral or written evidence in response to the demand.

(iv) If, based on the evidence presented at the hearing, the Bureau Director finds that the turtles or turtle eggs were transported in interstate commerce without a certificate in violation of this section, or that the turtles or turtle eggs were held for sale or offered for any other type of commercial or public distribution and that they contain, or are held in water which contains, bacteria of the *Salmonella* or *Arizona* genera, the Bureau Director shall affirm the demand that they be destroyed under the supervision of an officer or employee of the Food and Drug Administration; otherwise, the Bureau Director shall issue a written notice that the prior demand by the District Office is withdrawn. If the Bureau Director affirms the demand for destruction he shall order that the destruction be accomplished within 10 working days from the date of the promulgation of his decision. The Bureau Director's decision shall be accom-

panied by a statement of the reasons for the decision. The decision of the Bureau Director shall constitute final agency action, appealable in the courts.

(v) If there is no appeal to the Director of the Bureau of Foods from the demand by the FDA District Office and the person in possession of the turtles or turtle eggs fails to destroy them within 10 working days, or if the demand is affirmed by the Director of the Bureau of Foods after an appeal and the person in possession of the turtles or turtle eggs fails to destroy them within 10 working days, the District Office shall designate an officer or employee to destroy the turtles or turtle eggs. It shall be unlawful to prevent or to attempt to prevent such destruction of turtles or turtle eggs by the officer or employee designated by the District Office. Such destruction will be stayed if so ordered by a court pursuant to an appeal in the courts as provided in paragraph (d) (1) (iv) of this section.

(2) **Criminal penalties.** Any person who violates any provision of this section, including but not limited to any person who transports live turtles or viable turtle eggs in interstate commerce without a certificate required by paragraph (b) of this section, or who offers for sale, live turtles or viable turtle eggs which have been transported in interstate commerce without such a certificate, or who refuses to comply with a valid final demand for destruction of turtles or turtle eggs, i.e., either an unappealed demand by an FDA District Office or a demand which has been affirmed by the Director of the Bureau of Foods pursuant to appeal, shall be subject to a fine of not more than \$1,000 or imprisonment for not more than 1 year, or both, for each violation, in accordance with section 368 of the Public Health Service Act (42 U.S.C. 271).

(e) **Exceptions.** The provisions of this section are not applicable to:

(1) Live turtles and viable turtle eggs used for bona fide scientific, educational, or exhibitional purposes, other than use as pets.

(2) Lots of less than seven live turtles or less than seven viable turtle eggs or any combination of such turtles and turtle eggs totaling less than seven.

(3) Marine turtles excluded from this regulation under the provisions of paragraph (a) (1) of this section and eggs of such turtles.

§ 1240.65 Psittacine birds.

(a) The term psittacine birds shall include all birds commonly known as parrots, Amazons, Mexican double heads, African grays, cockatoos, macaws, parakeets, love birds, lorries, lorikeets, and all other birds of the psittacine family.

(b) No person shall transport, or offer for transportation, in interstate traffic any psittacine bird unless the shipment is accompanied by a permit from the State health department of the State of destination where required by such department.

(c) Whenever the Surgeon General finds that psittacine birds or human beings in any area are infected with psittacosis and there is such danger of transmission of psittacosis from such area as to endanger the public health, he may declare it an area of infection. No person shall thereafter transport, or offer for transportation, in interstate traffic any psittacine bird from such area, except shipments authorized by the Surgeon General for purposes of medical research and accompanied by a permit issued by him, until the Surgeon General finds that there is no longer any danger of transmission of psittacosis from such area. As used in this paragraph, the term "area" includes, but is not limited to, specific premises or buildings.

§ 1240.70 Lather brushes.

(a) **General requirements.** A person shall not transport, or offer for transportation by the owner or operator of a conveyance, nor shall the owner or operator of a conveyance knowingly transport for another person, in interstate traffic lather brushes made from animal hair or bristles unless:

(1) Such brushes have been imported in compliance with the provisions of 42 CFR 71.151; or

(2) Such brushes have been manufactured in the United States, its territories, or possessions in compliance with the provisions of paragraphs (b), (c), (d), (e), and (f) of this section.

(b) **Treatment.** The hair or bristles used in such brushes, if other than badger hair, shall be subjected to sterilization or to a treatment found by the Surgeon General, upon application of an interested person and the submission by such person of supporting data, to be effective to destroy anthrax spores in the hair or bristles to be treated. Badger hair shall be subject to the requirement of sterilization or other treatment only if the Surgeon General finds, and so notifies the manufacturer, that the hair was secured from areas, or has been stored or handled under circumstances, likely to render it an agent in the spread of communicable diseases from one State or possession to another.

(c) **Sterilization.** Sterilization shall consist of:

(1) Exposure to steam under pressure in an autoclave at a minimum temperature of 120° C (248° F) for 15 minutes for bristles and 20 minutes for hair; or

(2) Exposure to streaming steam in an autoclave (not under pressure) at 100° C (212° F) for 30 minutes for bristles and 40 minutes for hair.

In either case, the steam temperature shall be measured in the exhaust line at its exit from the autoclave by an indicating thermometer found by the Surgeon General to give reasonable assurance of accuracy, and by a recording thermometer adjusted to read no higher at any time than the indicating thermometer. The time of exposure shall be measured from the moment at which the indicating thermometer reaches the specified sterilization temperature. Record-

ing thermometer charts for each sterilization shall be kept readily available. The hair or bristles shall be sterilized in tied or wrapped bundles not exceeding 2½ inches in diameter and 5 inches in length, or in untied and unwrapped lots not exceeding 2½ inches in depth. The bundle or lots shall be placed on racks or trays in single layers, with the racks or trays separated from each other sufficiently to assure free circulation of the steam and the exposure of all the hair or bristles to such steam. If the hair or bristles are placed in the autoclave in wrapped bundles, the ends of the bundles shall be left open.

(d) *Handling and storage.* Hair or bristles which have been treated, by sterilization or otherwise, shall be marked with the date of treatment, the method used, and name and location of the establishment at which treatment occurred, and shall be so handled and stored as to prevent their contamination or recontamination with anthrax spores.

(e) *Identifying marks.* Lather brushes shall be marked permanently with the name of the manufacturer or with an identifying mark of the manufacturer registered with the Surgeon General.

(f) *Inspection.* Persons engaged in processing or other handling of hair or bristles for use in lather brushes manufactured for transportation in interstate traffic and persons engaged in manufacturing such lather brushes from hair or bristles shall permit authorized representatives of the Surgeon General to make at any reasonable time such inspection of the plants or other places, including the equipment, operations, and products thereof, at which such manufacturing, processing or handling is carried on as may be necessary in the judgment of such representatives to determine compliance with the provisions of this section.

§ 1240.75 Garbage.

(a) A person shall not transport, receive, or cause to be transported or received, garbage in interstate traffic and feed such garbage to swine unless, prior to the feeding, such garbage has received minimum heat treatment.

(b) A person transporting garbage in interstate traffic shall not make, or agree to make, delivery thereof to any person with knowledge of the intent or customary practice of such person to feed to swine garbage which has not been subjected to minimum heat treatment.

Subpart E—Source and Use of Potable Water

§ 1240.80 General requirements for water for drinking and culinary purposes.

Only potable water shall be provided for drinking and culinary purposes by any operator of a conveyance engaged in interstate traffic, except as provided in § 1250.84(b) of this chapter. Such water shall either have been obtained from watering points approved by the Surgeon General, or, if treated aboard a conveyance, shall have been subjected to treatment approved by the Surgeon General.

§ 1240.83 Approval of watering points.

(a) The Surgeon General shall approve any watering point if (1) the water supply thereat meets the standards prescribed in the Drinking Water Standards as set forth in 42 C.F.R. 72.201 through 72.207, and (2) the methods of and facilities for delivery of such water to the conveyance and the sanitary conditions surrounding such delivery prevent the introduction, transmission, or spread of communicable diseases.

(b) The Surgeon General may base his approval or disapproval of a watering point upon investigations made by representatives of State departments of health or of the health authorities of contiguous foreign nations.

(c) If a watering point has not been approved, the Surgeon General may permit its temporary use under such conditions as, in his judgment, are necessary to prevent the introduction, transmission, or spread of communicable diseases.

(d) Upon request of the Surgeon General, operators of conveyances shall provide information as to watering points used by them.

§ 1240.86 Protection of pier water system.

No vessel engaged in interstate traffic shall make a connection between its non-potable water system and any pier potable water system unless provisions are made to prevent backflow from the vessel to the pier.

§ 1240.90 Approval of treatment aboard conveyances.

(a) The treatment of water aboard conveyances shall be approved by the Surgeon General if the apparatus used is of such design and is so operated as to be capable of producing and in fact does produce, potable water.

(b) The Surgeon General may base his approval or disapproval of the treatment of water upon investigations made by representatives of State departments of health or of the health authorities of contiguous foreign nations.

(c) Overboard water treated on vessels shall be from areas relatively free of contamination and pollution.

§ 1240.95 Sanitation of water boats.

No vessel engaged in interstate traffic shall obtain water for drinking and culinary purposes from any water boat unless the tanks, piping, and other appurtenances used by the water boat in the loading, transportation, and delivery of such drinking and culinary water, have been approved by the Surgeon General.

PART 1250—INTERSTATE CONVEYANCE SANITATION

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AUTHORITY: Secs. 215, 361, 58 Stat. 690, 703, as amended; (42 U.S.C. 216, 264).

Subpart A—General Provisions

§ 1250.3 Definitions.

As used in this part, terms shall have the following meaning:

(a) *Bactericidal treatment.* The application of a method or substance for the destruction of pathogens and other organisms as set forth in § 1240.10 of this chapter.

(b) *Communicable diseases.* Illnesses due to infectious agents or their toxic products, which may be transmitted from a reservoir to a susceptible host either directly as from an infected person or animal or indirectly through the agency of an intermediate plant or

animal host, vector, or the inanimate environment.

(c) *Communicable period.* The period or periods during which the etiologic agent may be transferred directly or indirectly from the body of the infected person or animal to the body of another.

(d) *Contamination.* The presence of a certain amount of undesirable substance or material, which may contain pathogenic microorganisms.

(e) *Conveyance.* Conveyance means any land or air carrier, or any vessel as defined in paragraph (m) of this section.

(f) *Existing vessel.* Any vessel the construction of which was started prior to the effective date of the regulations in this part.

(g) *Garbage.* (1) The solid animal and vegetable waste, together with the natural moisture content, resulting from the handling, preparation, or consumption of foods in houses, restaurants, hotels, kitchens, and similar establishments, or (2) any other food waste containing pork.

(h) *Interstate traffic.* (1) The movement of any conveyance or the transportation of persons or property, including any portion of such movement or transportation which is entirely within a State or possession, (i) from a point of origin in any State or possession to a point of destination in any other State or possession, or (ii) between a point of origin and a point of destination in the same State or possession but through any other State, possession, or contiguous foreign country.

(2) Interstate traffic does not include the following:

(i) The movement of any conveyance which is solely for the purpose of unloading persons or property transported from a foreign country, or loading persons or property for transportation to a foreign country.

(ii) The movement of any conveyance which is solely for the purpose of effecting its repair, reconstruction, rehabilitation, or storage.

(i) *Possession.* Any of the possessions of the United States, including Puerto Rico and the Virgin Islands.

(j) *Potable water.* Water which meets the standards prescribed in the Public Health Service Drinking Water Standards as set forth in 42 CFR 72.201 through 72.207.

(k) *State.* Any State, the District of Columbia, Puerto Rico and the Virgin Islands.

(l) *Utensil.* Includes any kitchenware, tableware, glassware, cutlery, containers, or equipment with which food or drink comes in contact during storage, preparation, or serving.

(m) *Vessel.* Any passenger-carrying, cargo, or towing vessel exclusive of:

(1) Fishing boats including those used for shell-fishing;

(2) Tugs which operate only locally in specific harbors and adjacent waters;

(3) Barges without means of self-propulsion;

(4) Construction-equipment boats and dredges; and

(5) Sand and gravel dredging and handling boats.

(n) *Wash water.* Water suitable for domestic uses other than for drinking and culinary purposes, and medical care purposes excluding hydrotherapy.

(o) *Shellfish.* Any fresh, frozen, or incompletely cooked oysters, clams, or mussels, either shucked or in the shell, and any fresh, frozen, or incompletely cooked edible products thereof.

Subpart B—Food Service Sanitation on Land and Air Conveyances, and Vessels

§ 1250.20 Applicability.

All conveyances engaged in interstate traffic shall comply with the requirements prescribed in this subpart and § 1240.20 of this chapter.

§ 1250.21 Inspection.

The Surgeon General may inspect such conveyances to determine compliance with the requirements of this subpart and § 1240.20 of this chapter.

§ 1250.22 General requirements.

All food and drink served on conveyances shall be clean, wholesome, and free from spoilage, and shall be prepared, stored, handled, and served in accordance with the requirements prescribed in this subpart and § 1240.20 of this chapter.

§ 1250.25 Source identification and inspection of food and drink.

(a) Operators of conveyances shall identify, when requested by the Surgeon General, the vendors, distributors or dealers from whom they have acquired or are acquiring their food supply, including milk, fluid milk products, ice cream and other frozen desserts, butter, cheese, bottled water, sandwiches and box lunches.

(b) The Surgeon General may inspect any source of such food supply in order to determine whether the requirements of the regulations in this subpart and in § 1240.20 of this chapter are being met, and may utilize the results of inspections of such sources made by representatives of State health departments or of the health authorities of contiguous foreign nations.

§ 1250.26 Special food requirements.

Milk, fluid milk products, ice cream and other frozen desserts, butter, cheese, and shellfish served or sold on conveyances shall conform to the following requirements:

(a) Milk and fluid milk products, including cream, buttermilk, skim milk, milk beverages, and reconstituted milk, shall be pasteurized and obtained from a source of supply approved by the Surgeon General. The Surgeon General shall approve any source of supply at or from which milk or fluid milk products are produced, processed, and distributed so as to prevent the introduction, transmission, or spread of communicable diseases. If a source of supply of milk or fluid milk products has not been approved, the Surgeon General may permit

its temporary use under such conditions as, in his judgment, are necessary to prevent the introduction, transmission, or spread of communicable diseases. Containers of milk and fluid milk products shall be plainly labeled to show the contents, the word "pasteurized", and the identity of the plant at which the contents were packaged by name and address, provided that a code may be used in lieu of address.

(b) Ice cream, other frozen desserts, and butter shall be manufactured from milk or milk products that have been pasteurized or subjected to equivalent heat treatment.

(c) Cheese shall be (1) pasteurized or subjected to equivalent heat treatment, (2) made from pasteurized milk products or from milk products which have been subjected to equivalent heat treatment, or (3) cured for not less than 60 days at a temperature not less than 35° F.

(d) Milk, buttermilk, and milk beverages shall be served in or from the original individual containers in which received from the distributor, or from a bulk container equipped with a dispensing device so designed, constructed, installed, and maintained as to prevent the transmission of communicable diseases.

(e) Shellfish purchased for consumption on any conveyance shall originate from a dealer currently listed by the Public Health Service as holding an unexpired and unrevoked certificate issued by a State authority.

(f) Shucked shellfish shall be purchased in the containers in which they are placed at the shucking plant and shall be kept therein until used. The State abbreviation and the certificate number of the packers shall be permanently recorded on the container.

§ 1250.27 Storage of perishables.

All perishable food or drink shall be kept at or below 50° F, except when being prepared or kept hot for serving.

§ 1250.28 Source and handling of ice.

Ice coming in contact with food or drink and not manufactured on the conveyance shall be obtained from sources approved by competent health authorities. All ice coming in contact with food or drink shall be stored and handled in such manner as to avoid contamination.

§ 1250.30 Construction, maintenance and use of places where food is prepared, served, or stored.

(a) All kitchens, galleys, pantries, and other places where food is prepared, served, or stored shall be adequately lighted and ventilated: *Provided, however,* That ventilation of cold storage rooms shall not be required. All such places where food is prepared, served, or stored shall be so constructed and maintained as to be clean and free from flies, rodents, and other vermin.

(b) Such places shall not be used for sleeping or living quarters.

(c) Water of satisfactory sanitary quality, under head or pressure, and adequate in amount and temperature, shall be easily accessible to all rooms in which food is prepared and utensils are cleaned.

(d) All plumbing shall be so designed, installed, and maintained as to prevent contamination of the water supply, food, and food utensils.

§ 1250.32 Food-handling operations.

(a) All food-handling operations shall be accomplished so as to minimize the possibility of contaminating food, drink, or utensils.

(b) The hands of all persons shall be kept clean while engaged in handling food, drink, utensils, or equipment.

§ 1250.33 Utensils and equipment.

(a) All utensils and working surfaces used in connection with the preparation, storage, and serving of food or beverages, and the cleaning of food utensils, shall be so constructed as to be easily cleaned and self-draining and shall be maintained in good repair. Adequate facilities shall be provided for the cleaning and bactericidal treatment of all multi-use eating and drinking utensils and equipment used in the preparation of food and beverages. An indicating thermometer, suitably located, shall be provided to permit the determination of the hot water temperature when and where hot water is used as the bactericidal agent.

(b) All multi-use eating and drinking utensils shall be thoroughly cleaned in warm water and subjected to an effective bactericidal treatment after each use. All other utensils that come in contact with food and drink shall be similarly treated immediately following the day's operation. All equipment shall be kept clean.

(c) After bactericidal treatment, utensils shall be stored and handled in such manner as to prevent contamination before reuse.

§ 1250.34 Refrigeration equipment.

Each refrigerator shall be equipped with a thermometer located in the warmest portion thereof. Waste water drains from ice boxes, refrigerating equipment, and refrigerated spaces shall be so installed as to prevent backflow of contaminating liquids.

§ 1250.35 Health of persons handling food.

(a) Any person who is known or suspected to be in a communicable period or a carrier of any communicable disease shall not be permitted to engage in the preparation, handling, or serving of water, other beverages, or food.

(b) Any person known or suspected to be suffering from gastrointestinal disturbance or who has on the exposed portion of the body an open lesion or an infected wound shall not be permitted to engage in the preparation, handling, or serving of food or beverages.

§ 1250.38 Toilet and lavatory facilities for use of food-handling employees.

(a) Toilet and lavatory facilities of suitable design and construction shall be provided for use of food-handling employees. Railroad dining car crew lavatory facilities are regulated under § 1250.45.

(b) Signs directing food-handling employees to wash their hands after each use of toilet facilities shall be posted so as to be readily observable by such employees. Hand washing facilities shall include soap, sanitary towels and hot and cold running water or warm running water in lieu of hot and cold running water.

(c) All toilet rooms shall be maintained in a clean condition.

§ 1250.39 Garbage equipment and disposition.

Watertight, readily cleanable non-absorbent containers with close-fitting covers shall be used to receive and store garbage. Garbage and refuse shall be disposed of as frequently as is necessary and practicable.

Subpart C—Equipment and Operation of Land and Air Conveyances

§ 1250.40 Applicability.

The sanitary equipment and facilities on land and air conveyances engaged in interstate traffic and the use of such equipment and facilities shall comply with the requirements prescribed in this subpart.

§ 1250.41 Submittal of construction plans.

Plans for the construction or major reconstruction of sanitary equipment or facilities for such conveyances shall be submitted to the Surgeon General for review of the conformity of such plans with the requirements of this subpart, except that submittal of plans shall not be required for any conveyance under reconstruction if the owner or operator thereof has made arrangements satisfactory to the Surgeon General for inspections of such conveyances while under reconstruction for the purpose of determining conformity with those requirements.

§ 1250.42 Water systems; constant temperature bottles.

(a) The water system, whether of the pressure or gravity type, shall be complete and closed from the filling ends to the discharge taps, except for protected vent openings. The water system shall be protected against backflow.

(b) Filling pipes or connections through which water tanks are supplied shall be provided on both sides of all new railway conveyances and on existing conveyances when they undergo heavy repairs. All filling connections shall be easily cleanable and so located and protected as to minimize the hazard of contamination of the water supply.

(c) On all new or reconstructed conveyances, water coolers shall be an integral part of the closed system.

(d) Water filters if used on dining cars and other conveyances will be permitted only if they are so operated and maintained at all times as to prevent contamination of the water.

(e) Constant temperature bottles and other containers used for storing or dispensing potable water shall be kept clean at all times and shall be subjected to effective bactericidal treatment as often as may be necessary to prevent the contamination of water so stored and dispensed.

§ 1250.43 Ice.

Ice shall not be permitted to come in contact with water in coolers or constant temperature bottles.

§ 1250.44 Drinking utensils and toilet articles.

(a) No cup, glass, or other drinking utensil which may be used by more than one person shall be provided on any conveyance unless such cup, glass, or drinking utensil shall have been thoroughly cleaned and subjected to effective bactericidal treatment after each individual use.

(b) Towels, combs, or brushes for common use shall not be provided.

§ 1250.45 Food handling facilities on railroad conveyances.

(a) Both kitchens and pantries of cars hereafter constructed or reconstructed shall be equipped with double sinks, one of which shall be of sufficient size and depth to permit complete immersion of a basket of dishes during bactericidal treatment; in the pantry a dishwashing machine may be substituted for the double sinks. If chemicals are used for bactericidal treatment, 3-compartment sinks shall be provided.

(b) A sink shall be provided for washing and handling cracked ice used in food or drink and shall be used for no other purpose.

(c) Lavatory facilities for the use of the dining car crew shall be provided on each dining car. Such facilities shall be conveniently located and used for hand and face washing only: *Provided, however, That where the kitchen and pantry on a dining car hereafter constructed or reconstructed are so partitioned or separated as to impede free passage between them lavatory facilities shall be provided in both the kitchen and the pantry.*

(d) Wherever toilet and lavatory facilities required by paragraph (c) of this section are not on the dining car, a lavatory shall be provided on the dining car for the use of employees. The lavatory shall be conveniently located and used only for the purpose for which it is installed.

§ 1250.49 Cleanliness of conveyances.

Conveyances while in transit shall be kept clean and free of flies and mosqui-

toes. A conveyance which becomes infected with vermin shall be placed out of service until such time as it shall have been effectively treated for the destruction of the vermin.

§ 1250.50 Toilet and lavatory facilities.

Where toilet and lavatory facilities are provided on conveyances they shall be so designed as to permit ready cleaning. On conveyances not equipped with retention facilities, toilet hoppers shall be of such design and so located as to prevent spattering of water filling pipes or hydrants.

§ 1250.51 Discharge of wastes on railroad conveyances.

(a) *New railroad conveyances.* Human wastes, garbage, waste water, or other polluting materials shall not be discharged from any new railroad conveyance except at servicing areas approved by the Commissioner of Food and Drugs. In lieu of retention pending discharge at approved servicing areas, human wastes, garbage, waste water, or other polluting materials that have been suitably treated to prevent the spread of communicable diseases may be discharged from such conveyances, except at stations. For the purposes of this section, "new railroad conveyance" means any such conveyance placed into service for the first time after July 1, 1972, and the terms "waste water or other polluting materials" do not include drainage of drinking water taps or lavatory facilities.

(b) *Nonnew railroad conveyances.* Human waste, garbage, waste water, or other polluting materials shall not be discharged from any railroad conveyance after December 31, 1974, except at servicing areas approved by the Commissioner of Food and Drugs. If justified, an extension may be granted by the Commissioner of Food and Drugs, but in no case beyond December 31, 1977. In lieu of retention pending discharge at approved servicing areas, human wastes, garbage, waste water, or other polluting materials that have been suitably treated to prevent the spread of communicable diseases may be discharged from such conveyances, except at stations. The terms "waste water or other polluting materials" do not include drainage of drinking water taps or lavatory facilities.

(c) *Toilets.* When railroad conveyances, occupied or open to occupancy by travelers, are at a station or servicing area, toilets shall be kept locked unless means are provided to prevent contamination of the area or station.

(d) *Requests for approvals or extensions.* Requests for approval of servicing areas or extensions of compliance time under the provisions of this section should be addressed to the Commissioner, Food and Drug Administration, 5600 Fishers Lane, Rockville, MD 20852.

§ 1250.52 Discharge of wastes on highway conveyances.

There shall be no discharge of excrement, garbage, or waste water from a highway conveyance except at servicing

areas approved by the Surgeon General.

§ 1250.53 Discharge of wastes on air conveyances.

There shall be no discharge of excrement or garbage from any air conveyance except at servicing areas approved by the Surgeon General.

Subpart D—Servicing Areas for Land and Air Conveyances

§ 1250.60 Applicability.

Land and air conveyances engaged in interstate traffic shall use only such servicing areas within the United States as have been approved by the Surgeon General as being in compliance with the requirements prescribed in this subpart.

§ 1250.61 Inspection and approval.

The Surgeon General may inspect any such areas to determine whether they shall be approved. He may base his approval or disapproval on investigations made by representatives of State departments of health.

§ 1250.62 Submittal of construction plans.

Plans for construction or major reconstruction of sanitation facilities at servicing areas shall be submitted to the Surgeon General for review of the conformity of the proposed facilities with the requirements of this subpart.

§ 1250.63 General requirements.

Servicing areas shall be provided with all necessary sanitary facilities so operated and maintained as to prevent the spread of communicable diseases.

§ 1250.65 Drainage.

All platforms and other places at which water or food supplies are loaded onto or removed from conveyances shall be adequately drained so as to prevent pooling.

§ 1250.67 Watering equipment.

(a) *General requirements.* All servicing area piping systems, hydrants, taps, faucets, hoses, buckets, and other appurtenances necessary for delivery of drinking and culinary water to a conveyance shall be designed, constructed, maintained and operated in such a manner as to prevent contamination of the water.

(b) *Outlets for nonpotable water.* Outlets for nonpotable water shall be provided with fittings different from those provided for outlets for potable water and each nonpotable water outlet shall be posted with permanent signs warning that the water is unfit for drinking.

(c) *Ice.* If bulk ice is used for the cooling of drinking water or other beverages, or for food preservation purposes, equipment constructed so as not to become a factor in the transmission of communicable diseases shall be provided for the storage, washing, handling, and delivery to conveyances of such bulk ice, and such equipment shall be used for no other purposes.

§ 1250.70 Employee conveniences.

(a) There shall be adequate toilet, washroom, locker, and other essential sanitary facilities readily accessible for use of employees adjacent to places or areas where land and air conveyances are serviced, maintained, and cleared. These facilities shall be maintained in a clean and sanitary condition at all times.

(b) In the case of diners not in a train but with a crew on board, adequate toilet facilities shall be available to the crew within a reasonable distance but not exceeding 500 feet of such diners.

(c) Drinking fountains and coolers shall be constructed of impervious, non-oxidizing material, and shall be so designed and constructed as to be easily cleaned. The jet of a drinking fountain shall be slanting and the orifice of the jet shall be protected by a guard in such a manner as to prevent contamination thereof by droppings from the mouth. The orifice of such a jet shall be located a sufficient distance above the rim of the basin to prevent backflow.

§ 1250.75 Disposal of human wastes.

(a) At servicing areas and at stations where land and air conveyances are occupied by passengers the operations shall be so conducted as to avoid contamination of such areas and stations by human wastes.

(b) Toilet wastes shall be disposed of through sanitary sewers or by other methods assuring sanitary disposal of such wastes. All soil cans and removable containers shall be thoroughly cleaned before being returned to use. Equipment for cleaning such containers and for flushing nonremovable containers and waste carts shall be so designed as to prevent backflow into the water line, and such equipment shall be used for no purpose connected with the handling of food, water or ice.

(c) All persons who have handled soil cans or other containers which have come in contact with human wastes shall be required to wash their hands thoroughly with soap and warm water and to remove any garments which have become soiled with such wastes before engaging in any work connected with the loading, unloading, transporting or other handling of food, water or ice.

§ 1250.79 Garbage disposal.

(a) Water-tight, readily cleanable, nonabsorbent containers with close-fitting covers shall be used to receive and store garbage.

(b) Can washing and draining facilities shall be provided.

(c) Garbage cans shall be emptied daily and shall be thoroughly washed before being returned for use.

Subpart E—Sanitation Facilities and Conditions on Vessels

§ 1250.80 Applicability.

The sanitation facilities and the sanitary conditions on vessels engaged in interstate traffic shall comply with the requirements prescribed in this subpart, provided that no major structural change will be required on existing vessels.

§ 1250.81 Inspection.

The Surgeon General may inspect such vessels to determine compliance with the requirements of this subpart.

§ 1250.82 Potable water systems.

The following conditions must be met by vessel water systems used for the storage and distribution of water which has met the requirements of § 1240.80 of this chapter.

(a) The potable water system, including filling hose and lines, pumps, tanks, and distributing pipes, shall be separate and distinct from other water systems and shall be used for no other purposes.

(b) All potable water tanks shall be independent of any tanks holding non-potable water or other liquid. All potable water tanks shall be independent of the shell of the ship unless (1) the bottom of the tank is at least 2 feet above the maximum load water line, (2) the seams in the shell are continuously welded, and (3) there are no rivets in that part of the shell which forms a side of a tank. A deck may be used as the top of a tank provided there are no access or inspection openings or rivets therein, and the seams are continuously welded. No toilet or urinal shall be installed immediately above that part of the deck which forms the top of a tank. All potable water tanks shall be located at a sufficient height above the bilge to allow for draining and to prevent submergence in bilge water.

(c) Each potable water tank shall be provided with a means of drainage and, if it is equipped with a manhole, overflow, vent, or a device for measuring depth of water, provision shall be made to prevent entrance into the tank of any contaminating substance. No deck or sanitary drain or pipe carrying any non-potable water or liquid shall be permitted to pass through the tank.

(d) Tanks and piping shall bear clear marks of identification.

(e) There shall be no backflow or cross connection between potable water systems and any other systems. Pipes and fittings conveying potable water to any fixture, apparatus, or equipment shall be installed in such way that backflow will be prevented. Waste pipes from any part of the potable water system, including treatment devices, discharging to a drain, shall be suitably protected against backflow.

(f) Water systems shall be cleaned, disinfected, and flushed whenever the Surgeon General shall find such treatment necessary to prevent the introduction, transmission, or spread of communicable diseases.

§ 1250.83 Storage of water prior to treatment.

The following requirements with respect to the storage of water on vessels

prior to treatment must be met in order to obtain approval of treatment facilities under § 1240.90 of this chapter.

(a) The tank, whether independent or formed by the skin of the ship, deck, tank top, or partitions common with other tanks, shall be free of apparent leakage.

(b) No sanitary drain shall pass through the tank.

(c) The tank shall be adequately protected against both the backflow and discharge into it of bilge or highly contaminated water.

§ 1250.84 Water in galleys and medical care spaces.

(a) Potable water, hot and cold, shall be available in the galley and pantry except that, when potable water storage is inadequate, nonpotable water may be piped to the galley for deck washing and in connection with garbage disposal. Any tap discharging nonpotable water which is installed for deck washing purposes shall not be more than 18 inches above the deck and shall be distinctly marked "For deck washing only".

(b) In the case of existing vessels on which heat treated wash water has been used for the washing of utensils prior to the effective date of the regulations in this part, such water may continue to be so used provided controls are employed to insure the heating of all water to at least 170° F before discharge from the heater.

(c) Potable water, hot and cold, shall be available in medical care spaces for hand-washing and for medical care purposes excluding hydrotherapy.

§ 1250.85 Drinking fountains and coolers; ice; constant temperature bottles.

(a) Drinking fountains and coolers shall be constructed of impervious, non-oxidizing material, and shall be so designed and constructed as to be easily cleaned. The jet of a drinking fountain shall be slanting and the orifice of the jet shall be protected by a guard in such a manner as to prevent contamination thereof by droppings from the mouth. The orifice of such a jet shall be located a sufficient distance above the rim of the basin to prevent backflow.

(b) Ice shall not be permitted to come in contact with water in coolers or constant temperature bottles.

(c) Constant temperature bottles and other containers used for storing or dispensing potable water shall be kept clean at all times and shall be subjected to effective bactericidal treatment after each occupancy of the space served and at intervals not exceeding one week.

§ 1250.86 Water for making ice.

Only potable water shall be piped into a freezer for making ice for drinking and culinary purposes.

§ 1250.87 Wash water.

Where systems installed on vessels for wash water, as defined in § 1250.3(n), do not comply with the requirements of a potable water system, prescribed in § 1250.82, they shall be constructed so as to minimize the possibility of the water therein being contaminated. The storage tanks shall comply with the requirements of § 1250.83, and the distribution system shall not be cross connected to a system carrying water of a lower sanitary quality. All faucets shall be labeled "Unfit for drinking".

§ 1250.89 Swimming pools.

(a) Fill and draw swimming pools shall not be installed or used.

(b) Swimming pools of the recirculation type shall be equipped so as to provide complete circulation, replacement, and filtration of the water in the pool every six hours or less. Suitable means of chlorination and, if necessary, other treatment of the water shall be provided to maintain the residual chlorine in the pool water at not less than 0.4 part per million and the pH (a measure of the hydrogen ion concentration) not less than 7.0.

(c) Flowing-through types of salt water pools shall be so operated that complete circulation and replacement of the water in the pool will be effected every 6 hours or less. The water delivery pipe to the pool shall be independent of all other pipes and shall originate at a point where maximum flushing of the pump and pipe line is effected after leaving polluted waters.

§ 1250.90 Toilets and lavatories.

Toilet and lavatory equipment and spaces shall be maintained in a clean condition.

§ 1250.93 Discharge of wastes.

Vessels operating on fresh water lakes or rivers shall not discharge sewage, or ballast or bilge water, within such areas adjacent to domestic water intakes as are designated by the Surgeon General.

§ 1250.95 Insect control.

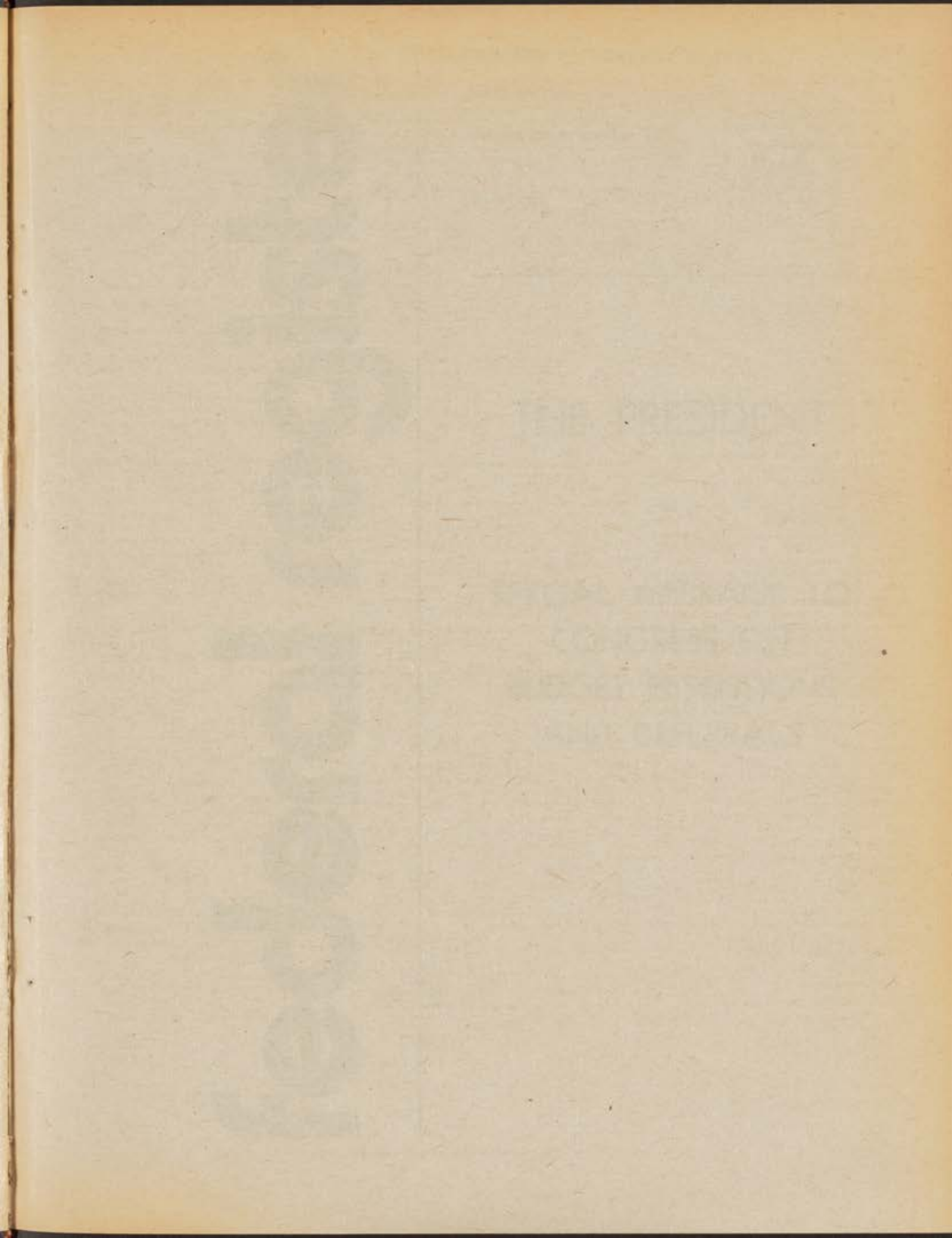
Vessels shall be maintained free of infestation by flies, mosquitoes, fleas, lice, and other insects known to be vectors in the transmission of communicable diseases, through the use of screening, insecticides, and other generally accepted methods of insect control.

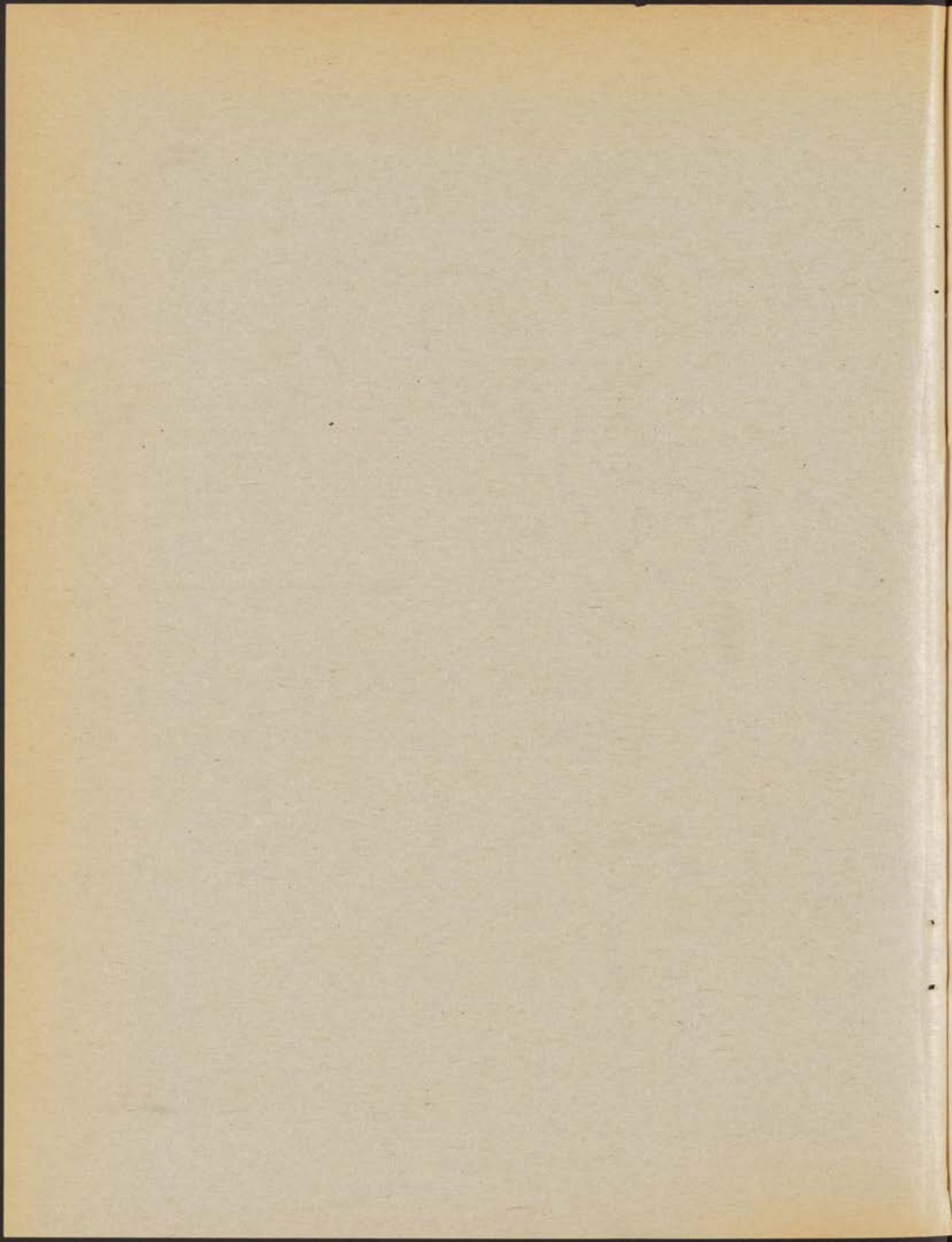
§ 1250.96 Rodent control.

Vessels shall be maintained free of rodent infestation through the use of traps, poisons, and other generally accepted methods of rodent control.

NOTE: Incorporation by reference provisions approved by the Director of the Office of the Federal Register on March 20, 1973.

[FR Doc.75-3395 Filed 2-5-75;8:45 am]





federal register

THURSDAY, FEBRUARY 6, 1975

WASHINGTON, D.C.

Volume 40 ■ Number 26

PART III



THE PRESIDENT

■

SPECIAL MESSAGE TO CONGRESS ON BUDGET RESCISSIONS AND DEFERRALS

Special Message to Congress on Budget Rescissions and Deferrals

To the Congress of the United States

I herewith report on additional rescissions and deferrals for fiscal year 1975, as required by the Congressional Budget and Impoundment Control Act of 1974.

Thirty-five new rescissions and 14 new deferrals are proposed in the amounts of \$1,097 million and \$769 million, respectively. In addition, five revised rescission reports reduce by \$178 million the amounts proposed for rescission in earlier reports, and 12 revised deferral reports increase the amounts reported as deferred in earlier reports by \$111 million.

In the main, the rescissions and deferrals transmitted herein seek to reduce the increased Federal spending that would otherwise result from four recently-enacted 1975 appropriation bills—Labor-Health, Education, and Welfare, Agriculture-Environmental and Consumer Protection, the First Supplemental; and the Urgent Supplemental. The 93rd Congress, in the conference report on the Labor-HEW bill, indicated its willingness “* * * to give full consideration to such rescissions and deferrals * * *” as might be required to keep 1975 spending within the total estimate for the bill.

If the Congress does not agree to the rescissions and deferrals accompanying this message, the 1975 deficit will grow by \$357 million and the 1976 deficit by \$675 million. I ask the 94th Congress to give full consideration to the question of whether increased Federal spending—with its associated inflationary effects and implied longer-term commitments—is warranted for these programs at this time.

Gerald R. Ford

THE WHITE HOUSE,
January 30, 1975.

Deferral #	Item	Budget Authority	Deferral #	Item	Budget Authority
	Agriculture--Continued:			Labor:	
	Forest Service:			Departmental Management:	
D75-25A	Forest Fire Prevention.....	173	D75-150	Special Foreign Currency.....	200
D75-26A	Expenses, Brush Disposal.....	26,141		Transportation:	
	Commerce:			National Highway Traffic Safety Administration:	
D75-140	General Administration:		D75-151	Traffic and Highway Safety.....	1,800
	Special Foreign Currency.....	1,500		Environmental Protection Agency:	
D75-141	Economic Development Administration:		D75-152	Abatement and Control (Air and Water Control Agency Grants).....	9,375
	Job Opportunities Program.....	125,000		Total.....	2,621,464
	National Bureau of Standards, Office of Telecommunications:				
D75-97A	Scientific and Technical research and services.....	4,628			
	Maritime Administration:				
D75-99A	Research and Development.....	7,768			
	Health, Education, and Welfare:				
	Health Services Administration:				
D75-142	Health Services.....	13,996			
	National Institutes of Health:				
D75-143	Research Resources.....	6,255			
	Alcohol, Drug Abuse and Mental Health Administration:				
D75-144	Alcohol, Drug Abuse, and Mental Health.....	2,326			
D75-145	Health Resources Administration:				
D75-146	Health Resources.....	2,823			
	Health Resources (Health Facilities Construction).....	301,340			
D75-102A	Health Resources (Program Management).....	740			
	Office of Education:				
D75-147	Higher Education (Basic Opportunity Grants). 298,714				
D75-42A	Higher Education (Construction).....	72,790			
D75-148	Library Resources.....	2,792			
	Social Security Administration:				
D75-44B	Limitation on Construction.....	20,576			
	Special Institutions:				
D75-149	Gallaudet College (Construction).....	1,267			
D75-46A	Howard University (Construction).....	5,323			
	Interior:				
	Indian Affairs:				
D75-62A	Road Construction.....	135,175			

Re: Extension Proposal No. R75-47

PROPOSED REVISIONS OF BUDGET AUTHORITY
 Report Pursuant to Sec. 1012 of P.L. 93-344

Agency	
Department of Agriculture	
Bureau	
Extension Service	
Appropriation Title & Symbol	
Extension Service: 1250502	
	Has budget authority (P.L. 93-563)
	Other budgetary resources
	Total Budgetary Resources
	Amount proposed for rescission
	\$ 215,357,000
	215,357,000
	3,200,000

Justification

Rescission of \$3,200,000 for Expanded Food & Nutrition Education Program is one of the special actions proposed by the President to restrain the 1975 budget outlays. This program provides educational assistance to improve the nutritional level of low income families. In addition, a program evaluation is currently underway and its expected results could produce greater efficiencies and improve participant benefits. Until this determination is completed, the current program level should be continued.

Estimated Effects

The fiscal year 1975 grant level of \$47,360,000 will provide for the highest priority needs for this program.

Total 1975 Outlays

1975 Budget (February Transmittal)
 Without rescission (current estimates)
 With rescission (revised estimate)
 (Effect of action on 1976 outlays)

Dollars in Millions

206.9
 214.1
 210.9
 ---)

DEPARTMENT OF AGRICULTURE

Extension Service

Nutrition and Family Education Programs

Appropriations provided under this head in the Agriculture-Environ-

mental and Consumer Protection Appropriation Act of 1975 are

Rescinded in the amount of \$3,200,000.

Rescission Proposal No. 1 275-48

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Agriculture Bureau Agricultural Stabilization and Conservation Service Appropriation Title & Symbol	New budget authority (P.L. 93-563) Other budgetary resources	\$ 190,000,000 --
Agricultural Conservation Program 125/73315	Total Budgetary Resources	190,000,000
	Amount proposed for rescission	156,250,000

Justification: Rescission of \$156,250,000 of the contract authority authorized in the 1975 Agriculture-Environmental Consumer Protection Appropriation Act for the Agricultural Conservation Program is one of the special actions proposed by the President to restrain 1975 budget outlays as part of his program to combat inflation. This program provides cost-sharing assistance to farmers for carrying out practices for the conservation of soil and water resources on the Nation's agricultural land. The value of carrying out such practices has proven to be beneficial to farmers in terms of increased income through the years since the program's inception in 1936. With average farm income at high levels relative to the past, farmers are in a better position to meet the cost of resource conservation from their own income and should be expected to do so.

Estimated Effects: The proposed rescission will reduce the Agricultural Conservation Program contract authorization for fiscal year 1975 to \$33,750,000. This amount will be sufficient authorization to cover remaining increments of long-term agreements under the 1974 Agricultural Conservation Program (REAP). No new program will be implemented for 1975.

Total 1975 Outlays

Dollars in Millions

1975 Budget (February transmittal)
Without rescission (current estimate)
With rescission (revised estimate)
(Effect of action on 1976 outlays)

255.0^{1/}
274.1
239.1
-121.0

^{1/} Includes budget amendment.

DEPARTMENT OF AGRICULTURE

Agriculture Stabilization and Conservation Service

Agricultural Conservation Program

Contract authority provided under this head in the

Agriculture-Environmental and Consumer Protection Appro-

priation Act of 1975 is rescinded in the amount of

\$156,250,000.

SUPPLEMENTARY REPORT

Report Pursuant to Sec. 1014(c) of P.L. 93-344

This supplementary message modifies Rescission No. R75-8 transmitted in the special message of November 26, 1974, and printed as House Document No. 93-398.

The previous proposal reflected the rescission of \$11,212,940 of the funds provided in the Agriculture-Environmental and Consumer Protection Appropriation Act of 1974. The current proposal includes this amount and \$10,000,000 of the funds provided in the Agriculture-Environmental and Consumer Protection Appropriation Act of 1975 for a total rescission proposal of \$21,212,940.

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Agriculture Bureau Agricultural Stabilization and Conservation Service Appropriation Title & Symbol	New budget authority (P.L. 93-563) Other budgetary resources	\$ 10,000,000 17,553,712 1/
Water Bank Program - 1975 12X3320	Total Budgetary Resources	27,553,712 *
	Amount proposed for rescission	21,212,940 1/

Justification *

Rescission of \$10,000,000 of the fiscal year 1975 appropriation for the Water Bank Program is one of the special actions proposed by the President to restrain 1975 budget outlays. The Water Bank Program was authorized by the Water Bank Act, Public Law 91-559, approved December 19, 1970. The Act authorized the Secretary of Agriculture to enter into agreements for a period of 10 years with landowners and operators to preserve and improve migratory waterfowl habitat.

The Administration proposes no new program for 1975. Payments under agreements for 1972 and 1974 programs will continue to be made for the term of the agreements.

This program provides only limited wildlife and conservation benefits. It duplicates the objectives of a program currently being carried out by the Department of the Interior. For these reasons, it is a prime candidate for termination as a nonessential government program.

Estimated Effect *

The 1975 Water Bank Program can be terminated with little adverse impact to the Nation since it provides minimum conservation benefits.

Total 1975 Outlays *

1975 Budget (February transmittal)
Without rescission (current estimate)
With rescission (revised estimate)
(Effect of action on 1976 outlays)

Dollars in Millions

3.8
4.1
2.2
- 2.4

1/ Includes \$11,212,940 proposed for rescission under Proposal No. R75-8.

*Revised from previous submission.

DEPARTMENT OF AGRICULTURE

Agricultural Stabilization and Conservation Service

Water Bank Program

Appropriations provided under this head in the Agriculture-
Environmental and Consumer Protection Appropriation Acts for 1974
and 1975 are rescinded in the amount of \$21,211,940.

Rescission Proposal No.: 875-19

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Agriculture Bureau Agricultural Stabilization and Conservation Service Appropriation Title & Symbol	See budget authority (P.L. 93-363) Other budgetary resources Total Budgetary Resources	\$ 25,000,000 -- 25,000,000
Forestry Incentives Program - 1975 12X336	Amount proposed for rescission	25,000,000

Justification

Rescission of the entire appropriation of \$25,000,000 for the Forestry Incentives Program is one of the special actions proposed by the President to restrain 1975 budget outlays as part of his program to combat inflation.

This is a new program which would provide for government participation through cost-sharing for stimulating long-term eastfisher production on private, nonindustrial lands.

The Administration understands the concerns related to reforestation of lands and present and future needs of forests and forest products. But there is no indication of economic justification at this time for government participation through cost sharing for stimulating long-term eastfisher production on private, nonindustrial lands.

Estimated Effects

The 1975 Forestry Incentives Program can be terminated with little adverse impact to this Nation. Government technical assistance and advice would still remain available to owners of such lands who wish to carry out tree planting as a conservation measure or desire help to establish at their own expense a timber stand based on their assessment that such an undertaking is a sound economic investment.

Total 1975 Outlays

1975 Budget (February transmittal)
Without rescission (current estimate)
With rescission (revised estimate)
(Effect of action on 1976 outlays)

Dollars in Millions

6.2
6.2
--
-8.0

DEPARTMENT OF AGRICULTURE

Agriculture Stabilization and Conservation Service
Forestry Incentives Program

Appropriations provided under this head in the
Agriculture-Environmental and Consumer Protection Appro-
priation Act of 1975 are rescinded in the amount of
\$25,000,000.

Rescission Proposal No.: R75-50

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Department of Agriculture	New budget authority PL 93-563	\$ 13,750,000
Farmers Home Administration	Other budgetary resources	-
Rural Development Grants 1252065	Total Budgetary Resources	13,750,000
	Amount proposed for rescission	3,750,000

DEPARTMENT OF AGRICULTURE
Farmers Home Administration
Rural Development Grants

Justification

Rescission of \$3,750,000 of the annual appropriation for rural development grants is one of the special actions proposed by the President to restrain 1975 budget outlays. This program supplements business and industrial loans made in rural areas for the purpose of improving, developing, or financing business, industry, and employment and improving the economic and environmental climate in rural communities.

The rescission of \$3,750,000 is justified due to the lower demand for capital expansion in rural communities at this time. In addition, loan funds are available to fund this type program at reasonable interest rates and terms through the community facilities loan program. Also, the water and waste development grant program is funded at the highest level in its history making funds available for extension of water and waste facilities to rural industrial areas.

Estimated Effects

The estimated effects of the proposed rescission of \$3,750,000 of funds available under the Rural Development Grant program is considered negligible for three reasons. First, the program is funded at the level provided in the prior year which is considered adequate for projects considered essential. Second, the amount of funds involved in the rescission is extremely small considered on a nation-wide basis. Third, funds are available from other sources through the water and waste development program and the community facilities loan program to fund necessary projects.

Total 1975 Outlays

1975 Budget (February transmittal)
Without rescission (current estimate)
With rescission (revised estimate)
(Effect of action on 1975 outlays)

Dollars in Millions

\$6.0
6.8
5.0
-2.0

Appropriations provided under this head in the Agriculture-
Environmental and Consumer Protection Appropriation Act of
1975 are rescinded in the amount of \$3,750,000.

Rescission Proposal No.: R75-51

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Department of Agriculture	New budget authority	\$3,500,000
Farmers Home Administration	PL 93-563	
	Other budgetary resources	-
Rural Community Fire Protection	Total Budgetary Resources	3,500,000
Grants	Amount proposed for	
1252067	rescission	3,500,000

Justification

Rescission of the \$3,500,000 appropriated for rural community fire protection grants is one of the special actions proposed by the President to restrain 1975 budget outlays. This program, authorized under the Rural Development Act of 1972, would provide fire fighting equipment and funds for organizing and training of personnel to rural communities to assist in fire control. Procurement of equipment is a low priority in investment capital in view of the number of people benefitting from the program. In addition, adequate credit assistance to provide this equipment is available at reasonable interest rates and terms through the community facilities loan program.

Estimated Effects

The estimated effects of the proposed rescission is negligible for the following reasons: First, community facilities loans are available at reasonable interest rates and terms; Second, the Forest Service makes surplus fire fighting equipment available to rural communities; and Third, the amount of funds involved is small when considering the number of communities that would be helped on a nationwide basis.

Total 1975 Outlays

1975 Budget (February transmittal)
Without rescission (current estimate)
With rescission (revised estimate)
(Effect of action on 1976 outlays)

Dollars in Millions

3.5

DEPARTMENT OF AGRICULTURE

Farmers Home Administration

Rural Community Fire Protection GrantsAppropriations provided under this head in the Agriculture-Environmental and Consumer Protection Appropriation Act of1975 are rescinded in the amount of \$3,500,000.

SUPPLEMENTARY REPORT

Report Pursuant to Sec. 1014(c) of P.L. 93-344

This supplementary message revises Proposed Rescission No. 75-15A transmitted in the message of November 25, 1974 and printed as House Document No. 93-398.

An additional \$2,727,000 is now proposed for rescission. These funds were previously reported as deferrals for the entire year in Deferral No. D75-94.

Agency Department of Commerce	New budget authority (P.L. 93-433)
Bureau National Oceanic and Atmospheric Administration	\$ 440,930,000
Appropriation Title & Symbol	
Other budgetary resources	\$ 4,175,851
Total Budgetary Resources	\$ 445,105,851
Operations, Research and Facilities	
13X1450	
Amount proposed for rescission	\$ 3,227,000 *

JUSTIFICATION:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. These funds were placed in reserve on December 16, 1974.

It is proposed that a total of \$3,227,000 of the 1975 appropriation for Operations, research, and facilities be rescinded. Projects which would not be carried out are: data gathering by the Atlantic, Gulf, and Pacific Marine Fisheries Commissions leading to the development of a national fisheries plan; construction and operation of four salmon and steelhead rearing ponds in the Columbia River hatchery system; initiation of a marine ecosystems analysis project in Puget Sound; and procurement and deployment of four data buoys.

The Congress appropriated \$500,000 in FY 1975 for use by Interstate Fisheries Commissions in gathering data leading to the development of a national fisheries policy. NOAA is currently in the advanced stages of developing a national fisheries plan. Since the plan is due to be completed in 1975, the input that would be provided by this research would not be available in time for inclusion in the plan.

Congress also appropriated \$1,300,000 in FY 1975 for the construction, maintenance, and operation of four salmon and steelhead rearing ponds on the Columbia River. These ponds, when in operation, would eventually increase the supply of these fish available for harvest. However, 21 fish hatcheries are already operated on the Columbia River, at an annual cost of \$5.1 million, and high priority is being given to actions which will provide for the conservation and better management of these fish stocks. For example, through the International North Pacific Fisheries Commission, NOAA is attempting to lower the foreign catch of anadromous species on the high seas. Additional fishery stock assessments and joint State-Federal fisheries management efforts are being directed to this end.

Also in 1975, \$500,000 was appropriated to initiate a marine ecosystems analysis project in Puget Sound. This would eventually require a three to five year effort costing several million dollars. NOAA is presently conducting a similar project in the area of the New York Bight which is expected to result in the development of techniques and procedures which will enable future marine ecosystems analysis projects to be conducted more efficiently and effectively. Consequently, delay in initiation of the Puget Sound project is proposed until the new techniques and procedures are more fully developed.

*Revised from previous submission.

DEPARTMENT OF COMMERCE

National Oceanic and Atmospheric Administration
Operations, Research, and Facilities

Appropriations provided under this head in the

Department of Commerce Appropriation Act, 1975, are

rescinded in the amount of \$3,227,000: Provided, That
no part of the remaining sums shall be subject to the
second proviso of said appropriation.

A total of \$8.8 million was appropriated in FY 1975 for procurement, deployment and maintenance of data buoys. Rescission of \$927,000 of this amount is proposed. A data buoy program adequate to present needs and conditions can be operated in FY 1975 at the reduced level.

The funds proposed for rescission are available without regard to fiscal year limitation.

ESTIMATED EFFECTS:

The proposed rescission of \$500,000 for Fisheries Commission data gathering should have no effect on the development of a national fisheries policy. NOAA has a direct program of fisheries research which contributes a broad range of scientific knowledge on fisheries problems. This, along with public comment and input from private research groups, should provide adequate information for development of the national plan.

Rescission of \$1,300,000 for rearing pond construction is expected to have no immediate impact on Columbia River fishery conditions. The lead time involved in construction of the facilities and in rearing a nature crop of fish would have required a number of years before the harvestable supply could have been increased. Alternative methods are already being implemented which are expected to improve conditions.

Rescission of \$500,000 for initiation of a marine ecosystems analysis project in Puget Sound will delay the start of the project. However, it is expected that this delay can be made up in future years so that there will be no long-term effect.

The number of data buoys deployed as part of NOAA's marine observations program will be reduced in 1975 from 13 to 9 by the rescission of \$927,000. NOAA is presently reviewing its long-term requirements for data buoy observations, so it is not possible to determine the eventual effect of the rescission at the current time.

TOTAL 1975 OUTLAYS:

DOLLARS IN MILLIONS

1975 Budget (February transmittal).....	\$ 9
Without rescission (current estimate).....	3.2
With rescission (revised estimate).....	.0
(Effect of action on 1976 outlays).....	.0

*Revised from previous submission.

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

DEPARTMENT OF COMMERCE

United States Travel Service

Inter-American Cultural and Trade Center

Appropriations provided under this head in the

Supplemental Appropriations Act, 1967, are rescinded in
the amount of \$4,999,704.

Agency	New budget authority (P.L.)	\$	--
Department of Commerce	Other budgetary resources	5,159,704	
Bureau			
United States	Total Budgetary Resources	5,159,704	
Travel Service			
Appropriation title & symbol	Amount proposed for rescission	4,999,704	
Inter-American Cultural and Trade Center			
13X1804			

Justification:

Funds were appropriated in 1966 for a Federal exhibit at the Inter-American Cultural and Trade Center (Interama) in Dade County, Florida. These Federal funds were appropriated for the purpose of thematic design and operation of a Federal exhibit at Interama. These funds are available without regard to fiscal year limitation. Dade County has had responsibility for financing and construction of the Interama facility since 1966. Since then Dade County has been unable to obtain financing for the Interama facility and it now appears financing for the facility will not be forthcoming. Accordingly, it is now proposed to end Federal planning for the project, and the funds appropriated will not be needed.

Deferral of funds for this program was planned for the entire year and reported to the Congress. This rescission report serves to cancel deferral number 075-93 transmitted on November 26, 1974 and printed as House Document No. 93-398.

Estimated Effects:

This rescission reflects the termination of the Interama project because of the inability of the local government to obtain required financing. Thus, the withholding action has no economic or budgetary effect.

Total 1975 Outlays	Dollars in Millions
1975 Budget (February transmittal)	0.1
Without deferral (current estimate)	0.2
With deferral (revised estimate)	0.2
(Effect of action on 1976 outlays)	0.0

Rescission No.: R75-27A

Rescission Proposal No.: R75-27A

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

SUPPLEMENTARY REPORT
REPORT PURSUANT TO SEC. 1014(C) OF P.L. 93-344

This supplementary message modifies rescission number R75-27 transmitted in the Special Message of November 28, 1974, and printed as House Document 93-398. The amount proposed for rescission has been reduced by \$7.8 million in order to permit the obligation of funds during the 45 days in which the Congress has to enact this proposal. This will ensure that no cost penalties will result if this rescission is not enacted.

Agency Bureau	Department of Defense	New budget authority (P.L. 93-437) Other budgetary resources	\$
Appropriation Title & Symbol Aircraft Procurement, Army 1975/1977 212031		Total Budgetary Resources	1,227,700,000
		Amount proposed for rescission	5,700,000
			*

Justification *

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. This rescission of multi-year funds results from the decision not to procure any B1H-B1J aircraft in 1975. These items are considered marginal in light of the present and projected aircraft inventory.

Estimated Effects *

This rescission will reduce 1975 budget authority by \$5.7 million and result in outlay reductions of \$.4 million in 1975 and \$2.1 million in 1976.

Total 1975 Outlays	Dollars in millions
1975 Budget (February transmittal)	\$119.0
Without rescission (current estimate)	77.1
With rescission (revised estimate)	76.7
(Effect of action on 1976 outlays)	-2.1)

*Revised from previous submission.

R75-27A

DEPARTMENT OF DEFENSE - MILITARY

Procurement

Aircraft Procurement, Army

Appropriations provided under this head in the Department of Defense Appropriation Act, 1975, are rescinded in the amount of \$5,700,000.

* Rescission No.: R75-28A

Rescission Proposal No.: R75-28A

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

SUPPLEMENTARY REPORT
REPORT PURSUANT TO SEC. 1014(C) OF P.L. 93-344

This supplementary message modifies rescission number R75-28 transmitted in the Special Message of November 26, 1974, and printed as House Document 93-338. The amount proposed for rescission has been reduced by \$95.5 million in order to permit the obligation of funds during the 45 days in which the Congress has to enact this proposal. This will ensure that no cost penalties will result if this rescission is not enacted.

Agency Department of Defense Bureau	New budget authority (P.L. 93-437) Other budgetary resources	\$ 1,062,800,000 718,600,000
Appropriation Title & Symbol Aircraft Procurement, Air Force 1975/1977 5750010	Total Budgetary Resources Amount proposed for rescission	3,781,400,000 152,500,000 *

Justification *

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. This rescission of multi-year funds results from the decision not to procure 24 A-7D's and 12 F-111's in 1975. These items were not requested by the Air Force, nor included in the President's 1975 budget and are considered marginal in light of present and projected aircraft inventory.

Estimated Effects *

This rescission will reduce 1975 budget authority by \$152.5 million and result in outlay reductions of \$16.0 million in 1975 and \$66.5 million in 1976.

Total 1975 Outlays	Dollars in millions
1975 Budget (February transmittal)	\$2,888.0
Without rescission (current estimate)	2,669.0
With rescission (revised estimate)	2,653.0
(Effect of action on 1976 outlays)	-66.5)

*Revised from previous submission.

R75-28A

DEPARTMENT OF DEFENSE - MILITARY

Procurement

Aircraft Procurement, Air Force

Appropriations provided under this head in the Department of Defense Appropriation Act, 1975, are rescinded in the amount of \$152,500,000.

R75-53

Rescission, Proposed No.: R75-53

TABLE FOR RESCSSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-364

Agency Department of Defense Bureau	Now budget authority (P.L.)	\$
	Other budgetary resources	2,255,171
Appropriation Title & Symbol	Total Budgetary Resources	2,255,171
Special Foreign Currency Program 1973/1975 973/50800	Amount proposed for rescission	915,000

DEPARTMENT OF DEFENSE - MILITARY

Special Foreign Currency Program

Appropriations provided under this head in the Department of Defense
Appropriation Act, 1973, are rescinded in the amount of \$915,000.

Justification

Funds in this multi-year appropriation are used exclusively for the purchase from the Department of the Treasury excess foreign currency for projects of insufficient priority for inclusion in other 100 appropriations. A shortage in the availability of U.S. owned Yugoslavian dinars has resulted in the cancellation of four projects. No new projects have been identified that could utilize these funds. These funds are proposed for rescission under the provisions of the Anti-Deficiency Act (31 U.S.C. 665).

Estimated Effects

This rescission will reduce unobligated balances by \$915,000. No reduction in outlays will result from this action.

E75-54

Rescission Proposal No.: E75-54

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Defense Bureau	New budget authority (P.L.)	\$
	Other budgetary resources	2,600,000
Appropriation Title & Symbol	Total Budgetary Resources	2,600,000
Special Foreign Currency Program 1974/1975 974/50800	Amount proposed for rescission	40,000

DEPARTMENT OF DEFENSE - MILITARY

Special Foreign Currency Program

Appropriations provided under this head in the Department of Defense
Appropriation Act, 1974, are rescinded in the amount of \$40,000.

Justification

Funds in this multi-year appropriation are used exclusively for the purchase from the Department of the Treasury excess foreign currency for projects of insufficient priority for inclusion in other DOD appropriations. The costs of these projects is now estimated to be \$40,000 less than the amount originally budgeted. No new projects have been identified that could utilize these funds. These funds are proposed for rescission under the provisions of the Anti-Deficiency Act (31 U.S.C. 665).

Estimated Effects

This rescission will reduce unobligated balances by \$40,000. No reduction in outlays will result from this action.

R75-55

Rescission Proposal No.: R75-55

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency	Department of Health, Education and Welfare	New Budget Authority (P.L. 93-317)	Other Budgetary Resources	Total Budgetary Resources	Amount proposed for rescission	Total Budgetary Resources	Total Reduction	Amount of Reduc- tion to be Used for Pay Increases	Net Amount Prop. for Rescission
Bureau	Health Services Administration								
Appropriation Title & Symbol									
Health Services 7550350									
(See activities below)									
Justification									
Program/Activity									
Community Health Services:									
Maternal and Child Health									
Grants to States									
Research & Training									
Sudden Infant Death Syndrome									
Subtotal, Community Health Services									
Patient Care and Special Health Services									
Emergency Medical Services									
Total affected by the rescission									
Total unaffected by the rescission									
Total Budgetary Resources									

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays, and is consistent with the Conference Report on the Labor/HEW Appropriations Bill, which indicated Congressional willingness "...to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

In 1976, the Federal Government will spend over \$22 billion in health care financing through Medicare and Medicaid. These funds will provide financing to many of the individuals now receiving care through narrow categorical grant programs.

Maternal and Child Health

This reduction is proposed on the grounds that the major program priorities can be achieved without the \$24.4 million proposed for rescission. FY 1975 will be the first year that formula and project grant funds will be combined and allocated as formula grants to States. Therefore, States will have the option of determining priorities, including activities related to Sudden Infant Death Syndrome. At the same time, total program expenditures can be maintained at the 1974 level.

Patient Care and Special Health Services

The current network of eight PHS hospitals will be maintained, as required by law. Funding is provided to meet the statutory patient workload. Between FY 1974 and FY 1975, approximately \$24 million appropriated by the Congress to modernize these hospitals will have been spent. However, the patient load has declined in recent years to an estimated 65 percent of capacity in FY 1975 and further expansion of the hospitals as envisioned by the Congressional add-on (which is the amount proposed for rescission) is not warranted at this time.

Estimated Effects

Maternal and Child Health

Grants to States -- The proposed program level includes \$10.5 million over the program level of 1974. The proposed level will continue to support formula grants to States for Maternal and Child Health and Crippled Children's health services and support for the continuation of approximately 117 service projects formerly supported by project grant funds. This change in the method of distributing funds among the States and other jurisdictions means that 38 States will receive less in 1975 than they did in 1974 while the other 16 jurisdictions will receive more. If the funds proposed for rescission were obligated, those States slated for increases would receive them, and all other States would be maintained at the FY 1974 level.

Research and Training -- The President's proposed level of \$21,917,000 would provide training funds to support the twenty existing university-affiliated centers for the mentally retarded and continue training for 150 nurses and other physicians' assistants. Also, 68 research projects focused on improving health and medical services to mothers and children would be continued. The funds proposed for rescission would provide \$750,000 for a new university-affiliated training center, \$1,250,000 for strengthening existing university-affiliated centers and training physician assistants and nurse

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practitioners, \$2,000,000 for 25 research studies and \$716,000 for evaluation activities.

Sudden Infant Death Syndrome -- The funds proposed for rescission would support ten positions, initiate a program for the preparation and dissemination of information materials, and support the development of SIDS information centers. States may use Maternal and Child Health formula grant funds to support these activities if they are considered of sufficient importance.

Patient Care -- This proposal would permit the PHS hospitals and clinics to maintain the 1974 level of operations. The reduction of \$4,488,000 includes \$3,500,000 that would enable the hospitals to recruit an additional staff of 393. The balance of the proposed rescission includes \$594,000 for evaluation activities, and \$354,000 for administrative travel.

Emergency Medical Services -- The proposed program level would support the funding of 130 grant and contract awards. The \$10,000,000 proposed for rescission would allow for an additional 49 grant and contract awards.

Total 1975 Outlays ^{a/}

Dollars in millions

-- 1975 Budget (February Transmittal).....	\$ 340
+Maternal and Child Health.....	(215)
+Patient Care and Special Health Services...	(111)
+Emergency Medical Services.....	(14)
-- Without Rescission (current estimate).....	358
+Maternal and Child Health.....	(231)
+Patient Care and Special Health Services...	(114)
+Emergency Medical Services.....	(14)
-- With Rescission (revised estimate).....	348
+Maternal and Child Health.....	(222)
+Patient Care and Special Health Services...	(112)
+Emergency Medical Services.....	(14)
-- Effect of action on 1976 outlays.....	- 6
+Maternal and Child Health.....	(- 6)
+Patient Care and Special Health Services...	(---)
+Emergency Medical Services.....	(---)

^{a/} Includes only activities proposed for reduction.

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

Health Services

Appropriations under this head for the fiscal year 1975 are rescinded in the amount of \$25,681,000.

E75-56

Rescission Proposal No.: E75-56

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Health, Education and Welfare	New budget authority (P.L. 93-517)		Amount of Reduc- tion to be Used for Pay Increase	Set Amount Proposed for Rescission
	Bureau	Other budgetary resources		
Center for Disease Control				
Appropriation Title & Symbol				
Preventive Health Services				
7550943				
	Total Budgetary Resources			
	Amount proposed for rescission			
Justification	Total Budgetary Resources	Total Reduction		
Disease control:				
Program grants				
Venerable diseases...	\$28,000,000	\$4,345,000	\$ 1,612,000	\$2,733,000
Immunization.....	6,206,000	300,000	-	300,000
Lead-based paint....	9,090,000	2,500,000	-	2,500,000
Subtotal Project Grants	\$43,296,000	7,145,000	1,612,000	5,533,000
Disease Investigations, surveillance & control	40,049,000	299,000		
Laboratory improvement.	9,558,000	750,000	299,000	-
Health education.....	3,232,000	42,000	530,000	220,000
Subtotal Disease Control	\$6,045,000	8,236,000	2,462,000	5,774,000
Occupational health:				
Grants.....	4,252,000	2,000,000	-	2,000,000
Direct operations....	27,734,000	2,580,000	549,000	2,031,000
Subtotal Occupational health.....	31,986,000	4,580,000	549,000	4,031,000
Total affected by rescission	\$128,031,000	12,816,000	3,011,000	9,805,000
Total unaffected by rescission.....	12,140,000			
Total budgetary resources.....	140,171,000			

2/ Excludes \$13,100,000 for rats control project grants authorized by continuing resolution, which is unaffected by the proposed rescission.

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the conference report on the Labor/HHS appropriations bill which indicated Congressional willingness "...to give consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

Disease control: This proposal would permit funding for venereal disease and immunization project grants at a level sufficient to accomplish program objectives - among them, raising the level of immunity to diseases such as measles, polio, diphtheria and tetanus in central city and rural areas (particularly among pre-school age children) and improving the quality of epidemiology used to reduce syphilis.

In keeping with the Department's view that the problem of lead-based paint poisoning is not effectively addressed by project grants to a few communities and that the Department's responsibilities in this area are better met (a) by encouraging early diagnosis and treatment under Medicaid and other health service delivery programs and (b) by strengthening the capability of State health laboratories to perform blood lead analysis, this proposal would hold funding for lead-based paint poisoning prevention project grants to the level of the 1975 budget request.

This proposal would maintain laboratory improvement activities at the level recommended in the 1975 budget request.

Occupational health: The proposed funding level for occupational health is \$1.8 million higher than the level originally proposed in the 1975 budget and \$1.9 million higher than the 1974 appropriation (exclusive of non-recurring costs). This proposal would provide for additional research necessary to develop criteria for occupational safety and health standards.

Estimated effects

Disease control: This proposal would hold the amounts for venereal disease, immunization, and lead-based paint poisoning prevention project grants to the 1974 level, but would not reduce the number of grant awards.

The proposed funding level would eliminate 40 positions and \$700,000 added to the budget request for laboratory improvement. However, the purpose for which the Congress appropriated the additional funds--to accelerate development of standards for diagnostic products in cooperation with the Food and Drug Administration--can be accomplished in spite of the proposed rescission.

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Occupational health: This proposal would maintain funds for research grants at the level recommended in the 1975 budget. The proposal for direct operations will permit NIOSH to initiate sufficient research to be able to recommend to the Department of Labor criteria for standards on 20 rather than 14 as proposed in the original 1975 budget. If the amount proposed for rescission were obligated, NIOSH would be able to recommend criteria on 26 hazardous substances each year (beginning in FY 1977).

Total 1975 outlays ^{a/}	Dollars in Millions
1975 Budget (February transmittal).....	\$111
Without rescission (current estimates).....	112
With rescission (revised estimate).....	111
(Effect of action on 1976 outlays.....)	-9)

^{a/} Includes only activities proposed for reduction.

R75-56

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
Center for Disease Control

Appropriations under this head for the fiscal year 1975
are rescinded in the amount of \$9,805,060.

Rescission No.: R75-57

RESCISSION OF BUDGET AUTHORITY

Report Pursuant To Sec. 1012 of P.L. 93-344

Agency		
DESH	New budget authority	\$691,666,000
Bureau	(P.L. 93-317)	
MH/NCI	Other budgetary resources	7,712,000
Appropriation Title & Symbol	Total Budgetary Resources	\$699,378,000 1/
National Cancer Institute -		
754/50849 and 7550849	Amount Proposed for Rescission	\$123,006,000

Justification

Program/Activity	Total Budgetary Resources	Total Reduction	Amount of reduction to be used for Pay Increases	Net Amount Proposed for Rescission
Research Grants	\$276,050,000	\$56,237,000	---	\$56,237,000
Fellowships & Training Grants	22,163,000	4,000,000	---	4,000,000
Research & Development Contracts	198,994,000	34,306,000	---	34,306,000
Direct Operations	106,361,000	9,667,000	\$2,146,000	7,521,000
Construction	38,000,000	16,000,000	---	16,000,000
Cancer Control	50,028,000	5,000,000	58,000	4,942,000
Total affected by the rescission	\$691,666,000	\$125,210,000	\$2,204,000	\$123,006,000
Total unaffected by the rescission	7,712,000			
Total Budgetary Resources	\$699,378,000			

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor-DESH Appropriation Bill which indicated Congressional willingness... "to give full consideration to such rescissions and deferrals"... as might be required to keep 1975 spending within the total budget estimate for the Bill (p. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

The proposed rescission can be accomplished without seriously altering the momentum in biomedical research achieved by sustained and substantial growth in the National Institutes of Health in recent years.

1/ This figure will be further reduced by \$55 thousand as a result of the transfer of public affairs activities to the Office of the Director, NIH.

Research Grants and Contracts. A cutback is proposed in each research program to reduce outlays. Funding is being restricted to the highest priority projects for new and competing research programs. A reduction of approximately 5 percent is being made for continuation costs of on-going projects.

Fellowships and Training Grants. Training funds proposed for rescission are unnecessary because the revised estimate provides postdoctoral fellowship support in areas of specific research manpower shortages which, for this Institute, includes radiologists, chemotherapists and immunologists. Financial assistance is available under the general student assistance loan program of the Office of Education.

Direct Operations. The proposed rescission will be directed primarily toward reducing overhead costs related to research grants and contracts management, and other program activities. The cutback should not seriously affect the overall management or research capability of the Institute.

Construction. Since the inception of the special Cancer initiative in FY 1975, \$127,361,000 has been obligated to fund 58 cancer construction projects. This is the only Institute with a construction appropriation and the funds to date have provided the necessary stimulus to provide support to expand cancer research significantly. Even with the rescission, \$29,010,000 will be available to support projects in FY 1975 of which \$7,010,000 is available for obligation in 1975 from 1974 funds carried forward.

Cancer Control. The proposed rescission eliminates additional increases for cancer control. The funds that would remain available still provide an increase of over \$10,000,000 between 1974 and 1975 (a growth rate exceeding 30%) that will permit the orderly expansion of the cancer control effort.

Estimated Effects:

Research Grants and Contracts. Funds planned for this program will permit the funding of about 580 new and competing grants and 36 new contracts. If the funds proposed for rescission were obligated, approximately 641 additional grants and 142 additional contracts would be made.

Fellowships and Training Grants. Planned funding for this program will permit the award of approximately 269 continuation awards and 671 new and competing awards. If the funds proposed for rescission were obligated, funding for existing training awards would be increased.

Direct Operations. In line with the program reductions mentioned above, corresponding reductions would be made for related supporting management services. Under the proposed rescission, \$42,691,000 for management overhead and related administrative costs and \$54,003,000 for laboratory and clinical research would be funded during 1975. The management and research activities would be reduced \$6,640,000 and \$3,027,000 respectively.

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275-57

Construction. Funds planned for this program will permit the award of 7 construction projects. If the funds proposed for rescission were obligated, approximately 4 additional construction awards would be made.

Cancer Control. This proposal would permit the funding of 180 cancer control awards. If the funds proposed for rescission were obligated, an additional 24 awards could be made.

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
NATIONAL INSTITUTES OF HEALTH
National Cancer Institute

Total 1975 Outlays	Dollars in Millions
1975 Budget (February transmittal).....	\$559
Without Rescission (Current estimate).....	584
With Rescission (Revised estimate).....	557
(Effect of Action on 1976 Outlays.....)	-70)

Appropriations under this head for the fiscal year 1975 are rescinded in the amount of \$123,006,000.

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

R75-58

Rescission No.: R75-58

Direct Operations. In line with the program reductions mentioned above, corresponding reductions would be made for related supporting management services. The proposed rescission will be directed primarily toward reducing overhead costs such as research grants and contracts management, services and supplies, and program evaluation contracts.

Estimated Effects

Research Grants and Contracts. This proposal would permit the funding of about 311 new and competing grants and 60 new and competing contracts. Continuation awards would be reduced by about 5%, though no projects would be terminated as a result. If the funds proposed for rescission were obligated, approximately 229 additional grants and 60 additional contracts would be made.

Direct Operations. Under this proposal, \$17,245,000 for management overhead and related administrative costs and \$23,833,000 for laboratory and clinical research would be funded during 1975. Reductions of approximately \$303,000 and \$340,000 would be made in the management and research activities respectively. Funding would not be available for 29 positions.

Total 1975 Outlays a/

Dollars in Millions

1975 Budget (February transmittal).....	\$315
Without rescission (current estimate).....	320
With rescission (revised estimate).....	305
(Effect of action on 1976 outlays).....	-12

a/ Includes only activities proposed for reduction.

Agency: Department of Health, Education, and Welfare	New Budgetary resources (P.L. 93-512)
Bureau: National Institutes of Health	\$324,130,000
Appropriation Title and Symbol:	3,227,000
National Heart and Lung Institute 7550872	327,357,000 ^{b/}
(See activities below)	37,730,000

Justification Program/Activity	Total Budgetary Resources	Amount of Re- duction to be Used for Pay Increases	Net Amount Proposed for Rescission
Research Grants	\$184,581,000	---	\$19,774,000
Research Contracts	83,408,000	\$57,000 ^{b/}	17,956,000
Direct Operations	40,521,000	643,000	---
Total affected by the rescission	308,510,000	1,200,000	37,730,000
Total unaffected by the rescission	18,847,000	---	---
Total Budgetary Resources	327,357,000	---	---

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor/HEW Appropriation Bill which indicated Congressional willingness... "to give full consideration to such rescissions and deferrals"... as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-1489) is proposed.

The proposed rescission can be accomplished without seriously altering the momentum in biomedical research achieved by sustained and substantial growth in the National Institutes of Health in recent years.

Research Grants and Contracts. In order to restrict outlays, a cutback is proposed in each research program. For new and competing research programs, funding is being restricted to the highest priority projects. For continuation costs of ongoing projects, a reduction of approximately five percent is being made.

a/ This figure will be further reduced by \$37 thousand as a result of the transfer of public affairs activities to the Office of the Director, NIH.

b/ Includes pay increases to be used in the area of Direct Operations

H75-58

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

NATIONAL INSTITUTES OF HEALTH

National Heart and Lung Institute

Appropriations under this head for the fiscal year 1975
are rescinded in the amount of \$37,730,000.

875-59

Rescission Proposal No. 875-59

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Justification	Program/Activity	Total Budgetary Resources	Reduction	Amount of Reduction to be Used for Pay Increases	Net Amount Proposed for Rescission
Agency Department of Health, Education and Welfare Bureau National Institutes of Health Appropriation Title and Symbol National Institute of Dental Research 755083 (See activities below)	Research Grants.....	\$20,349,000	\$6,908,000	\$136,000 ^{b/}	\$6,752,000
	Research Contracts....	4,171,000	750,000	13,000 ^{b/}	737,000
	Direct Operations.....	12,086,000	219,000	219,000	0
	Total affected by the rescission.....	\$36,606,000	\$7,877,000	\$388,000	\$7,489,000
Total unaffected by the rescission.....		13,258,000			
Total Budgetary Resources.		49,864,000			

Agency Department of Health, Education and Welfare (P.L. 93-517) Other Budgetary Resources	\$ 49,864,000
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Total Budgetary Resources \$ 49,864,000 a/

Amount proposed for rescission \$ - 7,489,000

Direct Operations. In line with the program reductions mentioned above, corresponding reductions would be made for related supporting management services. The proposed rescission will be directed primarily toward reducing overhead costs such as research grants and contracts management, services and supplies, and program evaluation contracts. The cutback would not seriously affect the overall management of research capability of the Institute.

Estimated Effects

Research Grants and Contracts. This proposal would permit the funding of about 69 new and competing grants and 25 new and competing contracts. Continuation awards would be reduced by about 5%, though no projects would be terminated as a result. If the funds proposed for rescission were obligated, approximately 130 additional grants and 10 additional contracts would be made.

Direct Operations. Under the proposed rescission, \$4,306,000 for management overhead and related administrative costs, and \$7,980,000 for intramural, laboratory and clinical research, would be funded during 1975. Management overhead and the research activities would be reduced by \$191,000 and \$28,000 respectively.

Total 1975 Outlays a/	Dollars in Millions
1975 Budget (February transmittal).....	\$31
Without rescission (current estimate).....	21
With rescission (revised estimate).....	19
(Effect of action on 1976 outlays).....	-5

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor/HEW Appropriation Bill which indicated Congressional willingness ... "to give full consideration to such rescissions and deferrals" ... as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

The proposed rescission can be accomplished without seriously altering the momentum in biomedical research achieved by sustained and substantial growth in the National Institutes of Health in recent years.

Research Grants and Contracts. A cutback is proposed in each research program to reduce outlays. For new and competing research programs, funding is being limited to the highest priority projects. A reduction of approximately five percent is being made for continuation costs of ongoing projects.

a/ This figure will be further reduced by \$9,000 as a result of the transfer of activities to the Office of Director, NIH.

b/ Includes pay increases to be used for direct operations.

a/ Includes only activities proposed for reduction.

R75-59

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

NATIONAL INSTITUTES OF HEALTH

National Institute of Dental Research

Appropriations under this head for the fiscal year 1975
are rescinded in the amount of \$7,489,000.

R75-60

Rescission No.: R75-60

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Justification Program/Activity	Total Budgetary Resources	Total Reduction	Amount of Re- duction to be Used for Pay Increases	Net Amount Proposed for Rescission
Research Grants	\$119,547,000	\$18,054,000	---	\$18,054,000
Research Contracts	9,275,000	1,512,000	\$93,000 a/	1,419,000
Training Awards	14,448,000	9,000,000	---	9,000,000
Direct Operations	29,831,000	714,000	714,000	---
Total affected by rescission	173,121,000	29,280,000	807,000	28,473,000
Total unaffected by rescission	81,000	---	---	---
Total budgetary resources	173,202,000	---	---	---

7550884
753750884

(See activities below)

Amount proposed for
rescission

\$173,121,000

New budgetary resources
(P.L. 93-517)
Other Budgetary Resources

81,000

Total Budgetary Resources

173,202,000

Research Grants and Contracts. A cutback is proposed in each research program to reduce outlays. Funding is being restricted to the highest priority projects for new and competing research programs. A reduction of approximately five percent is being made for continuation costs of on-going projects.

Fellowships and Training Grants. Additional training funds are unnecessary because in most research specialties, sufficient predoctoral students are being attracted to biomedical research without additional specific Federal inducements; financial assistance is available under the general student assistance loan programs of the Office of Education; and the Budget provides postdoctoral fellowship support in areas of specific research manpower shortages.

Director Operations. In line with the program reductions mentioned above, corresponding reductions would be made for related supporting management services. The proposed rescission will be directed primarily towards reducing overhead costs. The cutback should not seriously affect the overall management or research capability of the Institute.

Estimated Effects

Research Grants and Contracts. Funds planned for this program will permit the funding of about 339 new and competing grants and 119 new and competing contracts. Continuation awards would be reduced by about 5 percent, though no projects would be terminated as a result. If the funds proposed for rescission were obligated, approximately 280 additional grants and 24 additional contracts would be made.

Training Awards. Planning funding for this program will permit the award of approximately 243 continuation awards and 80 new and competing awards. If the funds proposed for rescission were obligated, approximately 159 additional awards would be made.

Direct Operations. Under the proposed rescission, \$6,249,000 for management overhead and related administrative costs, and \$23,998,000 for intramural, laboratory and clinical research would be funded during 1975. The management and research activities would be reduced \$377,000 and \$337,000 respectively.

Total 1975 Outlays

	Dollars in Millions
1975 Budget (February transmittal).....	\$189
Without rescission (current estimate).....	196
With rescission (revised estimate).....	173
(Effect of action on 1976 outlays).....	-5

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor/HEW Appropriation Bill which indicated Congressional willingness...to give full consideration to such rescissions and deferrals...as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report No. 93-1489). Accordingly, a rescission of these appropriations, available only through fiscal year 1975, is proposed under Section 1012 of the Impoundment Control Act (P.L. 93-344).

The proposed rescission can be accomplished without seriously altering the momentum in biomedical research achieved by sustained and substantial growth in the National Institutes of Health in recent years.

a/ Includes pay increases for direct operations.

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DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

NATIONAL INSTITUTES OF HEALTH

National Institute of Arthritis, Metabolism, and Digestive Diseases

Appropriations under this head for the fiscal year 1975
are rescinded in the amount of \$28,473,000.

R75-61

Rescission No.: R75-61

PROPOSED RESCISSIONS OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency: Department of Health, Education, and Welfare	New budgetary resources (P.L. 93-517)	\$142,498,000
Bureau: National Institutes of Health	Other Budgetary Resources	33,000
Appropriation Title and Symbol:	Total Budgetary Resources	142,531,000 ^{a/}
National Institute of Neurological Diseases and Stroke	Amount proposed for rescission	30,283,000
7550896		

(See activities below)

Justification Program/Activity	Total Budgetary Resources	Amount of Re- duction to be Used for Pay Increases	Net Amount Proposed for Rescission
Research Grants	\$ 91,748,000	\$ ---	\$27,066,000
Research Contracts	10,062,000	---	1,431,000
Training Awards	14,156,000	---	1,313,000
Direct Operations	26,234,000	722,000	273,000
Total affected by rescission	142,198,000	722,000	30,283,000
Total unaffected by rescission	+ 333,000		
Total budgetary resources	142,531,000		

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is inconsistent with the Conference Report on the Labor/HEW Appropriation Bill which indicated Congressional willingness... to give full consideration to such rescissions and deferrals... as might be required to keep 1975 spending within the total budget estimate for the bill (P. 21, House Report No. 93-1469). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

The proposed rescission can be accomplished without seriously altering the momentum in biomedical research achieved by sustained and substantial growth in the National Institutes of Health in recent years.

Research Grants and Contracts. A cutback is proposed in each research program to reduce outlays. Funding is being restricted to the highest priority projects for new and competing research programs. Continuation costs of ongoing projects will be reduced approximately five percent.

^{a/} This figure will be further reduced by \$300 thousand as a result of the transfer of activities to Research Resources.

Fellowships and Training Grants. The funds proposed for rescission are unnecessary because in most research specialties, sufficient predoctoral students are being attracted to biomedical research without additional specific Federal inducements. Financial assistance is available under the general assistance loan programs of the Office of Education and the postdoctoral fellowship support in areas of specific research manpower shortages will be provided.

Direct Operations. In line with program reductions mentioned above, corresponding reductions would be made for related management support services. The proposed rescission will be directed primarily toward reducing overhead costs such as research grants and contracts management, services and supplies, and program evaluation contracts. The cutback should not seriously affect the overall management or research capability of the Institute.

Estimated Effects

Research Grants and Contracts. This proposal would permit the funding of about 171 new and competing grants and 19 new and competing contracts. Continuation awards would be reduced by about 5%, though no projects would be terminated as a result. If the funds proposed for rescission were obligated, approximately 437 additional grants and 11 additional contracts would be made.

Fellowships and Training Grants. Planned funding for this program will permit the award of approximately 190 continuation awards and 206 new and competing awards. If the funds proposed for rescission were obligated, approximately 108 additional new and competing awards would be made.

Direct Operations. Under the proposed rescission, \$4,241,000 for management overhead and related administrative costs and \$21,726,000 for laboratory and clinical research would be funded during 1975. Management and research activities would be reduced by \$312,000 and \$683,000 respectively.

Total 1975 Outlays ^{a/}

	Dollars in Millions
1975 Budget (February transmittal).....	152
Without rescission (current estimate).....	141
With rescission (revised estimate).....	129
(Effect of action on 1976 outlays).....	-17

^{a/} Includes only activities proposed for reduction.

R75-61

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

NATIONAL INSTITUTES OF HEALTH

National Institute of Neurological Diseases and Stroke

Appropriations under this head for the fiscal year 1975
are rescinded in the amount of \$30,283,000.

R75-62

Rescission No.: R75-62

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency: Department of Health, Education, and Welfare Bureau: National Institutes of Health Appropriation Title and Symbol: National Institute of Allergy and Infectious Diseases 7550385	New budgetary resources (P.L. 93-517)		\$119,452,000
	Other Budgetary Resources		47,000
	Total Budgetary Resources		\$119,499,000
(See activities below)	Amount proposed for rescission		13,975,000
	Justification	Total Budgetary Resources	Total of Re- duction to be Used for Pay Increases
Program/Activity	Total Reduction		Net Amount Processed for Rescission
Research Grants	\$49,131,000	\$12,417,000	\$12,417,000
Research Contracts	13,088,000	1,402,000	1,402,000
Direct Operations	28,273,000	857,000	156,000
Total affected by rescission	110,492,000	14,676,000	13,975,000
Total unaffected by rescission	9,007,000		
Total budgetary resources	119,499,000		

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor/DEHA Appropriation Bill which indicated Congressional willingness... to give full consideration to such rescissions and deferrals... as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

The proposed rescission can be accomplished without seriously altering the momentum in biomedical research achieved by sustained and substantial growth in the National Institutes of Health in recent years.

Research Grants and Contracts. A cutback is proposed in each research program to reduce outlays. Funding is being restricted to the highest priority projects for new and competing research programs. Continuation costs of ongoing projects are being reduced by approximately five percent.

Direct Operations. In line with the program reductions mentioned above, corresponding reductions would be made for related supporting management services. The proposed rescission will be directed primarily toward reducing overhead costs such as research grants and contracts management, services and supplies, and program evaluation contracts. The cutback should not seriously affect the overall management or research capability of the Institute.

Estimated Effects

Research Grants/Contracts. This proposal would permit the funding of about 185 new and competing grants and 26 new and competing contracts. Continuation awards would be reduced by about 5 percent, though no projects would be terminated as a result. If the funds proposed for rescission were obligated, approximately 144 additional grants and 10 additional contracts would be made.

Direct Operations. Under the proposed rescission, \$5,780,000 for management overhead and related administrative costs would be funded during 1975. Costs would be reduced by \$857,000.

Total 1975 Outlays a/	Dollars in Millions
1975 Budget (February transmittal).....	\$102
Without rescission (current estimate).....	95
With rescission (revised estimate).....	93
(Effect of action on 1976 outlays.....)	-8)

a/ Includes only activities proposed for reduction.

R75-62

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

NATIONAL INSTITUTES OF HEALTH

National Institute of Allergy and Infectious Diseases

Appropriations under this head for the fiscal year 1975
are rescinded in the amount of \$13,975,000.

R75-63

Report Pursuant to Sec. 1012 of P.L. 93-344 Rescission No. R75-63

Agency	New budgetary resources (P.L. 93-344)		Amount of Reduction to be Used for Pay Increases	Net Amount Proposed for Rescission
	Total Budgetary Resources	Total Reduction		
Department of Health, Education, and Welfare				
Research				
National Institutes of Health				
Appropriation Title & Symbol				
National Institute of General Medical Sciences 7550851				
(See activities below)				
Justification				
Program/Activity				
Research Grants	\$124,568,000	\$22,503,000	---	\$22,503,000
Training Awards	51,867,000	8,000,000	---	8,000,000
Direct Operations	6,972,000	462,000	\$171,000	291,000
Total affected by Rescission	183,407,000	30,965,000	171,000	30,794,000
Total unaffected by Rescission	6,517,000			
Total budgetary resources	189,924,000			

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor/HEW Appropriation Bill which indicated Congressional willingness "...to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (P. 21, House Report No. 93-129). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

The proposed rescission can be accomplished without seriously altering the momentum in biomedical research achieved by sustained and substantial growth in the National Institutes of Health in recent years.

Research Grants. A cutback is proposed in each research program to reduce outlays. Funding for new and competing research grants is being restricted to the highest priority projects. A reduction of approximately 5 percent is being made for continuation of ongoing projects.

a/ The figure will be further reduced by \$30 thousand as a result of the transfer of funds to the Office of the Director.

Fellowships and Training Grants. Training funds proposed for rescission are unnecessary because provision is made for postdoctoral fellowship support in areas of specific research manpower shortages which for this Institute includes basic pathology, genetics, trauma and burn research, cellular and molecular biology, pharmacological sciences, systems and integrative biology, behavioral sciences related to medicine, clinical laboratory sciences, epidemiology and anesthesiology. Financial assistance is available under the general student loan program of the Office of Education.

Direct Operations. In line with the program reductions mentioned above, corresponding reductions would be made for related supporting management services. The proposed rescission will be directed primarily toward reducing overhead costs. The cutback should not seriously affect the overall management or research capability of the Institute.

Estimated Effects

Research Grants. Funds planned for this program will permit the funding of about 595 new and competing grants. Continuation awards would be reduced by about 5 percent, though no projects would be terminated as a result. If the funds proposed for rescission were obligated, approximately 22 additional grants would be made.

Training Awards. Planning funding for this program will permit the award of approximately 584 continuation awards and 260 new and competing awards. If the funds proposed for rescission were obligated, approximately 182 additional new and competing awards would be made.

Direct Operations. Under the proposed rescission, \$6,651,000 for management overhead and related administrative costs would be funded during 1975. A reduction of \$462,000 would be made.

Total 1975 Outlays a/	Dollars in Millions
1975 Budget (February transmittal).....	205
Without rescission (current estimate).....	194
With rescission (revised estimate).....	172
(Effect of action on 1976 outlays.....)	-4)

a/ Includes only activities proposed for reduction.

875-63

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
NATIONAL INSTITUTES OF HEALTH
National Institute of General Medical Sciences

Appropriations under this head for fiscal year 1975
are rescinded in the amount of \$30,794,000.

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Rescission No. 275-64

Agency Department of Health, Education and Welfare Bureau National Institutes of Health Appropriation title & Symbol National Institute of Child Health and Human Development 7550844 and 753/50844 (See activities below)	New budgetary resources (P.L. 93-517)			
	Total Budgetary Resources	Total Reduction	Amount of Re- duction to be Used for Pay Increases	Net Amount Proposed for Rescission
Research Grants	\$86,247,000	\$22,093,000		\$22,093,000
Research Contracts	20,213,000	1,766,000		1,766,000
Direct Operations	23,866,000	\$63,000	\$744,000	119,000
Total affected by Rescission	130,331,000	24,722,000	744,000	23,976,000
Total unaffected by Rescission	11,574,000			
Total budgetary resources	142,005,000 ^{a/}			

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor/HEW Appropriation Bill which indicated Congressional willingness... to give full consideration to such rescissions and deferrals... as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

The proposed rescission can be accomplished without seriously altering the momentum in biomedical research achieved by sustained and substantial growth in the National Institutes of Health in recent years.

Research Grants and Contracts. A cutback is proposed in each research program to reduce outlays. Funding is being restricted to the highest priority projects for new and competing research programs. A reduction of approximately 5 percent is being made for continuation costs of ongoing projects.

a/ This figure will be further reduced by \$25,000 as the result of transferring public information functions to the Director, NIH.

Direct Operations. In line with the program reductions mentioned above, corresponding reductions would be made for related supporting management services. The proposed rescission will be directed primarily toward reducing overhead costs such as research grants and contracts management, services and supplies, and equipment. The cutback should not seriously affect the overall management or research capability of the Institute.

Estimated Effects

Research Grants and Contracts. This proposal will permit the funding of approximately 204 new and competing grants and 40 new and competing contracts. Continuation awards would be reduced by approximately 5 percent, though no projects would be terminated as a result. If the funds proposed for rescission were obligated, approximately 342 additional new and competing grants and 13 additional contracts would be made.

Direct Operations. Under the proposed rescission, \$8,170,000 for management overhead and related administrative costs and \$15,552,000 for intramural, laboratory and clinical research would be funded during 1975. This would reduce the management and research activities by \$651,000 and \$212,000 respectively. Funding would not be available for about 23 positions.

Total 1975 Outlays ^{a/}

	Dollars in Millions
1975 Budget (February transmittal).....	\$132
Without rescission (current estimate).....	132
With rescission (revised estimate).....	123
(Effect of action on 1976 outlays.....)	-13)

a/ Includes only activities proposed for reduction.

F75-64

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

NATIONAL INSTITUTES OF HEALTH

National Institute of Child Health and Human Development

Appropriations under this head for the fiscal year 1975
are rescinded in the amount of \$23,978,000.

R75-65

Rescission No.: R75-65

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency: Department of Health, Education, and Welfare	New budgetary resources (P.L. 93-517)	\$44,133,000
Bureau: National Institutes of Health	Other budgetary resources	15,000
Appropriation Title and Symbol:	Total Budgetary Resources	44,148,000

National Eye Institute 755 0887	Amount proposed for rescission	6,512,000
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Justification	Total Budgetary Resources	Total Reduction	Amount of Reduction to be Used for Pay Increases	Net Amount Proposed for Rescission
Program/Activity				
Research Grants	\$29,635,000	\$5,919,000	---	\$5,919,000
Research Contracts	2,322,000	198,000	---	198,000
Direct Operations	7,529,000	624,000	229,000	395,000
Total affected by rescission	39,486,000	6,741,000	229,000	6,512,000
Total unaffected by rescission	4,662,000			
Total budgetary resources	44,148,000			

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor/DMEN Appropriation Bill which indicated Congressional willingness "... to give full consideration to such rescissions and deferrals" ... as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report No. 93-1488). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

The proposed rescission can be accomplished without seriously altering the momentum in biomedical research achieved by sustained and substantial growth in the National Institutes of Health in recent years.

Research Grants and Contracts. A cutback is proposed in each research program to reduce outlays. Funding is being restricted to the highest priority projects for new and competing research programs. A reduction of approximately 5 percent is being made for continuation costs of ongoing projects.

Direct Operations. In line with the program reductions mentioned above, corresponding reductions would be made for related supporting management services. The proposed rescission will be directed primarily toward reducing overhead costs such as research grants, and contract management, services and supplies. The cutback should not seriously affect the overall management or capability of the Institute.

Estimated Effects

Research Grants and Contracts. Funds planned for this program will permit the funding of about 72 new and competing grants and 2 new and competing contracts. Continuation awards would be reduced by about 5 percent, though no projects would be terminated as a result. If the funds proposed for rescission were obligated, approximately 79 additional grants and 2 additional contracts would be made.

Direct Operations. Under the proposed rescission, \$2,495,000 for management overhead and related administrative costs and \$4,722,000 for laboratory and clinical research would be funded during 1975. The management and research activities would be reduced by \$291,000 and \$333,000 respectively. Funding would not be available for 30 positions.

Total 1975 Outlays a/	Dollars in millions
1975 Budget (February transmittal).....	\$37
Without rescission (current estimate).....	41
With rescission (revised estimate).....	40
(Effect of action on 1976 outlays).....	-3)

a/ Includes only activities proposed for reduction.

R75-65

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

NATIONAL INSTITUTES OF HEALTH

National Eye Institute

Appropriations under this head for fiscal year 1975
are rescinded in the amount of \$6,512,000.

Rescission Proposal No.: R75-65

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency/Department of Health, Education, and Welfare		New budget authority (P.L. 93-317)	
Bureau National Institutes of Health		\$ 34,999,000	
Appropriation Title & Symbol		844,000	
National Institutes of Environmental Health Sciences 755068		35,793,000	
Total Budgetary Resources			
Amount proposed for rescission		6,922,000	
Justification		Amount of Reduction to be Used for Pay Increases	
Program/Activity		Total Reduction	
Research grants.....		\$4,120,000	
Research contracts....		1,313,000	
Training awards.....		1,500,000	
Direct operations.....		211,000	
Total affected by the rescission.....		\$7,144,000	
Total unaffected by the rescission.....		844,000	
Total Budgetary Resources.....		\$35,793,000	
Net Amount Proposed for Rescission		\$4,120,000	
Research grants.....		1,322,000	
Training awards.....		1,500,000	
Direct operations.....		211,000	
Total affected by the rescission.....		\$6,922,000	
Total unaffected by the rescission.....		844,000	
Total Budgetary Resources.....		\$35,793,000	

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor/HRP Appropriation bill which indicated Congressional willingness "...to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (P. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

The proposed rescission can be accomplished without seriously altering the momentum in biomedical research achieved by sustained and substantial growth in the National Institutes of Health in recent years.

Research Grants and Contracts. A cutback is proposed in each research program to reduce outlays. Funding is being restricted to the highest priority projects for new and competing research programs. A reduction of approximately 5 percent is being made to continuation costs of ongoing projects.

R75-66

Fellowships and Training Grants. Training funds proposed for rescission are unnecessary because financial assistance is available under the general student assistance programs of the Office of Education. Also, this proposal provides postdoctoral fellowship support in areas of specific research manpower shortages. The, for this institute, includes Environmental Biology - (Mutagenesis), Environmental Epidemiology and Statistics, Environmental Pathology-Pathophysiology, and Environmental Toxicology.

Direct Operations. In line with the program reductions mentioned above, corresponding reductions would be made for related supporting management services. The proposed rescission will be directed primarily toward reducing overhead costs such as research grants and contracts management, services and supplies, and program evaluation contracts. The cutback should not seriously affect the overall management or research capability of the Institute.

Estimated Effects

Research Grants and Contracts. Funds planned for this program would permit the funding of approximately 14 new and competing research grants (including Research Career Development Awards and Environmental Health Sciences Centers) and 4 new research contracts. Continuation awards would be reduced by approximately 5 percent. If the funds proposed for rescission were obligated, approximately 56 additional research grant awards and 12 additional research contract awards would be made.

Fellowships and Training Grants. Planned funding for this program will permit the award of 17 continuation training grants and 25 postdoctoral fellowships in areas of specific manpower shortages. If the funds proposed for rescission were obligated, training grant continuation reductions would be restored and an additional 7 new training grants would be awarded.

Direct Operations. Under the proposed rescission, \$1,514,000 for management overhead and related administration costs and \$9,609,000 for laboratory and clinical research would be funded during 1975. The management and research activities would be reduced by \$79,000 and \$132,000 respectively.

Total 1976 Outlays a/ Dollars in Millions

1975 Budget (February transmittal).....	\$34
Without rescission (current estimate).....	35
With rescission (revised estimate).....	31
(Effect of action on 1976 outlays.....)	-3

a/ Includes only activities proposed for reduction.

875-66

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

NATIONAL INSTITUTES OF HEALTH

National Institute of Environmental Health Sciences

Appropriations under this head for the fiscal year 1975
are rescinded in the amount of \$6,922,000.

H75-67

Rescission Proposal No. H75-67

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency: Department of Health, Education, and Welfare Bureau: National Institutes of Health Appropriation Title and Symbol: Research Resources 7550848	New budgetary resources (P.L. 93-517)	\$127,200,000	
	Other Budgetary Resources	---	
	Total Budgetary Resources	127,200,000 ^{a/}	
	Amount proposed for rescission	\$ 40,560,000	
Justification	Total Budgetary Resources	Amount of Re- duction to be Used for Pay Increases	Net Amount Proposed for Rescission
Program/Activity			
Research Grants ^{d/}	\$ 78,019,000	\$ 3,679,000	\$ 3,679,000
General Research	43,000,000	43,000,000	36,781,000
Support Grants ^{d/}	434,000	100,000	100,000
Training Awards	2,532,000	160,000	---
Direct Operations			---
Total affected by rescission	123,985,000	46,939,000	40,560,000
Total unaffected by rescission (Contracts)	3,215,000	6,379,000	
Total budgetary resources	127,200,000		

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor/DEW Appropriation Bill which indicated Congressional willingness "...to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

The proposed rescission can be accomplished without seriously altering the momentum in biomedical research achieved by sustained and substantial growth in the National Institutes of Health in recent years.

a/ This figure will be further increased by \$300 thousand as a result of a transfer from the National Institute of Neurological Diseases and Stroke for funding the Caribbean Primate Center.

b/ Funds in the amount of \$6,255,000 will be transferred to other agencies within the Department of Health, Education, and Welfare. Research Resources increased pay costs for Direct Operations equals \$74,000.

Research Grants. A cutback is proposed in each research program to reduce outlays. Funding for new and competing research programs is being restricted to the highest priority projects. A reduction of approximately 5 percent is being made for continuation costs of ongoing projects.

General Research Support Grants. This rescission is proposed for the following reasons:

- The original intent of the General Research Support Grant program--to build up institutional biomedical research capabilities--has been largely accomplished;
- The institutions which are best able to compete for regular NIH project support--usually the wealthiest institutions--are also the ones which receive the largest formula awards through this program.

Fellowships and Training Grants. Training funds proposed for rescission are unnecessary because the proposed funding level provides postdoctoral fellowship support in areas of specific research manpower shortages, which for this Division includes laboratory animal sciences. Director Operations. In line with the program reductions mentioned above, corresponding reductions would be made for related management support services. The proposed rescission will be directed primarily toward reducing overhead costs such as research grants and contracts management, services and supplies, and program evaluation contracts. The cutback should not seriously affect the overall management or research capability of the Division.

Estimated Effects

Research Grants. This proposal would permit the funding of about 23 new and competing grants. Continuation awards would be reduced by about 5 percent; though no projects would be terminated as a result. If the funds proposed for rescission were obligated, approximately 14 additional grants would be made.

General Research Support Grants. Under the rescission, no funding is planned for this program.

Training Awards. Funding for this program would provide for approximately 5 continuation awards and 15 new and competing awards. If the funds proposed for rescission were obligated, 1 new training award would be funded.

Direct Operations. Under the proposed rescission, \$2,446,000 for management overhead and related administrative costs would be funded during 1975; and a reduction of approximately \$160,000 would be made.

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875-67

Total 1975 Outlays c/ Dollars in Millions

1975 Budget (February transmittal).....	137
Without rescission (current estimate).....	121
With rescission (revised estimate).....	105
(Effect of action on 1976 outlays).....	-25)

c/ Includes only activities proposed for reduction.

d/ Minority Biomedical Support (competitive research grants to minority group-oriented institutions) is shown in "Research Grants," although its legislative authority is derived from "General Research Support." This proposal would fund the program at approximately the same level as 1974.

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
NATIONAL INSTITUTES OF HEALTH
Research Resources

Appropriations under this head for fiscal year 1975
are rescinded in the amount of \$40,560,000.

Rescission Proposal No. 875-68

875-68

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P. L. 93-344

Scholars A cutback in scholarship awards is proposed to reduce outlays.

Direct Operations. In line with the program reductions mentioned above, corresponding reductions would be made for related supporting management services. The proposed rescission will be directed toward reducing research management and program services. The cutback should not seriously affect the overall management capability of the Center.

Estimated Effects

Scholars. This proposal would permit the award of approximately 70 scholarships. If the funds proposed for rescission were obligated, approximately 40 additional awards would be made.

Direct Operations. The reduction of \$274,000 would be applied to the Center's Advanced Study Program, especially in the Preventive Medicine Studies.

Total 1975 Outlays a/	Dollars in Millions
1975 Budget (February transmittal).....	\$5
Without rescission (current estimate).....	5
With rescission (revised estimate).....	5
(Effect of action on 1976 outlays).....	-1)

a/ Includes only activities proposed for reduction.

Justification	Total Budgetary Resources	Amount of Rescission to be Used for Pay Increases	Net Amount Proposed for Rescission
Agency: Department of Health, Education, and Welfare			
Bureau: National Institutes of Health			
Appropriation Title and Symbol: Fogarty International Center for Advanced Study in the Health Sciences 7550819			
	New budgetary resources (P. L. 93-517)		\$5,589,000
	Other Budgetary Resources		185,000
	Total Budgetary Resources		5,774,000 a/
	Amount proposed for rescission		1,020,000
	Total	Total Reduction	Net Amount Proposed for Rescission
Program/Activity			
Scholars	\$2,185,000	\$805,000	\$805,000
Direct Operations	3,044,000	274,000	215,000
Total affected by rescission	5,229,000	1,079,000	1,020,000
Total unaffected by rescission	545,000		
Total budgetary resources	5,774,000		

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor/HRM Appropriation Bill which indicated Congressional willingness... "to give full consideration to such rescissions and deferrals"... as might be required to keep 1975 spending within the total budget estimate for the bill (P. L. House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P. L. 93-344) is proposed.

The proposed rescission can be accomplished without seriously altering the momentum in biomedical research achieved by sustained and substantial growth in the National Institutes of Health in recent years.

a/ This figure will be further reduced by \$45 thousand as a result of the transfer costs of Public Affairs activities to the Office of the Director, NIH.

RTS-68

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

NATIONAL INSTITUTES OF HEALTH

Fogarty International Center for Advanced Study in
the Health Sciences

Appropriations under this head for the fiscal year 1975
are rescinded in the amount of \$1,020,000.

E75-69

Rescission Proposal No.: E75-69

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Justification	Program/Activity	Total Budgetary Resources	Total Reduction	Amount of Re- duction to be Used for Pay Increases	Net Amount Proposed for Rescission
Agency Department of Health, Education, and Welfare Bureau National Institutes of Health Appropriation Title & Symbol National Library of Medicine 7550807				New budget authority (P.L. 93-517)	\$ 28,450,000
				Other budgetary resources	\$ 182,000
				Total Budgetary Resources	\$ 28,632,000
				Amount proposed for rescission	\$ 385,000
Medical Library Assistance		6,682,000	605,000	220,000 a/	385,000
Direct Operations		4,618,000	223,000	223,000	---
Total affected by rescission		11,300,000	828,000	443,000	385,000
Total unaffected by rescission		17,332,000			
Total budgetary resources		28,632,000			

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor/HEW Appropriation Bill which indicated congressional willingness "...to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (H. R. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

Medical Library Assistance. The proposed rescission includes the elimination of lower priority new and competing grants and contracts to regional medical libraries and approximately a five percent reduction in the continuation costs of previously-funded projects.

Direct Operations. The proposed rescission will be directed primarily towards reducing management and administrative costs. With the remaining funds available, the Library will be able to continue to operate at its 1974 level.

Estimated Effects

a/ Includes pay increases to be used for Direct Operations.

Medical Libraries Assistance Grants and Contracts. This proposal would permit the funding of about 34 new and competing grants and 12 new and competing contracts. Continuation awards would be reduced by five percent, though no projects would be terminated as a result. If the funds proposed for rescission were obligated, approximately 27 additional grants and five additional contracts would be made.

Direct Operations. This proposal would provide \$4,438,000 for management overhead and \$23,809,000 for library program services during 1975. The approximately \$180,000 and \$205,000 would be reduced respectively. Management and library program activities would be reduced \$180,000 and \$205,000 respectively.

Total 1975 Outlays a/

Dollars in Millions

1975 Budget (February transmittal).....	7.6
Without rescission (current estimate).....	7.8
With rescission (revised estimate).....	7.4
Effect of action on 1976 outlays.....	---

a/ Includes only activities proposed for reduction.

875-69

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
NATIONAL INSTITUTES OF HEALTH
National Library of Medicine

Appropriations under this head for the fiscal year 1975 are
rescinded in the amount of \$385,000.

R75-70

Rescission No: R75-70

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency - Department of Health, Education and Welfare	Bureau - Alcohol, Drug Abuse, and Mental Health Administration	Appropriation Title & Symbol - Alcohol, Drug Abuse and Mental Health 7511361	New budget authority (P.L. 93-317)		
			Other budgetary resources	Total Budgetary Resources	Amount proposed for rescission
					103,894,000
Justification:			Total Budgetary Resources	Amount of Reduction to Total be used for Rescission P.L. Increase	Net Amount Proposed for Rescission
Program/Activity					
Mental Health:					
		Research.....	\$94,343,000	\$11,930,000	\$11,608,000
		Training.....	97,737,000	30,639,000	29,265,000
		Management and Information.....	19,025,000	40,000	40,000
		Subtotal.....	211,005,000	42,609,000	40,873,000
Drug Abuse:					
		Research.....	34,000,000	2,477,000	2,412,000
		Training.....	14,035,000	4,066,000	3,828,000
		Project Grants and Contracts.....	122,000,000	1,123,000	1,123,000
		Management and Information.....	14,680,000	217,000	1,203,000
		Subtotal.....	184,915,000	9,186,000	8,666,000
Alcohol:					
		Research.....	10,998,000	1,994,000	1,972,000
		Training.....	11,420,000	5,900,000	4,532,000
		Project Grants and Contracts.....	89,940,000	40,407,000	40,407,000
		Grants to States.....	32,000,000	6,400,000	6,400,000
		Management and Information.....	10,435,000	1,124,000	1,024,000
		Subtotal.....	155,793,000	28,825,000	24,355,000
Total Affected by Rescission.....			561,713,000	107,810,000	103,894,000
Total Unaffected by Rescission.....			228,584,000		
Total Budgetary Resources.....			840,307,000		

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays, and is consistent with the Conference Report on the Labor/HR Appropriations Bill which indicated Congressional willingness "...to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (P.L. 93-344). Accordingly, a rescission of annual appropriation under Section 1013 of the Impoundment Control Act (P.L. 93-344) is proposed.

Research: In order to restrict outlays, a cutback is proposed in each research program. For new and competing research programs, funding is being restricted to the highest priority projects. For continuation costs of ongoing projects, approximately a 5 percent reduction is being made.

Training Grants and Fellowships: For new and competing training programs, funding is being restricted to the highest priority projects. Additional training funds are proposed for rescission because:

- in most research specialties, sufficient predoctoral students are being attracted to biomedical research without additional specific Federal inducements.
- financial assistance is available under the general student assistance loan programs of the Office of Education.
- the President's Budget provides postdoctoral fellowship support in areas of specific research manpower shortages.

Project Grants and Contracts

Drug Abuse: The proposed program level allows continued support of the 95,000 treatment slots supported in FY 1974. In addition, some new demonstration grants can be supported without the Congressional increase. Funds to support drug projects will continue to be provided through formula grants, for which the revised budget is \$10 million above the FY 1974 appropriation.

Alcohol: The proposed program level provides for all non-competing continuations, competing continuation awards to Indian and poverty projects and new funds for awards such as the Uniform Act and incentive contracts. In addition, funds for alcohol projects are available through formula grants at the same level as in FY 1974.

Grants to States (Alcohol): The proposal provides the same amount for alcohol awards to States as the FY 1974 appropriation and recommends rescission of the Congressional increase as being an unwarranted increase given the restrictive fiscal situation.

Management and Information: The proposed program level will be directed primarily toward reducing overhead costs such as travel, information systems, and funds to fill additional positions.

Estimated Effects

General Mental Health:

Research - This proposal would still permit the funding of 84 competing and 800 non-competing priority awards. Continuation awards would be reduced by 5 percent, but no projects should terminate as a result. If the funds proposed for rescission were obligated, approximately 300 additional new and competing grants would be awarded.

Training - This proposal would support the students in the ongoing training grant programs and would provide funds for 1,215 training grant and fellowship continuation awards and 300 new fellowship awards. If the funds proposed for rescission were obligated, 515 new training grant and fellowship awards would be made. The funds would also be used to permit institutions with ongoing training grants to make new individual awards as students complete their committed training periods.

Management and Information - Travel funds would be reduced by \$40,000.

Drug Abuse:

Research - This proposal would permit the funding of 59 competing and 236 non-competing priority awards. Continuation awards will be reduced by 5 percent, but no projects should terminate as a result. If the funds proposed for rescission were obligated, approximately 73 additional new awards would be made.

Training - Planned funding for this program would permit the phase-out of the training grant program as individual students complete their commitments, and the award of approximately 59 continuation grants and contracts and fellowships. If the rescinded funds were obligated, approximately 41 new and competing awards would be made. The funds would also be used to permit institutions with ongoing training grants to make new individual awards as students complete their committed training periods.

Community Programs - Planned funding for this program permits the funding of 95,000 drug abuse treatment slots, 15 continuation awards in the drug abuse education area, and 31 new and continuation treatment demonstration projects. If the rescinded amounts were obligated an additional 2 new treatment demonstration projects could be awarded.

Management and Information - Planned rescissions would reduce funds available to support the Drug Abuse Financial Management Information System and for technical assistance in other Drug Abuse Information Systems.

Alcoholism:

Research - Funds planned for this program will permit the funding of 32 competing and 79 non-competing awards. If the rescinded funds were obligated, approximately 32 additional new and competing awards would be made.

Training - Planned funding for this program will permit the phase-out of the training grant programs as individual students complete their commitments, and the awarding of approximately 29 continuation awards and

approximately 76 new awards. If the rescinded funds were obligated, 70 new training grant awards could be made. The funds would also be used to permit institutions with ongoing training grants to make new individual awards as students complete their committed training periods.

Project Grants and Contracts - Under the plan, 217 new and competing and 78 non-competing awards will be made for a variety of project grants and contracts including 96 to provide an additional year of funding to a select number of high priority projects. If the rescinded funds were obligated, approximately 534 new projects could be awarded as well as 188 competing renewals.

Grants to States - Under the plan, all States and territories will receive the same amount of funds as in FY 1974. If the rescinded funds were obligated, most States would receive additional funding.

Management and Information - Under the rescission, 20 positions would not be filled and the National Alcohol Education Center contract would be reduced.

Total 1975 Outlays	Dollars in Millions
1975 Budget (February Transmitted).....	\$587
Without Rescission (Current Estimate).....	597
With Rescission (Revised Estimate).....	581
(Effect of Action on 1976 Outlays).....	-57)

Footnotes:

a/ Adjusted from \$19,240,000 for Mental Health, \$14,864,000 for Drug Abuse, and \$10,163,000 for Alcohol to reflect a redistribution among the three Institutes and Program Direction of the \$3,500,000 increase for restored positions and the reduction of \$234,000 in travel. In addition, \$344,000 is proposed for reprogramming from General Mental Health Research to cover the cost of physician's bonus pay. With this exception, the total available for ADAMHA direct operations remains the same as the amount made available by Congress in the HEW-Labor Appropriations Bill.

b/ Includes pay raise for Saint Elizabeths Hospital (\$2,326,000) and ADAMHA Program Direction (\$373,000).

c/ Includes only activities proposed for reduction.

875-70

Department of Health, Education, and Welfare

Alcohol, Drug Abuse, and Mental Health

Appropriations under this head for the fiscal year 1975 are
rescinded in the amount of \$103,894,000.

Rescission Proposal No. 1 875-71

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Health, Education, & Welfare	New Budgetary resources (P.L. 93-517 and 93-554)			
Bureau Health Resources Administration	Other budgetary resources			
Appropriation Title & Synch Health Resources 7550712	Total Budgetary Resources			
(See activities below)	Amount proposed for rescission			
Justification				
Program/Activity	Total Budgetary Resources	Total Reduction	Amount of Re- duction to be Used for Pay Incr.	Net Amount Proposed for Rescission
Health Manpower:				
Health Professions				
Student Loans.....	\$ 36,000,000	\$ 6,000,000	\$ 2,823,000	\$ 3,127,000
DC Medical/Dental	7,500,000	7,500,000	---	7,500,000
Manpower Assistance	---	---	---	---
National Health Service	22,500,000	10,000,000	---	10,000,000
Scholarships.....	22,600,000	4,800,000	---	4,800,000
Nursing Student Loans....				
Total affected by re- scission	\$ 88,800,000	\$28,300,000	\$ 2,823,000	\$25,477,000
Total unaffected by rescission	71,688,336			
Total Budgetary re- sources	\$160,488,336			

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays, and is consistent with the Conference Report on the Labor/HEW Appropriations Bill which indicated Congressional willingness "...to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (P. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P. L. 93-344) is proposed.

The rescission of all increases above the budget request is proposed to effect fiscal restraint. In addition, rescission of \$10 million below the budget request is proposed for the National Health Service Scholarship program.

Estimated Effects
Health Professions Student Loans

This program is funded on a current year basis and is now supporting approximately 21,000 students. This level of support can be maintained despite the rescission. If the amount proposed for rescission were obligated, an additional 4,000 students would be assisted in academic year 1974-75.

DC Medical/Dental Manpower Assistance

This action would rescind institutional support funds appropriated specifically for the George Washington University Medical School, the Georgetown Medical School and the Georgetown Dental School. In the current 1974-75 academic year these schools have approximately \$11.6 million in 1974 health manpower appropriations available for institutional support. These schools will be eligible to compete on the same terms with all other medical and dental schools for funding comparable to the 1974 amount from funds appropriated to the Department in 1975.

National Health Service Scholarships

The current program level would support 1,100 students. This level of support can be maintained despite the rescission. If the amount proposed for rescission were obligated, an additional 1,000 students would be assisted.

Nursing Student Loans

This program is funded on a current year basis with approximately 22,500 students currently supported. This level of support can be maintained despite the rescission. If the rescinded amount were obligated, an additional 4,800 students would be assisted in academic year 1974-75.

Total 1975 outlays a/	Dollars in Millions
1975 Budget	\$89
Without rescission (current estimate)	88
With rescission (revised estimate)	67
(Effect of action on 1976 outlays	-5)

a/ Includes only activities proposed for reduction

875-71

Department of Health, Education, and Welfare

Health Resources

Appropriations under this head for the fiscal year 1975 are
rescinded in the amount of \$5,477,000, of which \$7,500,000 shall be
from funds provided under the District of Columbia Medical and Dental
Manpower Act of 1970, as amended.

SUPPLEMENTARY REPORT

Report pursuant to Sec. 1014(c)
of P.L. 93-344

This supplementary message modifies Rescission No. 875-29 transmitted in the special message of November 26, 1974, and printed as House Document No. 93-398. That rescission was submitted in order to achieve the withholding of the unobligated balances of 1973 and 1974 appropriations for medical facilities construction (Mill-Burton program) allotted to States, but not approved or obligated for specific construction projects by the Department of Health, Education, and Welfare.

Rescission No. 875-29 identified as the amount proposed for rescission the sum of \$372,465,933, representing the unobligated balance of 1973 and 1974 appropriations brought forward on July 1, 1974. Between July 1, 1974, and December 16, 1974 -- the effective date of this rescission proposal -- additional obligations and commitments under the Mill-Burton program were incurred in the amount of \$87,746,601. This included: \$46,270,810 in obligations for construction projects initiated during this period; \$3,729,190 for the Federal share of the State Mill-Burton agencies' administrative expenses; and \$37,746,601 in total commitments to construction projects that received Part I approvals before December 16, 1974. The remaining amount of the proposed rescission, therefore, is \$284,719,332. No other changes have been made from the previous report.

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Health Education and Welfare	New budget authority (P.L. _____) Other budgetary resources	\$	---
Health Resources Administration			284,719,332
Appropriation Title & Symbol			284,719,332
Health Services Planning, and Development	Total Budgetary Resources		
753/50321 754/60321	Amount proposed for rescission		284,719,332

Justification*

Program/Activity	Total Budgetary Resources	Total Reduction	Amount of Reduc- tion to be Used For Pay Increase	Net Amount Proposed for Rescission
Medical Facilities Construction.....	\$284,719,332	\$284,717,332	---	\$284,719,332

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. A rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

In order to avoid further stimulation of hospital construction at a time of a general national oversupply of hospital beds, a rescission of 1973 and 1974 appropriations for medical facilities construction is proposed. The suboptimal occupancy rates associated in large part with that oversupply are a factor contributing to the growing cost of medical care generally, and of hospital costs in particular. Based upon the spending history of the Mill-Burton program, \$284 million in Federal matching grants could be expected to help fund construction projects totalling \$1.1 billion. This sum translates to the potential addition of approximately 22,000 new hospital beds. Although many of these new beds would be replacing obsolete ones, a significant percentage would represent an increment to the current national oversupply of hospital beds.

Funds proposed for rescission would include those unobligated balances for which there have been no Part I approvals or obligations for specific construction projects by the Department. A Part I approval of an application (in a four part review process) represents a genuine funding commitment to a project

* Revised from previous submission.

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

875-29A

Health Resources AdministrationHealth ResourcesUnobligated balances of appropriations for grants under Part Aof Title VI of the Public Health Service Act are rescinded in theamount of \$284,719,332.

by the Federal government, although an actual obligation of funds has not taken place. Therefore, funds for projects which received such approvals prior to December 16, 1974 are not included in the amount proposed for rescission.

Estimated Effects*

Of the \$384.5 million appropriated in 1973 and 1974 for medical facilities construction, \$99.6 million has been committed to fund approximately 200 construction projects. If the rescinded amount were obligated an estimated 630 additional projects would be assisted.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal).....	\$ 226
Without rescission (current estimate).....	178
With rescission (revised estimate).....	167
(Effect of action on 1975 outlays).....	-11

* Revised from previous submission.

875-72

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These funds are considered excessive because they build in a basis for an even larger Federal role in this program, even without any formal expansion of a defined Federal role.

Follow Through--Follow Through is an experimental compensatory education program designed to test and validate effective approaches to the education of disadvantaged children in early primary grades (kindergarten-3). The 1975 budget reflects plans initiated in 1974 to phase out this program upon successful completion of experimental objectives and in coordination with an extensive evaluation. The proposed rescission eliminates funding to support a new entry level class. Additional classes are not necessary for achievement of the experimental purposes of this program.

Educational Broadcasting Facilities--This program already provides more than 80 percent of the Nation with ETV coverage and more than 65 percent with full-service public radio coverage. At a \$7 million level, an emphasis on the replacement or updating of equipment will be made while coverage goals are achieved. The reduced level is a step towards phasing out Office of Education support of broadcast facilities.

ESTIMATED EFFECTS

Strengthening State Departments of Education--The rescission of \$9,856,250 would mean that States would have to absorb or find alternate sources of funds to pay part or all of the salaries of about 2,300 persons employed by State Educational Agencies and about 105 persons employed by local school districts for the fourth quarter of 1975.

Bilingual Education--The proposed funding level of \$70,000,000 for this program would permit 311 continuing classroom projects serving about 217,000 students and providing inservice training for some 12,000 classroom personnel; support 100 graduate fellowships; provide preservice training funds for 714 students (at an average grant of \$3,500); and support for an estimated 13 grants for materials development, assessment and dissemination. The funds proposed for rescission would allow an estimated 22 new classroom projects serving about 15,000 more students, support an additional 270 graduate fellowships, provide preservice training funds for an

Rescission Proposal No. 875-72

PROPOSED RESCSSION OF BUDGETARY RESOURCES
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Health, Education, and Welfare	New budgetary resources (P.L. 93-517 and 93-554)
Bureau	Other budgetary resources
Office of Education	
Appropriation Title 1 Symbol	
Elementary and Secondary Education -	
7550279	Total Budgetary Resources
7580178	
7554/50279	Amount proposed for rescission

	Total Budgetary Resources	Total Reduction	Amount of Reduction To Be Used For Pay Increases	Net Amount Proposed For Rescission
-Strengthening State Departments of Education.....	\$ 39,425,000	\$ 9,856,250	---	\$ 9,856,250
-Bilingual Education....	85,000,000	15,000,000	---	15,000,000
-Follow Through.....	53,000,000	6,000,000	---	6,000,000
-Educational Broad- casting Facilities....	12,000,000	5,000,000	---	5,000,000
Total Affected By Rescission.....	189,425,000	35,856,250	---	35,856,250
Total Budgetary Re- sources Not Affected By Rescission.....	4,284,468,000			
Total.....	\$4,473,893,000			

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 and 1976 budget outlays, and is consistent with the Conference Report on the Labor/HEW Appropriations Bill which indicated Congressional willingness "...to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

Strengthening State Departments of Education--The proposed rescission would encourage States to control overhead and administrative expenses as the Federal Government is in the process of doing. Only the amount of the fourth quarter allocation would be rescinded.

Bilingual Education--Funds are proposed for rescission on the grounds that the Congressional increase of \$15,000,000 beyond the budget request of \$70,000,000 is excessive. The 1975 budget request included an increase of nearly 20 percent over the 1974 level. The amount included by the Congress represents about a 45 percent increase over the 1974 level.

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additional 855 students, and initiate bilingual-vocational education programs newly authorized by Part J. of the Vocational Education Act.

Follow Through--The proposed funding level of \$47,000,000 for this program will permit continuation in school year 1975-76 of the kindergarten, first, and second grade classes currently enrolled. The funds proposed for rescission would provide partial funding for a new entry class to be included in 1975.

Educational Broadcasting Facilities--The President's proposed funding level of \$7,000,000 for this program will permit the award of 40-45 new grants. The funds proposed for rescission would allow an additional 15 new grants to be awarded.

Total 1975 outlays	a/ Dollars in millions
1975 Budget (February transmittal)	\$ 88 b/
Without rescission	\$121
With rescission (revised estimate)	\$114
(Effect of action on 1976 outlays)	- \$ 21)

a/ Includes only activities proposed for reduction.

b/ Excluded outlays for items proposed in 1975 under Consolidated education grants legislation.

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
OFFICE OF EDUCATION
ELEMENTARY AND SECONDARY EDUCATION

Appropriations under this head for the fiscal year 1975 are rescinded in the following amounts:

\$9,856,250 for title V and \$15,000,000 for title VII of the Elementary and Secondary Education Act and part J of the Vocational Education Act of 1963; \$6,000,000 for section 222 of the Economic Opportunity Act and \$5,000,000 for the Communications Act of 1934.

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Health, Education, and Welfare	New budget authority (P.L. 93-517 & 93-554)	\$ 299,609,000
Bureau	Other budgetary resources	--
Office of Education	Total Budgetary Resources	299,609,000
Appropriation Title & Symbol Education for the Handi- capped	Amount proposed for rescission	102,500,000
7550282		
7560282		

JUSTIFICATION

Program/Activity	Total Budgetary Resources	Amt. of Red. to be used for Pay Increases	Net Amt. Prop. for Rescission
-State grant program, FY 1975	\$100,000,000	52,500,000	--
-State grant program, FY 1976	100,000,000	50,000,000	--
Total affected by proposed rescis- sion	200,000,000	102,500,000	--
Total not affected by proposed rescission ..	99,609,000		
Total	299,609,000		

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 and 1976 budget outlays, and is consistent with the Conference Report on the Labor/HEW Appropriations Bill, which indicated Congressional willingness "... to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report No. 93-1489). Accordingly, a rescission of 1975 and 1976 appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

State grant program, 1975--The proposed rescission of \$52,500,000 maintains the 1974 level of \$47,500,000. The proposed rescission assumes that the primary responsibility for providing basic educational services to handicapped children should remain a State and local responsibility. State and local governments now spend over \$2 billion for such services. The proposed rescission assumes that the Federal role should be one of leadership and improving the capacity of the educational system through demonstration, research and training activities for which funds are included in the budget.

State grant program, FY 1976--Funds for fiscal year 1976 (school year 1975-76) were requested along with the 1975 budget in order to place the State grant program on an advance-funded basis. A rescission is requested now for FY 1976 funds to maintain the program at the 1975 proposed level with only a slight increase to cover the increased minimum State allotments provided for in the Education Amendments of 1974.

ESTIMATED EFFECTS

State grant program, FY 1975--The President's proposed level would provide educational services to a quarter of a million children in nearly 2,000 projects. The funds proposed for rescission could support an additional 2,200 projects serving 200,000 new students.

State grant program, FY 1976--The President's proposed level for 1976 will continue the program at the 1975 proposed level of funding. The funds proposed for rescission would continue support for the 2,200 projects serving 200,000 new students provided for in the increased appropriation for 1975.

	A/ Total 1975 Outlays	B/ Dollars in millions
1975 Budget (February transmittal)		\$ 38
Without rescission (current estimate)		\$ 49
With rescission (revised estimate)		\$ 38
(Effect of action on 1976 outlays)		- \$ 49)

A/ Includes only activities proposed for reduction.

875-73

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
OFFICE OF EDUCATION

EDUCATION FOR THE HANDICAPPED

Appropriations under this head for the fiscal years 1975 and 1976 are hereby rescinded in the following amounts:

\$102,500,000 for part B of the Education of the Handicapped Act, of which \$50,000,000 shall be from funds available July 1, 1976 through June 30, 1977.

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Health, Education and Welfare Bureau Office of Education	New budget authority (P.L. 93-517 & 93-554) Other budgetary resources	\$ 749,176,000 7,843,348 a/
Appropriation Title & Symbol Occupational, Vocational, and Adult Education 7550273 75560273	Total Budgetary Resources	757,019,348
	Amount proposed for rescission	\$39,712,000

JUSTIFICATION

Program/Activity	Total Budgetary Resources	Total Reduction for Pay Increases	Amount of Reduc- tion to be used for Pay Increases	Net Amount Proposed for Rescission
- Basic Vocational Education Grants\$420,978,000	\$420,978,000	\$15,631,000	\$---	\$15,631,000
- Consumer and Home- making Education ...	35,994,000	5,000,000	---	5,000,000
- Work-Study	9,849,000	2,000,000	---	2,000,000
- Vocational Education, EFDA, Part F	9,000,000	9,000,000	---	9,000,000
- Higher Education, EFDA, Part G	2,100,000	2,100,000	---	2,100,000
- Adult Education	67,500,000	4,181,000	---	4,181,000
- Ethnic Heritage Studies	1,800,000	1,800,000	---	1,800,000
Total affected by rescission	547,221,000	39,712,000	---	39,712,000
Total budgetary resources not affected by rescission	209,798,348			
Total	\$757,019,348			

a/ Includes \$7,161,455 of permanent appropriation authorized by
Smith-Hughes Act.

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 and 1976 budget outlays, and is consistent with the Conference Report on the Labor/HEW Appropriations Bill which indicated Congressional willingness "...to give full con- sideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (P. 21, House Report No. 93-1489). Accordingly, a rescission of 1975 appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

Basic Vocational Education Grants--The Congressional increase of \$15,631,000 beyond the 1974 level is proposed for rescission on the grounds that vocational education already receives high priority among the States and many States are likely to meet any need for increased funding. In fact, all States currently overmatch the 50-50 matching requirement in the basic grants program. On the average, States overmatch by as much as 5 to 1, and some States overmatch by as much as 10 to 1.

Consumer and Homemaking Education, Work-Study--The proposed rescissions of the Congressional increases of \$5,000,000 for consumer and homemaking education and \$2,000,000 for work-study would reduce available funding to the President's original budget request. Further expansion is not recommended at this time because legislation to consolidate vocational education activities is being developed.

Vocational Education, EFDA, Part F--The proposed rescission of \$9,000,000 would terminate this categorical training program in 1975. This activity provides support to assist State and local education agencies and institutions of higher education in their efforts to recruit and train individuals in the areas of career and vocational education. Financial assistance for those who wish to pursue a career in vocational education will be available in the form of general student support under the Higher Education budget. In addition, voca- tional education basic grants may be used for this purpose.

Higher Education, EFDA, Part E--The proposed rescission of \$2,100,000 would terminate this program in 1975. This program authorizes training for present or prospective college teachers, administrators and educa- tional specialists at less than the doctoral level. No funds are needed for this program because of the general surplus of persons available to teach at the postsecondary level and because funding of general student support under the Higher Education budget will enable students to finance their own education.

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Vocational Education, EFDA, Part F--The President's budget proposed the termination of this categorical training program in 1975 and reliance on general student aid for training purposes. Of the funds proposed for rescission, \$5.0 million would be used for 56 State-wide systems and \$4.0 million would support 10 institutes serving 200 individuals.

Higher Education, EFDA, Part E--The President's budget proposed termination of this training program in 1975 and reliance on general student aid for training purposes. The funds proposed for rescission would allow continuation of 80 fellowships (\$530,000) and 28 institutes for 840 individuals (\$1,570,000).

Adult Education--The proposed funding level of \$63,319,000 for this program would provide the same level of support to the States as in 1974 when nearly 820,000 persons were served. The amount proposed for rescission would support an additional estimated 340,000 persons and would permit funding of a "hold harmless" provision in the authorizing legislation specifying that no State shall receive less than 90 percent of the grant amounts received in FY 1973.

Ethnic Heritage Studies--The funds proposed for rescission would provide for 32 new grants.

Total 1975 Outlays b/	Dollars in Millions
1975 Budget (February transmittal)	513
Without rescission (current estimate)	530
With rescission (revised estimate)	517
(Effect of action on 1976 outlays	-9)

b/Includes only activities proposed for reduction.

R75-74

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Adult Education--The \$4,181,000 appropriated above the President's budget request is designed to carry out the "hold harmless" provisions in the substantive legislation. The rescission is proposed on the grounds that a slight decrease in funds from 1974 for some States is appropriate in the light of the need for fiscal restraint. Appropriation language is included to eliminate the "hold harmless" requirement for FY 1975 only.

Ethnic Heritage Studies--The proposed rescission of \$1,800,000 would terminate this program. The principal reason for not requesting support is that there is additional authority for ethnic heritage studies programs without the funding of this particular categorical authority. For example, curriculum materials can be developed and disseminated by the National Institute of Education and the Office of Education within their present authorities. Assistance is provided in the 1975 budget for bilingual-bicultural programs benefiting several ethnic groups. Assistance is also provided for developing institutions of higher education enrolling large numbers of minority students. These institutions are able to provide special programs in ethnic studies.

ESTIMATED EFFECTS

Basic Vocational Education Grants--The proposed funding level for this program will permit us to provide the same level of support to the States as in 1974. The impact of the rescission will either be to support approximately 9.5 million students (about 1.2 million less than if the rescinded funds were obligated) or to make a prorata reduction in per pupil expenditure for all students.

Consumer and Homemaking Education--The impact of the President's proposed funding level of \$30,994,000 for this program will either be to support approximately 3.6 million students (about 400,000 less than if the rescinded funds were obligated) or to make a prorata reduction in per pupil expenditure for all students.

Work-Study--The impact of the proposed funding level of \$7,849,000 for this program will either be to support approximately 30,000 students (about 3,000 less than if the rescinded funds were obligated) or to make a prorata reduction in per pupil expenditure for all participants.

R75-74

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
OFFICE OF EDUCATION
OCCUPATIONAL, VOCATIONAL, AND ADULT EDUCATION

Appropriations under this head for the fiscal year 1975 are hereby rescinded in the following amounts:

\$15,631,000 for part B, \$5,000,000 for part F and \$2,000,000 for part H of the Vocational Education Act of 1963, as amended; \$2,100,000 for part E and \$9,000,000 for part F of the Education Professions Development Act; \$1,800,000 for section 907 of the Elementary and Secondary Education Act and \$4,181,000 for the Adult Education Act without regard to section 313(a) of the Adult Education Act, as amended.

Rescission Proposal No.: E75-75

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Health, Education, and Welfare	New budget authority (P.L. 93-517)	\$2,131,271,000
Bureau Office of Education	Other budgetary resources	435,570,213
Appropriation Title & Symbol	Total Budgetary Resources	2,566,841,213
Higher Education 7550293	Amount proposed for rescission	\$58,300,000

JUSTIFICATION

Program/Activity	Total Budgetary Resources	Total Reduction for Pay Increases	Amount of Reduc- tion to be used for Pay Increases	Net Amount Proposed for Rescission
- Language Training and Area Studies\$ 14,000,000 \$ 4,000,000	---	---	---	\$ 4,000,000
- University Community Services (HEA I)	14,250,000	13,350,000	---	13,350,000
- Aid to Land-Grant Colleges, Annual Appro. (Bankhead-Jones)	9,500,000	9,500,000	---	9,500,000
- Postsecondary Educa- tion Commissions (HEA 1202 & 1203)	3,000,000	2,200,000	---	2,200,000
- Veterans Cost of Instruction (HEA Sec. 420)	23,750,000	23,750,000	---	23,750,000
- Public Service Fellowships Program (HEA IX-A & C)	4,000,000	4,000,000	---	4,000,000
- Mining Fellowships (HEA IX-D)	1,500,000	1,500,000	---	1,500,000
Total affected by proposed rescissions	\$70,000,000	\$58,300,000	---	\$58,300,000
Total not affected by proposed rescission	2,496,841,213			
Total	2,566,841,213			

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 and 1976 budget outlays, and is consistent with the Conference Report on the Labor/HMW Appropriations Bill which indicated Congressional willingness "...to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (P. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

Language Training and Area Studies--The proposed rescission of \$4,000,000 would reduce support of this program to the level requested by the President. Over the past 17 years this program has helped establish more than 100 foreign language and area studies centers in American higher education and has helped develop a pool of more than 5,000 highly trained specialists on the non-Western world. Today more than 90% of the funding for this program comes from universities and external sources. The proposed rescission is based on a diminished need for Federal support.

University Community Services (HEA I)--The proposed rescission would terminate a program which fails to direct aid to areas of greatest need. The campus and community cooperation facilitated by the program is regarded as primarily a State and local concern.

Aid to Land-Grant Colleges, Annual Appropriation--The proposed rescission would terminate a program which dates back to 1935 and represents a very small percentage of the operating costs of recipient schools, including some of the strongest and most prestigious institutions of learning in the country.

Postsecondary Education Commissions--The proposed rescission would eliminate grants for State planning of postsecondary education and for fourth quarter support of the State agency costs of administering programs of Federal grants for undergraduate construction (HEA VII-A) and undergraduate equipment (HEA VI-A). Planning of State postsecondary education is regarded as a State responsibility.

Veterans Cost of Instruction Program--The proposed rescission would terminate a program which helped some schools establish and operate special programs for returning Vietnam veterans. The high point of need for the funds has already passed, and the 1975 appropriation would not be expended by recipient institutions before fiscal year 1976.

Public Service & Mining Fellowship Program--The proposed rescission assumes that Federal funds should be concentrated on general aid to students, that career selection is better left to the individual, and that institutions can and have established programs in response to student needs without the stimulus of a Federal program.

ESTIMATED EFFECTS

Language Training and Area Studies - Centers, Fellowships, and Research (NDEA VII)-- The proposed rescission would not reduce the 50 centers currently funded, the number funded during the two previous years. It is estimated that 14 undergraduate centers would be added at the appropriated level. The number of research and exemplary projects would be reduced from the appropriated level of 86 to the budgeted level of 47. The number of fellowships would be reduced to 604 versus about 690 at the appropriated level. The rescission would reduce the Fulbright-Hays program from the appropriated level of \$2,700,000 to the 1974 level of \$1,360,000.

University Community Services (HEA I)--The rescission would terminate the program, including fourth quarter State agency administrative expenses. The appropriation would fund an estimated 626 State grant projects and 11 experimental and demonstration projects.

Aid to Land-Grant Colleges, Annual Appropriation--The proposed rescission would eliminate grants to 72 land-grant institutions in 54 jurisdictions ranging from \$200,000 to \$383,900 per institution.

State Postsecondary Education Commissions--The proposed rescission would eliminate \$2 million in grants to States for comprehensive planning of postsecondary education (HEA Sec. 1203) as well as fourth quarter support of State agencies administering Federal undergraduate construction and equipment programs.

Veterans Cost of Instruction Program--The proposed rescission would terminate the program. The funds proposed for rescission would provide grants of about \$17,500 to approximately 1,350 institutions.

Public Service Fellowships--Under the proposed rescission, this new categorical program would not be initiated. The funds (under HEA IX-A and C) proposed for rescission would provide an estimated 23 grants to graduate institutions and 261 fellowships to facilitate training for public service.

Mining Fellowships--Under the proposed rescission, this new categorical program would not be initiated. The funds proposed for rescission would provide 258 fellowships for persons interested in domestic mining and mineral conservation.

Total 1975 Outlays a/	Dollars in Millions
1975 Budget (February transmittal)	50
Without rescission (current estimate)	57
With rescission (revised estimate)	35
(Effect of action on 1976 outlays	-26)

a/Includes only activities proposed for reduction.

B75-75

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
OFFICE OF EDUCATION
HIGHER EDUCATION

Appropriations under this head for the fiscal year 1975 are hereby rescinded in the amount of \$58,300,000, of which \$23,750,000 shall be from funds for carrying out section 420 of the Higher Education Act.

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Health, Education and Welfare	New budget authority (P.L. 93-517 & 93-554)	\$167,474,000
Bureau Office of Education	Other budgetary resources	5,224,000
Appropriation Title & Symbol	Total budgetary resources	172,698,000
Library Resources 7550212	Amount proposed for rescission	\$49,433,000

JUSTIFICATION

Program/Activity	Total Budgetary Resources	Total Reduction	Amount of Reduc- tion to be used for Pay Increases	Net Amount Proposed for Rescission
- Public libraries	\$ 51,749,000	\$26,750,000	\$2,792,000	\$23,958,000
- School library resources	95,250,000	5,000,000	---	5,000,000
- College library resources	9,975,000	9,975,000	---	9,975,000
- Undergraduate instruc- tional equipment	7,500,000	7,500,000	---	7,500,000
- Training and demonstra- tions	3,000,000	3,000,000	---	3,000,000
Total affected by proposed rescissions	\$167,474,000	\$52,225,000	\$2,792,000	\$49,433,000
Total not affected by proposed rescission	5,224,000			
Total	172,698,000			

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays, and is consistent with the Conference Report on the Labor/DHEW Appropriations Bill which indicated Congressional willingness "...to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

Public libraries--The proposed reduction of \$26,749,000 of which \$2,792,000 would be transferred to other accounts for pay raise purposes would continue efforts to change the Federal role in this area. New legislation, the Library Partnership Act, has been proposed which would replace the present formula grant program with a project grant program which would target Federal resources more effectively on the integration of library and information services, the demonstration of new methods for delivery of library services, and the focusing of these services on higher priority target populations, such as the disadvantaged. The proposed rescission would avoid expanding the present program while this new legislation is being considered.

School library resources--The proposed rescission of \$5 million would eliminate a marginal increase of this amount over the 1974 operating level of \$90,250,000.

College library resources and undergraduate instructional equipment--Rescissions of \$9,975,000 and \$7,500,000, respectively, are proposed. The college library resources rescission is proposed on the grounds that this program is a marginal and inefficient source of support for higher education institutions. Small amounts are allocated annually to practically every institution of higher education, including some of the wealthiest in the country. In addition, both the library resources and instructional equipment programs are considered less effective forms of Federal support than student assistance programs which expand the opportunities of individuals to select the education of their choice.

Trained and demonstrations--The proposed rescission of \$3 million would eliminate Federal support of these activities. The proposed rescission of training funds is consistent with efforts to move away from specialized manpower training programs in favor of general student assistance programs which allow individuals to receive training in the area of their choice, including library training. The proposed elimination of support for library demonstrations is made on the grounds that such projects could be supported under proposed Library Partnership Act.

ESTIMATED EFFECTS

Public libraries--The proposed rescission of \$23,958,000 will require State and local governments to absorb a greater portion of the costs of basic public library services. To the degree that State and local

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3

projects are dependent on Federal support and are unable to maintain current levels, there will be some reduction in hours of service, numbers of personnel and acquisition of books and materials.

School library resources--The President's proposed level would provide textbooks and instructional materials to approximately 48 million elementary and secondary school children. The funds proposed for rescission would provide additional textbooks and materials, but would not necessarily serve a larger number of children.

College library resources--The proposal in the President's budget was to terminate this program because it provides marginal support to colleges and universities irrespective of need. The \$9,975,000 proposed for rescission would provide basic grants averaging about \$4,300 to approximately 2,300 institutions of higher education.

Undergraduate instructional equipment--The proposed rescission would terminate this program. The \$7,500,000 proposed for rescission would provide grants to 1,100 institutions of higher education.

Training and demonstrations--The proposed rescission would terminate this program. The \$3,000,000 proposed for rescission would have provided 120 fellowships, the training or retraining of about 540 persons in educational institutions, and about 14 research awards.

Total 1975 Outlays

Dollars in Millions

1975 Budget (February transmittal)	136
Without rescission (current estimate)	181
With rescission (revised estimate)	169
(Effect of action on 1976 outlays	-16)

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE OFFICE OF EDUCATION LIBRARY RESOURCES

Appropriations under this head for the fiscal year 1975 for "Library Resources" are hereby rescinded in the following amounts:

\$21,364,000 for title I and \$2,594,000 for title III of the Library Services and Construction Act; \$5,000,000 for title II of the Elementary and Secondary Education Act; and \$12,975,000 for title II and \$7,500,000 for title VI of the Higher Education Act.

R75-77

R75-77

1. PROPOSED RESCISSION OF BUDGET AUTHORITY Report Pursuant to Sec. 1012 of P.L. 93-344

Agency: Department of Health, Education and Welfare	New budgetary resources (P.L. 93-517)	\$ 12,111,731,000
Division: Social and Rehabilitation Service	Reobligative balance from prior years	---
Appropriation Title 1 Symbol: Public Assistance - 754/50581	Total Budgetary Resources	12,111,731,000
	Amount proposed for rescission	12,900,000

Justification:	Total Budgetary Resources	Total Reduction	Amount of Reduction to be used for Pay Increases	Net Amount Proposed For Rescission
Program/Activity				
Child Welfare Services.....	\$50,000,000	\$4,000,000	---	\$4,000,000
Training Projects.....	8,900,000	8,900,000	---	8,900,000
Total Affected by Rescission.....	\$58,900,000	\$12,900,000	---	\$12,900,000
Total Unaffected by Rescission.....	\$12,092,831,000			
Total Budgetary Resources	12,111,731,000			

This withdrawal of funds is one of several special actions to restrain 1975 budget outlays and is consistent with the Conference Report on the Labor/HEW Appropriations Bill which indicated Congressional willingness to "...give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (p.21, House Report No. 93-1489). Accordingly, a rescission of appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed. The funds proposed for rescission are not available beyond fiscal year 1975.

Child Welfare Services

Funds are proposed for rescissions on the grounds that their use would not result in a proportional increase in services. More likely, the effect would be to reduce the share of State funding, since Child Welfare Services are currently financed primarily with State funds; the Federal share representing only about 2% of the total.

Training Projects

Funds proposed for rescission reflect the phase-out of specialized categorical training projects. The majority of this money is now being used to support long-term training for students to receive graduate degrees in social work. This same activity is also funded under the Public Assistance State and Local Training program at a seventy-five percent matching rate. This latter program is initiated and carried out at the direction of the State and Local Welfare Agencies. As a result, it is more directly related to their needs for trained social workers.

ESTIMATED EFFECTS:

Child Welfare Services

If the \$4.0 million proposed for rescission were obligated, it would be distributed on a formula basis to all jurisdictions. The use to which these funds would be put cannot be determined. The funds might be used simply to replace State funds.

Training Projects

This rescission would eliminate the categorical training projects authorized by Section 707 and 426 of the Social Security Act. The full amount proposed for rescission would support about 800 students.

Total 1975 Outlays a/	Dollars in Millions
1975 Budget (February Transmittal).....	46
Without rescission (current estimate).....	53
With rescission (revised estimate).....	46
(Effect of Action on 1976 Outlays).....	-6

a/ Includes only activities proposed for reduction.

975-77

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

Social and Rehabilitation Service

Public Assistance

Appropriations under this head for the fiscal year 1975 are rescinded
in the amount of \$12,900,000, of which \$4,000,000 shall be from funds
for Title IV, Part B of the Social Security Act.

R75-78

Rescission Proposal No.: R75-78

PROPOSED RESCISSION OF HEALTH ACTIVITY
Report Pursuant to Sec. 1012 of P.L. 93-344

ESTIMATED EFFECTS:

Agency Department of Health, Education and Welfare	
Barrow	
Social & Rehabilitation Service	
Appropriation Title & Symbol	
Rehabilitation Services - 7550508	
New budgetary resources (P.L. 93-317)	
Deaf-Blind Center from prior years	\$ 771,820,000
Total budgetary resources	771,820,000
Amount proposed for rescission	29,848,000

JUSTIFICATION:

Program/Activity	Budgetary Resources	Total	Amount of Reduc. to be used for Pay Increase	Net Amount Proposed for Rescission
Rehabilitation services and facilities:				
Innovation and expansion grants.....	23,000,000	23,000,000	---	23,000,000
Deaf-blind center.....	2,000,000	220,000	---	220,000
Training.....	22,000,000	6,628,000	---	6,628,000
Total affected by rescission	47,000,000	29,848,000	---	29,848,000
Total unaffected by rescission	724,820,000			
Total budgetary resources	771,820,000			

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays, and is consistent with the Conference Report on the Labor/MBY Appropriations Bill which indicated Congressional willingness "...to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (p.21, House Report No. 93-1489). Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

Innovation and Expansion Grants--No funds were requested in the President's original budget for this activity since the Basic State Grant program has received increased funding to absorb the activities formerly carried out under the expansion grant program.

Deaf-Blind Center--The \$1,780,000 funding level proposed for the Deaf-Blind Center is the amount requested by the Center, and represents the operating needs of the Center in fiscal year 1975.

Training--The Administration is unable to justify the funding of categorical training programs when general student assistance is available through Office of Education programs.

a/ Excludes programs for the developmentally disabled which are covered under the Continuing Resolution.

Innovation and Expansion Grants--The funding level proposed would increase the number of people served under the Basic State Grant program by about 38,000 over the 1974 level. If the funds proposed for rescission were obligated, it is estimated that an additional 20,000 persons could be served under the expansion grant program.

Deaf-Blind Center--As noted above, the proposed funding level would provide the full range of services planned by the Center. If the funds proposed for rescission were obligated, these programs could be extended to the western half of the Nation.

Training--The proposed funding level provides an \$8 million increase over the 1974 program level. The total amount appropriated provides an additional \$2-3 million above this level. If the funds proposed for rescission were obligated, an additional 155 long-term trainees would be supported, and \$4.5 million would be used to fund 1976 projects.

Total 1975 Outlays^{a/} Dollars in Millions

1975 Budget (February Transmittal).....	\$17
Without rescission (current estimate).....	36
With rescission (revised estimate).....	21
(Effect of Action on 1976 Outlays).....	-(14)

a/ Includes only activities proposed for reduction.

R05-78

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

Social and Rehabilitation Service

Rehabilitation Services

Appropriations under this head for the fiscal year 1975 are rescinded
in the amount of \$29,848,000, of which \$23,000,000 shall be from funds
for sections 120 and 130 of the Rehabilitation Act of 1973.

875-79

Rescission Proposal No. 875-79

PROPOSED RESCINDING OF BUDGETARY APPROPRIATIONS
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Health, Education, and Welfare Bureau	New budgetary resources (P.L. 93-517 and 93-554) Unobligated balance from prior years	Total Budgetary Resources	Reduction	Amount of Resc. To Be Used For Pay Increases	Net Amount Proposed for Rescission
Office of Human Development Appropriation Title & Symbol Human Development - 7550136 (Programs for the Aging)	---	312,950,000			
	Amount proposed for rescission	41,582,000			

JUSTIFICATION:

Program/Activity

Total

Budgetary Resources

Reduction

**Amount of Resc.
To Be Used For
Pay Increases**

**Net Amount
Proposed for
Rescission**

Programs for the

Aging:

a) State and Community

Services.....

b) Nutrition.....

c) Training.....

Total Affected

By Rescissions.....

Total Unaffected

by Rescissions.....

Total Budgetary

Resources.....

Total

Budgetary Resources

Reduction

**Amount of Resc.
To Be Used For
Pay Increases**

**Net Amount
Proposed for
Rescission**

Programs for the

Aging:

a) State and Community

Services.....

b) Nutrition.....

c) Training.....

Total Affected

By Rescissions.....

Total Unaffected

Training--The Administration cannot justify the funding of categorical training programs when general student assistance is available through Office of Education programs.

ESTIMATED EFFECTS:

State and Community Services--The proposed funding level would provide support for 412 area agencies on aging. If the rescinded funds proposed for rescission were obligated, it is estimated that as many as 25-50 additional area agencies could be established.

Nutrition--The level of services provided in this proposal--200,000 daily meals, five days per week--is the same level provided in 1974. If the funds proposed for rescission were obligated, it is estimated that an additional 40,000 to 50,000 meals could be served.

Training--The rescission would have no effect on academic year 1974-1975 since the program is forward-funded from the 1974 appropriation. If the funds proposed for rescission were obligated, the \$8 million Congressional increase would be used to continue this categorical training support in fiscal year 1976.

Total 1975 Outlays ^{a/}	Dollars in millions
1975 Budget (February Transmittal).....	\$49
Without Rescission (current estimate).....	59
With Rescission (revised estimate).....	50
(Effect of Action on 1976 Outlays).....	(-25)

^{a/} Includes only activities proposed for reduction.

This withdrawal of funds is one of several special actions proposed by the President to restrain 1975 budget outlays, and is consistent with the Conference Report on the Labor/HHS Appropriations Bill which indicated Congressional willingness "...to give full consideration to such rescissions and deferrals..." as might be required to keep 1975 spending within the total budget estimate for the bill (p. 21, House Report No. 93-1489). Accordingly a rescission of appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

State and Community Services--The proposed funding level would be the same as that of the two previous years. The principal program target of increasing the number of area agencies in planning and service areas, and strengthening State agency staff and make grants for Model Projects has been achieved.

Nutrition--The proposed level would enable the Department to provide about the same number of meals served as were served in 1974. Increases in costs of food will be partially offset by management improvement, savings from nonrecurring capital and administrative expenses incurred in 1974, and obtaining funds from other public and private sources.

^{a/} excludes the Head Start program and the Native Americans program which are covered under the Continuing Resolution.

EJ5-79

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
Assistant Secretary for Human Development
Human Development

Appropriations under this head for the fiscal year 1975 are
rescinded in the amount of \$41,584,000.

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

DEPARTMENT OF LABOR		
Manpower Administration		
Community Service Employment for Older Americans		
Agency	Department of Labor	New budget authority (P.L. 93-517)
Bureau	Manpower Administration	\$ 12,000,000
Appropriation Title & Symbol	Community Service Employment for Older Americans	Other budgetary resources
1650175		Total budgetary resources
		12,000,000
		Amount proposed for rescission
		\$ 12,000,000

Justification

This proposed rescission is in recognition of the existence of identical authority under the Comprehensive Employment and Training Act (CETA) and adequate funding in the Comprehensive Manpower Assistance (CMA) account. The Congress and the Administration worked for several years to develop a comprehensive statute providing a full range of manpower activities. CETA is the result of that cooperative effort. The Community Service Employment program, Title IX of the Older Americans Comprehensive Services Amendments of 1973, unnecessarily duplicates CETA authority.

Estimated Effects

The Labor Department estimates that the funds proposed for rescission would have financed 2,970 part-time job opportunities and would have provided supplementary financing to comparable older worker activities funded by prior year appropriations for this account and in CMA. It is expected that States and localities will finance activities for older workers well in excess of this amount.

Total 1975 Outlays	Dollars in millions
1975 Budget (February transmittal)	10
Without rescission (current estimate)	14
With rescission (revised estimate)	10
(Effect of action on 1975 outlays)	-8)

Appropriations provided under this head in the Department of Labor, Appropriation Act, 1975, are rescinded in the amount of \$12,000,000.

E75-81

Rescission Proposal No.: E75-81

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Sec. 1012 of P.L. 93-344

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

Consumer Product Safety Commission

Salaries and Expenses

Agency Consumer Product Safety Commission Bureau	New budget authority (P.L. 93-344)	\$ 337,454,000
Appropriation Title & Symbol	Other budgetary resources	—
Salaries and Expenses - 6150100	Total Budgetary Resources	337,454,000
	Amount proposed for rescission	\$ 1,709,000

Appropriations under this head for the fiscal year 1975 are rescinded
in the amount of \$1,709,000.

Total Budgetary Resources	Total Reduction	Amount of Reduction to be Used for Pay Increases	Net Amount Proposed for Rescission
Consumer Product Safety Commission.....	37,454,000	2,454,000	745,000
			1,709,000

JUSTIFICATION

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Accordingly, a rescission of annual appropriations under Section 1012 of the Impoundment Control Act (P.L. 93-344) is proposed.

The proposed funding level of \$35,745,000 provides for substantial extension of the Commission's programs. If this rescission were enacted, this balance of funds available would still represent an increase of more than 20% above the 1974 program level. In the Administration's judgment, the amount proposed for rescissions is not warranted at this time given the need to effect fiscal restraint.

Estimated Effects: The Commission would apply the amount proposed for rescission over all budget activities and still meet its essential program objectives in 1975.

TOTAL 1975 OUTLAYS

1975 Budget (February transmittal).....	\$41.9
Without rescission (current estimate).....	\$43.6
With rescission (revised estimate).....	\$42.7
(Effect of action on 1976 outlays.....)	-0.8)

Deferral No. E75-139

PROPOSED DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency	
U. S. Department of Agriculture	
Bureau Agricultural Stabilization and Conservation Service	
Appropriation Title & Symbol	
Water Bank Program	
Agricultural Stabilization and Conservation Service	
1X3320	
	New budget authority
	(P. L. 93-363)
	Other budgetary resources
	Total Budgetary Resources
	Amount to be deferred part of year
	Amount to be deferred for entire year

\$ 10,000,000
\$ 17,553,712
\$ 27,553,712 1/
\$ -
\$ 1,265,572

Justification:

This action would withhold \$1,265,572 of no year funds which are not needed for obligation in F. Y. 1975.

The Water Bank Program was authorized by the Water Bank Act, Public Law 91-559, approved December 19, 1970. The Act authorized the Secretary of Agriculture to enter into agreements for a period of 10 years with landowners and operators to preserve and improve migratory waterfowl habitat. Under the act, funds appropriated remain available until expended.

The Water Bank program includes \$2,973,677 for technical assistance to be provided in connection with the ten year agreements entered into under the 1972 and 1974 programs. It is estimated that only \$1,706,105 will be required for technical assistance obligations through the end of F. Y. 1975. This leaves an unobligated balance of \$1,265,572, which is not needed for obligation in F. Y. 1975 and should be deferred for the entire fiscal year.

Estimated Effects:

The deferral of \$1,265,572 would have no effect on the Water Bank program in F. Y. 1975 since these funds are not required for obligation in the current fiscal year, but will be needed in subsequent fiscal years.

Total 1975 Outlays:

Dollars in Millions

1975 Budget (February transmittal)	3.8
Without deferral (current estimate)	4.1
With deferral (revised estimate)	4.12/
(Effect of action on 1975 outlays)	---

1/ Includes \$21,212,940 proposed for rescission under E75-8A.

2/ Includes \$1.3 million in outlays proposed for reduction under Rescission E75-8A.

SUPPLEMENTAL REPORT

Report Pursuant to Sec. 1014(c) of P.L. 93-344

This supplementary message modifies Deferral No. D75-21 transmitted in the Special Message of October 4, 1974, and printed as House Document No. 33-365.

The previous report reflected a deferral of \$5,000,000 which was to be reserved for contingencies. The current proposal increases this reserve to a total of \$11,687,589.

PROPOSED DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency		
U. S. Department of Agriculture Bureau Agricultural Stabilization and Conservation Service Appropriation Title & Symbol	New budget authority (P. L. 93-563)	\$ 10,000,000
	Other budgetary resources	\$ 19,687,589
	Total Budgetary Resources	\$ 29,687,589
Emergency Conservation Measures 12X3316	Amount to be deferred part of year	\$
	Amount to be deferred for entire year	\$ 11,687,589

Justification: *

These funds are used for sharing the cost of emergency conservation measures to deal with cases of severe damage to farm and range lands as a result of natural disasters. Assistance is made available to treat new conservation problems which meet the criteria set forth in the Soil Conservation and Domestic Allotment Act (16 U.S.C. 590(h)) and funds are allocated for use only in those counties designated by the Secretary of Agriculture as disaster counties. These allocations do not become obligations until agreements are signed to rehabilitate the land.

It is anticipated that \$18,000,000 will be required for obligation during F. Y. 1975, leaving an unobligated balance of \$11,687,589 for contingencies. These funds are available without regard to fiscal year limitation. The \$11,687,589 deferred is reserved for contingencies pursuant to the Antideficiency Act (31 U.S.C. 665) and will be made available should additional emergency requirements arise.

Estimated Effects: *

There are no programmatic or budgetary effects as a result of this deferral. The reserved funds would only be made available and obligated if damage to farm and range lands exceeds the levels experienced in recent years. This action is being taken purely to satisfy requirements of the new Congressional Budget and Impoundment Control Act of 1974, P. L. 93-344.

Total 1975 Outlays: *

Dollars in Millions

1975 Budget (February transmittal)	10.0
without deferral (current estimate)	12.0
with deferral (revised estimate)	12.0
(Effect of action on 1976 outlays	0)

*Revised from previous submission.

Deferral No.: D75-22A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency U.S. Department of Agriculture	New budget authority (21 USC 1053)	\$
Bureau Agricultural Marketing Service	Other budgetary resources	3,521,209*
Appropriation Title & Symbol 12X2500 - Marketing Services, Agricultural Marketing Service (General fund financed from reimbursements)	Total Budgetary Resources	3,521,209*
	Amount to be deferred part of year	-
	Amount to be deferred for entire year	1,459,209*

Justification:

The U.S. Grain Standards Act (7 USC 71, 74-79, 84-87a) provides for the establishment of official United States standards for grain and an official inspection system.

This system provides for appeal inspections when requested by an applicant who does not agree with the initial official grade designation and for collection of fees for this service. These fees . . . shall be deposited into a fund which shall be available without fiscal year limitation". . . (7 USC 79).

The Egg Products Inspection Act (21 USC 1031-1056) provides for the mandatory continuous inspection of egg products processing plants and regulates the distribution of certain qualities of shell eggs in interstate, foreign, and intrastate commerce.

The cost of inspection and other costs of administration of this Act . . . shall be borne by the United States, except that the cost of overtime and holiday work performed in official plants subject to the provisions of this Act at such rates as the Secretary may determine shall be borne by such official plants. Sums received by the Secretary from official plants under this section shall be available without fiscal year limitation to carry out the purposes of this Act." (21 USC 1053).

For FY 1975, the apportionment for this fund has been approved at the level of \$1,062,000. This amount is sufficient to fully carry out the requirements of the law.

The budgetary reserve of \$1,459,209 for these activities is in excess of the 1975 program requirements and is to be carried forward for use in FY 1976 in accordance with the provisions of the Anti-Deficiency Act (31 USC 665).

Estimated Effects:

None. It is not anticipated that additional funds would be expended unless either additional grain appeals occur or the need for overtime or holiday work in official plants subject to inspection under the Egg Products Inspection Act should develop.

* Revised from previous submission.

D75-22A

SUPPLEMENTARY REPORT

Report Pursuant to Sec. 1014(c) of P.L. 93-344

This supplementary message modifies Deferral No. D75-22 transmitted in the special message of October 4, 1974, and printed as House Document No. 93-365.

The previous report reflected the deferral of \$903,000 of funds considered to be in excess of program requirements for fiscal year 1975. The current deferral increases this amount to \$1,459,209 as the result of greater than anticipated carry-over of funds from fiscal year 1974.

D75-22A

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Total 1975 Outlays: *		Dollars in Millions
1975 Budget (February transmittal),		1.9
Without deferral (current estimate),		2.1
With deferral (revised estimate),		2.1
(Effect of action on 1976 outlays,		0)

*Revised from previous submission.

SUPPLEMENTARY REPORT

Report Pursuant to Sec. 1014(c) of P.L. 93-344

This supplementary message modifies Deferral No. D75-23 transmitted in the special message of October 4, 1974, and printed as House Document No. 93-365.

The previous proposal reflected the deferral of \$341,000 of funds considered to be in excess of program requirements for fiscal year 1975. The current deferral increases this amount to \$511,330 as the result of greater than anticipated carry-over of funds from fiscal year 1974.

DEFERRAL OF BUDGET AUTHORITY

Report Pursuant to Sec. 1013 of P.L. 93-344

Agency U.S. Department of Agriculture Bureau Agricultural Marketing Service Appropriation Title 5 Symbol	New budget authority (7 USC 490) Other budgetary resources	\$ 1,640,000 506,330*
12X5070 - Perishable Agricultural Commodities Act Fund (Permanent indefinite special fund)	Total Budgetary Resources	2,146,330*
	Amount to be deferred part of year	- -
	Amount to be deferred for entire year	\$11,330*

Justification:*

Pursuant to the provisions of the Perishable Agricultural Commodities Act, license fees are collected from commission merchants, dealers, brokers and large retailers who handle fresh or frozen fruits and vegetables in interstate or foreign commerce. These license fees are deposited in the Perishable Agricultural Commodities Act Fund (7 USC 490c) and are available without fiscal year limitations to meet expenses of administering both the Perishable Agricultural Commodities Act (7 USC 490a-s) and the Produce Agency Act (7 USC 491-497). These laws are designed to protect producers, shippers, distributors and retailers from unfair and fraudulent practices in the marketing of perishable agricultural commodities and to prevent the unwarranted destruction or dumping of farm products handled for and on behalf of others.

For FY 1975, the apportionment for this fund has been approved at the level of \$1,635,000. This amount is believed sufficient to fully carry out the requirements of the law.

The budgetary reserve of \$511,330 represents estimates of receipts in excess of the 1975 program requirements to be carried forward for use in FY 1976, in accordance with the provisions of the Anti-Deficiency Act (31 USC 665).

Estimated Effects:*

None. It is not anticipated that additional funds would be expended unless additional license requests occur.

Total 1975 Outlays:*

	Dollars in Millions
1975 Budget (February transmittal)	1.6
Without deferral (current estimate)	1.6
With deferral (revised estimate)	1.6
Effect of action on 1976 outlays	<u>0</u>

* Revised from previous submission.

SUPPLEMENTARY REPORT

Report Pursuant to Sec. 1014(c) of P.L. 93-344

This supplementary message modifies Deferral No. D75-25, transmitted in the special message of October 4, 1974, and printed as House Document No. 93-365.

The previous proposal reflected a deferral of \$152,000 in receipts in excess of program needs for fiscal year 1975. The current proposal increases this amount to \$173,499 due to higher than anticipated receipts in the current year and a larger carry-over from fiscal year 1974 than was estimated.

The present proposal also reflects an increase of \$32,000, from \$273,000 to \$309,000, in funds made available for use in 1975. This increase is due to initiation of the anti-pollution program (\$30,000) with royalties collected under license for the use of the "Woodsey Owl" character pursuant to P.L. 93-318 dated June 22, 1974, and \$2,000 for increased pay costs pursuant to E.O. 11811.

FEDERAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency	Agriculture	New budget authority (18 USC 711) Other budgetary resources	\$ 265,000*
Bureau	Forest Service		
Appropriation Title & Symbol			217,499*
Forest Fire Prevention		Total Budgetary Resources	482,499*
Forest Service		Amount to be deferred part of year	
12X5214		Amount to be deferred for entire year	173,499*

Justification: *

Royalties collected under licenses for use of the character "Smoky Bear" are permanently appropriated and utilized for furthering the nationwide forest fire prevention campaign as provided by the Act of May 23, 1952 (18 U.S.C. 711). Also, "Woodsey Owl" program receipts are collected pursuant to P.L. 93-318 and are similarly appropriated. The total budgetary resources available in this program for fiscal year 1975 consist of \$217,499 in actual receipts earned in fiscal year 1974 and brought forward \$265,000 in receipts anticipated for fiscal year 1975. In keeping with routine financial management practices maintained over the years, \$173,499 of the total budgetary resources available has been reserved. The reserve is justified on two grounds.

First, the reserve contributes to a consistent, stable program level from year to year which, in turn, promotes more efficient operations. The fiscal year 1975 program is being funded, in part, from reserved balances carried forward from last year. The 1976 program will be partially funded by the estimated receipts being deferred in fiscal year 1975.

Second, reservation of funds is required to avoid the possibility of a violation of the Antideficiency Act (31 U.S.C. 665, (a), (b), (h)). A violation of the sections cited could occur if all the estimates of receipts now deferred were made available and obligated while estimated receipts were not fully realized.

This reserve action is taken under provisions of the Antideficiency Act that authorize the establishment of reserves for contingencies (31 U.S.C. 665(c)(2)).

Estimated Effects: *

The funds made available are sufficient to carry out 1975 program objectives. The deferred funds also assure sufficient carryover of funds to operate a 1976 program comparable to 1975.

* Revised from previous submission

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Release of deferred funds would necessitate development of a plan for a substantially expanded 1975 program. The outlay impact would be an increase of about \$142,000 in 1975 and \$11,499 in 1976. The estimate of funds to be deferred assumes that receipt estimates in 1975 will be fully realized.

<u>TOTAL 1975 OUTLAYS</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal)	.3
Without deferral (current estimate)	.4
With deferral (revised estimate)	.3
(Effect of action on 1976 outlays	<u>1/)</u>
1/ Less than \$50,000	

D75-26A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency	Agriculture	New budget authority (16 USC 490)	\$ 30,000,000 *
Bureau	Forest Service	Other budgetary resources	25,778,027 *
Appropriation Title & Symbol	Expenses, Brush Disposal 12X5206	Total Budgetary Resources	55,778,027 *
		Amount to be deferred part of year	
		Amount to be deferred for entire year	26,141,027 *

Justification: *

Purchasers of national forest timber are required to deposit the estimated cost to the Forest Service of disposing of brush and other debris resulting from their cutting operations pursuant to 16 USC 490. The deposits becoming available in the current year are estimated and the related disposal operations are planned for the following year. Efficient program planning and accomplishment is facilitated by operating a stable program well within the funds available in any one year for this purpose. An apportionment of \$29.6 million has been made to the Forest Service for this program in the current fiscal year compared with \$25.0 million in 1974 and \$18.6 million in 1973. The current fiscal year reserve of \$26.1 million was established pursuant to the Antideficiency Act (31 USC 665) as a reserve for contingencies compared with reserves of \$21.6 million in 1974 and \$23.3 million in 1973.

Disposal operations related to deposits made during certain periods of the year cannot be initiated until weather conditions permit. Thus, seasonal factors frequently require deferring use of deposits until the following fiscal year.

Estimated Effects: *

There are no programmatic or budgetary effects that result from this deferral action. Rather, the reserve merely reflects the seasonal nature of the program and the establishment of a reserve for contingencies pursuant to the Antideficiency Act (31 USC 665).

TOTAL 1975 OUTLAYS	Dollars in Millions
1975 Budget (February transmittal)	25.2
Without deferral (current estimate)	27.3
With deferral (revised estimate)	27.3
(Effect of action on 1976 outlays)	--)

*Revised from previous submission.

D75-26A

SUPPLEMENTARY REPORT

Report Pursuant to Sec. 1014(c) of P.L. 93-344

This supplementary message modifies Deferral No. D75-26 transmitted in the special message of October 4, 1974, and printed as House Document No. 93-365.

The previous proposal reflected a deferral of \$18,747,000, which was to be reserved for contingencies. The current proposal increases this amount to \$26,141,027 due to higher than anticipated receipts during the current year.

The present proposal also reflects an increase of \$4.4 million in funds made available for use in 1975. This increase is due to identification of additional work which can be accomplished (\$1.6 million) and for increased pay costs pursuant to E.O. 11811 (\$2.8 million).

Deferral No.: D75-140

DEFERRED OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency		
Department of Commerce	New budget authority	\$ ---
Bureau	(P.L. ---)	
General Administration	Other budgetary resources	\$ 3,300,496
Appropriation Title & Symbol		
Special Foreign Currency	Total Budgetary Resources	3,300,496
13X0160	Amount to be deferred	
	part of year	0
	Amount to be deferred	
	for entire year	\$ 1,500,496

Justification:

The Department of Commerce Special Foreign Currency Program supplements the activities of the Domestic and International Business Administration, the National Bureau of Standards, and the National Oceanic and Atmospheric Administration. There was an obligation limitation placed on Special Foreign Currency in FY 1975 of \$1,800,000 by the Department of the Treasury because of the shortages of excess currencies. The remaining \$1,500,496 has been reserved for contingencies pursuant to the Antideficiency Act (31 U.S.C. 665).

Estimated Effects:

None. The obligation authority required to carry out this program in FY 1975 has been apportioned. This action has no effect upon the latest budget estimates, which assume no outlays in FY 1975 from the \$1,500,496 being deferred.

Total 1975 Outlays	Dollars in thousands
1975 budget (February transmittal).....	\$ 900
Without deferral (current estimate).....	1,900
With deferral (revised estimate).....	1,900
(Effect of action on 1976 outlays).....	1,900

Deferral No.: D75-141

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Commerce	New budget authority (P.L. 93-624)	\$125,000,000
Bureau Economic Development Administration	Other budgetary resources	---
Appropriations Title & Symbol	Total Budgetary Resources	125,000,000
Job Opportunities Program 135/62051	Amount to be deferred part of year	125,000,000
	Amount to be deferred for entire year	---

Justification:

These funds were appropriated in the Urgent Supplemental Appropriations Act (P.L. 93-624) to the Department of Labor and transferred to the Department of Commerce for the Title III program of the Emergency Jobs and Unemployment Assistance Act. This title requires each Federal agency to evaluate the job creation effectiveness of its 1975 programs and to submit to the Secretaries of Commerce and Labor its recommendations for programs which could be expanded to provide jobs for the unemployed. Funds could be allocated to programs selected by the Secretaries of Commerce and Labor based upon the criteria in the Act. These funds remain available for obligation until December 31, 1975.

The funds appropriated for this purpose could not be used properly until after these review and evaluation processes were completed. Further, it is not yet evident that any programs will be identified which make effective use of these resources.

Accordingly, the use of these funds by the Department of Commerce is being deferred, and supplemental appropriation action is being requested to restore these funds to the Department of Labor for use under Title I to the Emergency Jobs and Unemployment Assistance Act.

Estimated Effects:

This action, together with the supplemental request to transfer these funds to the Department of Labor, will permit the use of these funds for establishing 14,000 additional Title I public service jobs. It is not possible to estimate with accuracy the number of jobs that could be created under the Title III job opportunities program.

	Dollars in Thousands	
Total 1975 Outlays	Department of Commerce	Department of Labor
1975 Budget (February transmittal).....	---	---
Without deferral (current estimate).....	31,375	---
With deferral (revised estimate).....	---	50,000
(Effect of action on 1976 outlays).....	-93,625	75,000

SUPPLEMENTARY REPORT

Report Pursuant to Sec. 1014(c) of P.L. 93-364

This supplementary message revises Deferral No. 75-97 transmitted in the message of November 25, 1974, and printed as House Document No. 93-598.

This revision reflects an \$910,318 increase in the amount deferred for fiscal year 1975 for the Experimental Technology Incentive Program (ETIP) at the National Bureau of Standards. These funds, available from prior year appropriations, are not required to finance the fiscal year 1975 program.

As previously reported, the emphasis of the 1975 program will be on evaluating results of experiments initiated under this program in order to determine the future scope and direction of the program. The \$3,477,000 apportioned for 1975 is considered sufficient for this purpose as well as to fund a reduced number of experiments in 1975.

Deferral No. D75-97A

REPEAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-364

Agency	New budget authority (P.L. 93-333)
Department of Commerce	\$ 61,400,000
Bureau: National Bureau of Standards	\$ 10,310,054
Office: Office of Telecommunications	\$ 71,710,054
Appropriation Title & Symbol	
Scientific and technical research and services	\$ -
Amount to be deferred part of year	\$ -
Amount to be deferred for entire year	\$ 4,628,318*
1302500	

JUSTIFICATION:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until February 15, 1975, to permit Congressional review of the action contemplated. This appropriation funds the activities of the National Bureau of Standards (NBS), which conducts research and develops standards to support the Nation's physical measurement system and equity in trade and performs technical services to promote public safety. The activities of the National Technical Information Service (NTIS) and the Office of Telecommunications (OT) are also funded through this appropriation.

It is proposed to defer NBS new initiatives in the following areas: radiation safety, water pollution and clinical measurements. On-going activities in electromagnetics, flow measurements, chemical materials, polymeric materials and experimental technology incentives will be deferred. Finally, it is proposed that programs in engineering mechanics and inventor assistance in NBS, and ionospheric research in OT, be terminated.

ESTIMATED EFFECTS:

Deferral of NBS new initiatives will have the following effects: Delays in initiating aspects of the radiation safety program (\$256,000) will defer by eighteen months the implementation of a national system of radiation calibrations. A one year delay in water pollution data gathering and development of detection methods (\$50,000) will delay implementation of water pollution measurement and standards. Postponement of research on clinical measurement methods and materials (\$190,000) will delay by one year the planned upgrading of the performance of clinical laboratories with respect to their measurement accuracy.

Deferrals in on-going programs would have the following impacts: Slowing development of an electromagnetic measurement capability (\$123,000) will delay beyond FY 1976 the improved handling of data from research on broadcast waves. A two-year delay in implementing a field calibration program for flow measurement, postponement of achievement of improved methods for predicting pollution levels and a one-year delay in developing standards for high voltage distribution systems will result from proposed deferrals in flow measurements,

*Revised from previous submission.

D75-97A

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chemical materials and polymeric materials (\$285,000). The slowdown in the number of technology incentive experiments initiated (\$3,559,318) will make possible a systematic evaluation of experiments which have already been initiated.

Termination of the activities in engineering mechanics (\$91,000) will eliminate dissemination of some engineering data and development of new fiberglass test methods. Termination of National Inventors Council support (\$50,000) will make it necessary for inventors to seek government assistance without benefit of a central advisory service. Termination of OT research in ionospheric modification (\$24,000) will delay development and implementation of further application of this technique.

DOLLARS IN MILLIONS

TOTAL 1975 OUTLAYS:

1975 Budget (February transmittal).....	\$65
Without deferral (current estimate).....	64
With deferral (revised estimate).....	<u>62</u>
(Effect of action on 1976 outlays.....)	(-2)

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Supplemental Report

Report Pursuant to Sec. 1014(c) of P.L. 93-344

This supplementary message revises Deferral No. D 75-99, which was transmitted to Congress on November 26, 1974, (House Document No. 93-398):

As a result of the deobligation in FY 1975 of a prior year contract, the Maritime Administration's Research and Development appropriation will show a larger deferral of FY 1975 funds than had been previously reported. No adjustments in the FY 1975 or 1976 program are involved. The recovered funds are simply being carried forward into FY 1976 where they reduce the appropriation required to fund the previously planned program.

Agency Department of Commerce	New budget authority (P.L. 94-433)	\$ 25,900,000
Bureau Maritime Administration	Other budgetary resources	193,000
Appropriation Title & Symbol Research and Development 13X1716	Total Budgetary Resources	26,093,000
	Amount to be deferred part of year	--
	Amount to be deferred for entire year	7,768,000

Justification:

The deferral of \$7,768,000 consists of two items: one is \$3,468,000 deferred for fiscal policy reasons as proposed by the President in his message to Congress of November 26, 1974; the other item is \$4,300,000 related to the deobligation in FY 1975 of a 1972 research contract.

This appropriation provides for research and development activities directed toward increasing the competitiveness of the U.S. merchant marine. Work is principally conducted through contracts, with many on a cost-sharing basis with private industry. The deferral of \$3,468,000 will reduce nuclear R&D funding by \$1,468,000 and other R&D projects by \$2,000,000. The deferral of \$4,300,000 is a result of the deobligation of a 1972 contract.

These funds are available without regard to fiscal year limitation.

Estimated Effects:

Recent uncertainties concerning the commercial viability of nuclear-powered tankers have resulted in the need to re-evaluate the supporting nuclear R&D program. Thus, a portion of the program relating to the development of nuclear system components can be deferred in FY 1975. Deferrals, principally due to program slippages, will also be made in shipboard automation efforts, the start up of the ship operations simulator, ports and terminal development, and advanced communication systems development. The deferral of \$4,300,000 as a result of the deobligation of a 1972 contract does not affect the current program; it simply frees up funds no longer needed for the prior year contract.

Total 1975 Outlays	Dollars in Millions
1975 Budget (February transmittal)	24.3
Without deferral (current estimate)	25.8
With deferral (revised estimates)	24.0
(Effect of action on 1976 outlays)	-1.7

*Revised from previous submission.

D75-142

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
Report Pursuant to Sec. 1013 of P.L. 93-244

Agency Department of Health, Education, and Welfare National Health Services Administration Appropriation Title & Symbol Health Services 7550350	See Budget Authority (P.L. 93-217)	\$ 496,177,000
	Other Budgetary Resources	85,878,000
	Total Budgetary Resources	582,055,000
	Amount to be deferred part of year	13,996,000
	Amount to be deferred for entire year	

Justification:

This withholding action has been taken under provisions of the Anti-Deficiency Act (5 U.S.C. 665) that authorize the establishment of reserves for contingencies. The amount withheld has been placed in reserve for use in the current year to meet increased pay costs in other than accounts. Authority to effect the transfer of the deferred funds will be proposed in the 1976 budget.

The increased costs result from pay increases granted to civilian and public health service personnel under provisions of Public Law 91-656 and Public Law 90-267 as implemented by Executive Orders 11611 and 11612. Pay increases granted wage board employees in accordance with 5 U.S.C. 534, as amended.

Estimated Effects:

The amounts to be transferred from this account are small in relation to the total account. The programmatic effects, therefore, would be negligible.

Total 1975 Outlays	Dollars in Millions
1975 Budget (February transmittal).....	836
Without Deferral (current estimate).....	855
With Deferral (revised estimate).....	855
Effect of action on 1975 outlays.....	

Unofficial copy: D75-143

DEFERRED OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Health, Education, and Welfare Bureau	New budget authority (P.L. 93-317)	\$ 127,200,000
National Institutes of Health	Other budgetary resources	800,000
Appropriation Title & Symbol	Total Budgetary Resources	128,000,000
7550848	Amount to be deferred part of year	6,255,000
Research Resources	Amount to be deferred for entire year	---

Justification:

This withholding action has been taken under provisions of the Antideficiency Act (31 U.S.C. 665) that authorize the establishment of reserves for contingencies. The amount withheld has been placed in reserve for later use in the current year to meet increased pay costs in other RRM accounts. Authority to effect the transfer of the deferred funds will be proposed in the 1976 budget.

The increased costs result from pay increases granted to civilian and Public Health Service personnel under provisions of Public Law 91-656 and Public Law 90-207 as implemented by Executive Orders 11811 and 11812; and pay increases granted wage board employees in accordance with 5 U.S.C. 5341, as amended.

Estimated Effects:

The amounts to be transferred from this account are small in relation to the total account. The programmatic effects, therefore, would be negligible.

Total 1975 Outlays	Dollars in Millions
1975 Budget (February transmittal).....	124
Without deferral (current estimate).....	105
With deferral (revised estimate).....	105
(Effect of action on 1976 outlays.....)	(--)

UNCLASSIFIED D75-144

DEFERRED OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-144

Agency Department of Health, Education, and Welfare	New budget authority (P.L. 93-517)	\$ 181,358,000
Bureau Alcohol, Drug Abuse, and Mental Health Administration	Other budgetary resources	59,242,000
Appropriation Title & Symbol	Total Budgetary Resources	840,307,000
Alcohol, Drug Abuse, and Mental Health 7551361	Amount to be deferred part of year	2,326,000
	Amount to be deferred for entire year	

Justification:

This withholding action has been taken under provisions of the Antideficiency Act (31 U.S.C. 605) that authorize the establishment of reserves for contingencies. The amount withheld has been placed in reserve for later use in the current year to meet increased pay costs in other new accounts. Authority to effect the transfer of the deferred funds will be proposed in the 1976 budget.

The increased costs result from pay increases granted to civilian and Public Health Service personnel under provisions of Public Law 91-656 and Public Law 90-207 as implemented by Executive Orders 11811 and 11812; and pay increases granted wage board employees in accordance with 5 U.S.C. 5341, as amended.

Estimated Effects:

The amounts to be transferred from this account are small in relation to the total account. The programmatic effects, therefore, would be negligible.

Total 1973 Outlays	Dollars in Millions
1975 Budget (February transmittal).....	778
Without deferral (current estimate).....	818
With deferral (revised estimate).....	818
(Effect of action on 1976 outlays.....)	

D75-145

DEFERRED

DEFERRED OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Health, Education and Welfare Bureau Health Resources Administration (P.L. 93-344 and 93-554)	New budget authority Other budgetary resources	\$ 155,433,000 5,055,336
Appropriation Title & Symbol Health Resources 7550712	Total Budgetary Resources	160,488,336
	Amount to be deferred part of year	2,823,000
	Amount to be deferred for entire year	

Justification:

This withholding action has been taken under provisions of the Antideficiency Act (31 U.S.C. 665) that authorize the establishment of reserves for contingencies. The amount withheld has been placed in reserve for later use in the current year to meet increased pay costs in this and other HRSA accounts. Authority to effect the transfer of the deferred funds will be proposed in the 1976 budget.

The increased costs result from pay increases granted to civilian and Public Health Service personnel under provisions of Public Law 91-656 and Public Law 90-207 as implemented by Executive Orders 11811 and 11812; and pay increases granted wage board employees in accordance with 5 U.S.C. 5341, as amended.

Estimated Effects:

The amounts to be transferred from this account are small in relation to the total account. The programmatic effects, therefore, would be negligible.

Total 1975 Outlays ^{a/}	Dollars in Millions
1975 Budget (February transmittal)	3
Without deferral (current estimate)	3
With deferral (revised estimate)	3
(Effect of action on 1976 outlays	—

^{a/}Includes only amounts proposed for deferral.

D75-146

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Deferral No.: D75-146

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Health, Education, and Welfare Bureau Health Resources Administration Appropriation Title & Symbol	New budget authority (P.L. 93-370)	Other budgetary resources	Total Budgetary Resources	Amount to be deferred part of year	Amount to be deferred for entire year	Total 1975 Outlays	Dollars in Millions
Health Resources 7550712	\$ 301,340,000	---	301,340,000	301,340,000	---	1975 Budget (February transmittal).....	\$378
(Health Facilities Construction)						Without deferral (current estimate).....	330
						With deferral (revised estimate).....	330
						(Effect of action on 1976 outlays.....	0-)

Justification

Health Facilities Construction
Medical Facilities (Hill-Burton)
Health Teaching Facilities

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. This deferral action is being taken to preserve the flexibility of the Congress and the Administration in arriving at a final decision on funding for these programs. The funds proposed for deferral are authorized under the Continuing Resolution covering third quarter operations.

Estimated Effects:Medical Facilities

Hill-Burton funds are available to the States for 3 years. The awards would be made for new projects; no continuations are involved. Thus, the only impact of deferring these allocations through the third quarter is to delay the date on which interested applicants can begin to pursue further development of their projects. In addition, the Conference report accompanying the National Health Planning and Resources Development Act of 1974 stated, "The conferees have not included an authorization for appropriations for fiscal year 1975 under Title VI (Public Health Service Act) and therefore do not contemplate that appropriations will be made under that authority pursuant to a continuing resolution."

Health Teaching Facilities

Construction grant funds are available without fiscal year limitations. The awards would be for new projects; no continuations are involved. Thus, the only impact of deferring the obligations through the third quarter is to delay the date on which interested applicants can begin to pursue further development of their projects.

D75-102A

Deferral No. D75-102A

DEFERRAL OF BUDGET AUTHORITY

Report Pursuant to Sec. 1013 of P.L. 93-344

Deferral No. D75-102A

SUPPLEMENTARY REPORT

Report pursuant to Sec. 1014(c)
of P.L. 93-344

This supplementary message modifies Deferral No. D75-102 transmitted in the special message of November 26, 1974, and printed as House Document No. 93-398. That deferral was submitted in connection with the withholding of \$2,800 thousand in program management funds for the Health Resources Administration (HRA), made available under the Continuing Resolution in effect until adjournment of the 93rd Congress.

In the Supplemental Appropriation Act for Fiscal Year 1975 (P.L. 93-554), Congress reduced HRA program management funds by \$1,540 thousand of the \$2,800 thousand requested by the President. This supplementary report, therefore, is based upon an annual spending reduction of \$1,260 thousand, the remaining amount needed to achieve the total reduction of \$2,800 thousand proposed in the November 26, 1974 special message. Under the Continuing Resolution in effect through February 28, 1975, it is necessary to withhold \$740 thousand to achieve the full year reduction of the remaining \$1,260 thousand. No other changes have been made from the previous report.

Agency Department of Health, Education, and Welfare	New budget authority (P.L. 93-448)	\$ 32,323,000
Bureau Health Resources Administration	Other budgetary resources	
Appropriation Title & Symbol	Total Budgetary Resources	32,323,000
Health Resources 7550712	Amount to be deferred part of year	
(Program Management)	Amount to be deferred for entire year	740,000*

Justification

*This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. This deferral is proposed to preserve the flexibility of the Congress and the Administration in arriving at a final decision on funding for this program. The funds proposed for deferral are authorized under the Continuing Resolution.

Estimated Effects

*Deferral of the availability of funds through the third quarter will result in the delay of travel to various project sites and the use of fewer consultant services. This is consistent with recent congressional actions to reduce government-wide travel expenses.

Total 1975 Outlays

	Dollars in Millions
*1975 Budget (February transmittal)	43
Without deferral (current estimate)	43
With deferral (revised estimate)	42
[Effect of action on 1975 outlays]	+1

*Revised from previous submission.

Deferral No.: DF5-147

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency: Department of Health, Education, and Welfare Bureau: Office of Education Appropriation Title & Symbol	New budget authority (P.L. 93-517)	\$648,500,000 ^{a)}
	Other budgetary resources	283,714,000
	Total budgetary resources	937,214,000
	Amount to be deferred part of year	
Higher Education 755/60293	Amount to be deferred for entire year	\$295,714,000
(Basic Education Opportunity Grants)		

Justification

Deferral is proposed for the portion of the Basic Education Opportunity Grants appropriation that will not be obligated until 1976. Although the Basic Grants program is forward funded, i.e., 1975 funds are for school year 1975-76, approximately half of the funds are obligated toward the end of FY 1975 for the summer and fall semesters of school year 1975-76. The remaining portion of the funds are obligated in FY 1976 for the spring semester of the same school year. This deferral action has been taken under provisions of the Antideficiency Act that authorize the establishment of reserves for contingencies.

Estimated effects

This action does not reflect a program reduction, but simply reflects the established pattern for obligating funds. The funds deferred will be used for the second half of the 1975-76 school year.

OE - Higher Education

Total 1975 Outlays ^{b)}	Dollars in Millions
1975 Budget (February transmittal).....	488
Without deferral (current estimate).....	450
With deferral (revised estimate).....	450
(Effect on 1976 outlays).....	---

a/ Excludes \$11,500,000 for Administrative contracts which is apportioned under appropriation symbol 7550293.

b/ Includes only activities deferred.

Deferral No.: D75-42A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Report Pursuant to Sec. 1014(c) of P.L. 93-344

SUPPLEMENTARY REPORT

This supplementary message revises Deferral No. 75-42, transmitted in the special message of October 31, 1974 and printed as House Document No. 93-365.

This revision reflects an increase of \$64,001,590 in the amount deferred through June 30, 1975, broken down as follows:

Construction subsidized loans	
annual interest grants.....	+ \$63,324,907
Graduate facilities construction.....	No change
Subsidized insured student loans: Reserve fund advances.....	+ \$676,581

The total deferral would increase from \$8,788,102 to \$72,789,590.

A change in the method of accounting for subsidized construction has resulted in de-obligation of funds from prior year appropriations. These unobligated funds are not needed for the 1975 program, but will be used in future years. The change in reserve fund advances for subsidized insured student loans reflects the latest estimate of 1975 requirements.

Agency: Department of Health, Education, and Welfare	New budget authority (P.L. 93-517)	---
Bureau: Office of Education	Other budgetary resources	\$93,539,590 *
Appropriation Title & Symbol	Total budgetary resources	93,539,590 *
Higher Education 750293	Amount to be deferred part of year	---
(Construction Loan Subsidies, Graduate Construction Grants, Guaranteed Student Loan Program-Advances for Reserve Funds)	Amount to be deferred for entire year	\$72,789,590 *

Justification *

Program

Construction		
Subsidized loans		
--Annual interest grants	\$90,101,704	\$70,101,704
Graduate facilities	376,232	376,232
Subsidized insured student loans		
Reserve fund advances	3,081,554	2,311,854
Total	\$93,539,590	\$72,789,590

The amounts shown as deferred are not necessary to meet program requirements during the current fiscal year.

* Annual interest grants.--A change in the method of accounting for subsidized construction loans caused a substantial amount of prior year appropriations to be de-obligated. Obligations are not recorded now until payments are due. Funds on hand are more than adequate to cover anticipated obligations on annual interest grant contracts signed in prior years and no new starts are authorized or planned. The unobligated funds will be needed in the future, however, to pay continuation costs on loans the Federal Government has agreed to subsidize.

* Graduate facilities.--The amount shown as deferred results from cancellation of unused prior year obligations. The deferred funds will be retained to cover obligation adjustments in future years.

* Subsidized insured student loans, reserve fund advances.--These funds were appropriated in 1969 to make advances to agencies guarantee student loans that could not meet reserve requirements. It is estimated that no more than \$750,000 will be needed during 1975 to meet request from these agencies.

* Revised from previous submission.

* Previously reported as \$8,788,000

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Estimated Effects: *

These actions do not result in any reduction in program activity from the levels authorized in the appropriations process. The funds, however, will be available to meet future year requirements.

OE - Higher Education		Dollars in millions
Total 1975 Outlays ^{a/} *		
1975 Budget (February transmittal).....		22
Without rescission (current estimate).....		24
With rescission (revised estimate).....		26
(Effect of deferral on 1976 outlays).....		(---)

^{a/} Includes only activities proposed for reduction.

*Revised from previous submission.

Referral No.: D75-248

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Health, Education, and Welfare Bureau	New budget authority (P.L. _____)	\$ 167,474,000
	Other budgetary resources	5,224,000
	Total Budgetary Resources	172,698,000
	Amount to be deferred part of year	2,792,000
	Amount to be deferred for entire year	
Appropriation Title & Symbol Library Resources 7550212		

Justification:

This withholding action has been taken under provisions of the Antideficiency Act (31 U.S.C. 665) that authorize the establishment of reserves for contingencies. The amount withheld has been placed in reserve for later use in the current year to meet increased pay costs in other HCM accounts. Authority to effect the transfer of the deferred funds will be proposed in the 1976 budget.

The increased costs result from pay increases granted to civilian personnel under provisions of Public Law 91-656 as implemented by Executive Order 11811, and pay increases granted wage board employees in accordance with 5 U.S.C. 5341, as amended.

Estimated Effects:

This deferral of \$2,792,000 is part of a proposed \$26,749,000 reduction affecting the appropriation for Public Libraries. The amount deferred will require states to absorb additional costs of basic public library services or to the degree they are dependent on Federal support and can not maintain current levels, there would be some reduction in hours of service, numbers of personnel, and acquisition of books and materials.

Total 1975 OutlaysDollars in Millions

1975 Budget (February transmittal).....	136
Without deferral (current estimate).....	181
With deferral (revised estimate).....	181
(Effect of action on 1976 outlays).....	(---)

Deferral No. D75-443

SUPPLEMENTARY REPORT

Report Pursuant to Sec. 1014 (c) of P.L. 93-344

This supplementary message revises Deferral No. D75-44A transmitted in the special message of December 27, 1974.

This revision reflects an increase of \$8,048,000 in the amount deferred through June 30, 1975. These funds were appropriated for FY 1975 by P.L. 93-517 for district office programs and for purchase contract payments on three new program centers. Of the total \$8,737,000 appropriated for FY 1975, only district office site studies requiring \$184,000 will be obligated in the current fiscal year. The remaining funds for district offices are deferred until decisions are reached on the future of the program. Funds to support the program centers are not needed until FY 1976 when purchase contract payments will be made at the time of occupancy.

Deferral No. D75-44B

DEFERRAL OF HUD-HEALTH AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency: Department of Health Education and Welfare	New budget authority (P.L. 93-517)	\$ 8,232,000 *
Bureau: Social Security Admin.	Other budgetary resources	15,393,497
Appropriation Title & Symbol:		
Limitation on Construction	Total Budgetary Resources	23,625,497 *
7508705	Amount to be deferred part of year	---
	Amount to be deferred for entire year	20,575,621 *

Justification

* Funds provided under the limitation on Construction of the Social Security Administration remain available until expended in recognition of the long lead time between the provision of funds and their use in carrying out authorized construction projects. Previously, \$15,393,497 was placed in deferral. In addition, we received new budget authority of \$8,232,000 in FY 1975. We plan to obligate a part of this total in FY 1975, and now, a total of \$20,575,621 has been placed in reserve pursuant to the Antideficiency Act (31 USC 665) and is proposed for deferral. This full amount is proposed to be deferred for the entire year. The amounts involved fall into two categories, discussed below.

Unused balances of funds provided for construction of program centers --

* In 1972, \$18.2 million, to remain available until expended, was provided in the Departments of Labor and Health, Education, and Welfare Appropriation Act, 1972, for direct construction of program centers in Philadelphia, Chicago, and San Francisco. Subsequent to the provision of these funds, it was determined, with the concurrence of the Congress, that these centers would be built under the purchase contract method. This reduced the immediate funding requirements to \$6.1 million, thus making \$12.1 million available to meet other SSA construction requirements. In 1974, the Congress authorized \$4.1 million to be reprogrammed for district office construction. Of these reprogrammed funds, \$2.0 million was released for obligation in 1974, and \$2.0 million is reserved for future obligation. Of the remaining 8.0 million of unused program center funds, \$5.8 million

* Revised from previous submission.

is proposed for reprogramming in 1975 for district office construction and \$1.1 million is to be reprogrammed to meet unexpected needs in headquarters construction. If this reprogramming is approved by the Congress, it is expected that these funds will be released for obligation in future years. The balance of unused program center funds (about 1.1 million) is proposed for deferral through the end of 1975, remaining available to meet requirements in future years. In addition, \$3.6 million was requested in 1975 to pay purchase contract payments on three new program centers. These will not be occurred until 1976.

Unexpended balances of funds provided for district office construction

* A total of \$10,094 thousand (in addition to the \$5.8 million mentioned above) is being reserved for future obligation. This includes \$3,613 thousand remaining from the 1967 district office construction program, \$2,033 thousand reprogrammed from the program center activity in 1974, and \$4,448 thousand appropriated in 1975. The fact that these funds have not yet been obligated reflects a change in circumstances which required a re-evaluation of the district office construction program which had been approved in 1967. Subsequent to the provision of funds for this program, it was determined that efficiency of operations and better service to the public necessitated the development of a system of branch offices. The effect of this decision was to delay much of the district office construction that had been authorized in the 1967 program. The branch offices, however, are generally located in leased space, rather than in facilities constructed specifically for SSA use. Thus, they are not financed from this appropriation, and reprogramming of the unexpended district office funds for this purpose was not feasible. SSA is evaluating whether or not these funds are needed. A further complication in determining the appropriate use of the district office funds was introduced by the enactment of the Supplemental Security Income program, which has a significant impact on the requirements for district office space. As a result of these factors, plans have not yet been developed for the use of the remaining balances of these funds and their release is proposed to be deferred pending the development of such plans.

Estimated Effects

The funds intended to be appropriated for obligation in 1975 will permit SSA to carry out its authorized construction program in an orderly manner. No currently planned construction would be delayed by this deferral. Because of the time required to plan, authorize and carry out construction activity, release of the funds at this time would be unlikely to affect the level of outlays in 1975 and would have minimal impact on 1976 outlays. This deferral has no effect on the level of outlays forecast in the February budget.

*Revised from previous submission.

HHS/OS/12

Deferral No. DTS-448

* PLANNED DISPOSITION OF UNAPPORTIONED
SOCIAL SECURITY CONSTRUCTION FUNDS (756705)

(\$ in thousands)

Construction Program	Total Amount	Planned for Obligation In 1975	In future years
<u>Headquarters Funds:</u>			
<u>Program Center Funds:</u>			
Balance available for other construction (as of 7/1/74)	10,062		
Reprogrammed in 1974 for district office construction			2,033
Proposed for reprogramming in 1975 for district office con- struction			5,796
Proposed for reprogramming in 1975 for headquarters construc- tion		1,148	
Proposed to remain available for future requirements			1,085
Purchase Contract money (1975 approx.)		3,600	3,600
<u>District Office Funds:</u>			
Balance available (as of 7/1/74)			
1967 construction program	4,531	918	3,613
1971 construction program	800	800	
1975 Appropriation	1,532	181	1,448
Total Deferrals a/	23,625	3,650	20,576

a/ Totals do not add due to rounding.

*Revised from previous submission.

Deferral No.: D75-149

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Dept. of Health, Education, and Welfare Bureau Special Institutions	New budget authority (P.L. 93-517)	\$ 10,465,000
Appropriation Title & Symbol	Other budgetary resources	2,218,373
Gallaudet College - 7500102 (Construction)	Total Budgetary Resources	12,683,373
	Amount to be deferred part of year	---
	Amount to be deferred for entire year	1,267,482

Justification

The \$1,267,482 represents funds appropriated in the 1975 Labor-HEW Appropriations Act (P.L. 93-517) for purchase of equipment and furnishings. The funds have not been utilized due to the slow pace of the new school construction on the Gallaudet campus. Contracts are expected to be let in calendar year 1976 for the purchase of equipment for the facilities under construction. The funds deferred will be apportioned when required by the construction timetable. This reserve action has been taken under provisions of the Anti-Deficiency Act (31 U.S.C. 665), that authorizes the establishment of reserves for contingencies.

Estimated Effect

This deferral has no restrictive effect on construction plans and there will be no budgetary impact on 1975 outlays. Upon completion of the facilities, these funds will be made available for purchase of equipment and furnishings and will be obligated in 1976.

Deferral No.: D75-46A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency	Dept. of Health, Education, and Welfare	New budget authority (P.L. 93-517)	\$ 12,500,000 *
Bureau	Special Institutions	Other budgetary resources	18,092,389 *
Appropriation Title & Symbol	Total Budgetary Resources		30,592,389 *
Howard University - 75X0106	Amount to be deferred part of year		—
(Construction)	Amount to be deferred for entire year		6,323,110 *

Justification *

The deferred funds have been reserved for contingencies pursuant to the Anti-Deficiency Act (31 U.S.C. 665) pending completion of plans and specifications for renovation, and construction of a new teaching hospital to replace the old Freedmen's Hospital. The deferred funds remain available without fiscal year limitation.

Estimated Effects: *

This deferral has no restrictive effects on construction plans and there will be no budgetary impact in FY 1975. These funds will be released in 1975 when required by the construction timetable.

*Revised from previous submission.

Deferral No. D75-46A

SUPPLEMENTARY REPORT
Report Pursuant to Sec. 1014(c) of P.L. 93-344

This supplementary message revises Deferral No. D75-46A transmitted in the special message of October 4, 1974 and printed as House Document No. 93-385.

This revision reflects a decrease of \$11,490,000 in the amount to be deferred for part of the year, and an increase of \$6,323,110 in the amount to be deferred for the entire year—a net change of -\$5,166,890 representing funding required to proceed with the planning and construction of authorized projects.

SUPPLEMENTARY REPORT
Report pursuant to Sec. 1014(c)
of P.L. 93-344

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Deferral No.: D75-63A

This supplementary report modifies Deferral No. D75-63 transmitted in the special message of October 4, 1974, and printed as House Document No. 93-365.

The revised report reflects an increase of \$24,751,958 in the amount being deferred. The increase results from additional contract authority in the amount of \$25 million provided in the Federal-Aid Highway Amendments of 1974 (P.L. 93-643) and an increase of \$251,958 in unobligated balances brought forward from fiscal year 1974. The increase in unobligated balances represents the difference between estimates of balances made early in fiscal year 1974 and actual balances recently determined. In addition, congressional action to increase the appropriation required to liquidate contract authority resulted in a \$500,000 increase in the program level since the previous report was submitted. A further increase of \$600,000 in the program level is attributable to increased estimates of reimbursements from other Federal programs.

Agency	Department of the Interior	New budget authority (23 USC 203) as amended	\$
Bureau	Indian Affairs	Other budgetary resources	96,474,958 *
Appropriation Title & Symbol		Total Budgetary Resources	196,474,958 *
Road Construction		Amount to be deferred part of year	---
14X2364		Amount to be deferred for entire year	135,174,958 *

Justification *

The Bureau of Indian Affairs road construction program level in FY 1975 is estimated to be \$61,300,000. This amount represents the estimate of funds needed in the construction and rehabilitation of roads on Indian reservations. The Federal Aid Highway Act of 1973 (23 USC 203) as amended by the Federal-Aid Highway Amendments of 1974 (P.L. 93-643) provides contract authority of \$83 million in fiscal year 1974, \$84 million in fiscal year 1975, and \$83 million in fiscal year 1976 and authorizes its use one year in advance and two years subsequent to the fiscal year for which it is designated. The unobligated contract authority available from previous years is \$95,674,958. This amount plus the \$100 million available in 1975, and \$600,000 in reimbursements to be received for work performed for other agencies, allows for total available funding in FY 1975 of \$196,474,958. This figure, less the estimated program amount of \$60,700,000, leaves an unapportioned balance of \$135,174,958 through the current fiscal year.

The amount of contract authority made available is consistent with the level of obligations implicitly approved by the Congress in its review of and action on the appropriation required to liquidate obligations.

Estimated Effects *

If all contract authority were to be released from reserve, the obligation plan would still have to take into consideration the amount of cash appropriated by the Congress to liquidate such obligations. Thus, there would be no significant change in the program plan if all of the contract authority were to be made available.

Total 1975 Outlays	Dollars in Millions
1975 budget (February transmittal)	63.5
Without deferral (current estimate)	64.0
With deferral (revised estimate)	64.0
(Effect of action on 1976 outlays	-0-)

*Revised from previous submission.

Deferral No.: D75-150

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency	Department of Labor	New budget authority (P.L. 93-517)	\$ 200,000
Bureau	Departmental Management	Other budgetary resources	16,049
Appropriation Title & Symbol		Total Budgetary Resources	216,049
Special Foreign Currency			
Departmental Management		Amount to be deferred part of year	200,000
16X0151		Amount to be deferred for entire year	-0-

Justification

This deferral action involves the postponement of funds for foreign service consultations. This withholding of funds is taken under provisions of the Antideficiency Act (31 U.S.C. 665 et. seq.). This reserve will allow the Department of Labor to prepare a financial plan which describes the activities to be financed, the foreign currency to be used, the number of attendees and other supporting information.

Estimated Effects

Since the funds would in any event not be used in the absence of final determinations of the activities to be financed, there will be no delay in activities, generally international conferences of foreign service officers. Upon the transmittal of the necessary plan these funds will be released from reserve. The deferral is not expected to affect 1975 outlays.

Total 1975 Outlays	Dollars in thousands
1975 Budget (February transmittal).....	(195)
Without deferral (current estimate).....	230
With deferral (revised estimate).....	230
(Effect of action on 1976 outlays....)	---

Deferral No.: D75-151

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency	Appropriation Title & Symbol	New budget authority (P.L. 93-391)	
Department of Transportation			\$ 42,764,000
Bureau National Highway			
Traffic Safety Administration			44,360,632
		Total Budgetary Resources	87,124,632
		Amount to be deferred part of year	1,800,000
		Amount to be deferred for entire year	---

Justification:

Total funds of \$17,482,000 were appropriated in fiscal years 1974 and 1975 to carry out five State diagnostic inspection demonstration projects, as required by Title III of the Motor Vehicle Information and Cost Savings Act (PL 92-513, Approved October 20, 1972). As the contract proposals were received from the States and evaluated, it was possible to negotiate final awards below original estimates. Thus, total costs of the projects are \$1,900,000 less than was appropriated.

It is proposed to use \$100,000 of these savings in FY 1975 and \$1,800,000 in FY 1976 to initiate a special motor vehicle diagnostic inspection demonstration project, concentrating on advanced inspection equipment. This new project was authorized in an amendment to Title III of PL 92-513 pursuant to the Motor Vehicle and Schoolbus Safety Amendments of 1974 (PL 93-492, approved October 27, 1974).

The 1976 funding for this project has been placed in reserve for contingencies as authorized under provisions of the Antideficiency Act (31 USC 665).

Estimated Effects:

This deferral action has no programmatic effect since the five demonstration projects, for which the deferral funds were originally appropriated, will be completed as required by June 30, 1976.

Total 1975 Outlays:

Dollars in thousands

1975 Budget (February transmittal)	90,000
Without deferral (current estimate)	82,671
With deferral (revised estimate)	82,671
(Effect of action on 1976 outlays)	---

Deferral No.: D75-152

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Environmental Protection Agency Bureau	New budget authority (P.L. 93-553)	\$ 100,875,000
	Other budgetary resources	14,170,000
Appropriation Title & Symbol	Total Budgetary Resources	115,045,000
Abatement and Control 68X0108 (Air and Water Control Agency Grants)	Amount to be deferred part of year	
	Amount to be deferred for entire year	9,375,000

Justification

Deferral of no-year funds is one of several special actions proposed by the President in his message of November 26, 1974 to restrain 1975 budget outlays. His message proposed deletion of the \$9.4 million in excess of his budget request from the then-pending appropriation bill. Deletion was not effected because the request arrived too late for adequate consideration. The amount is, therefore, to be deferred until FY 1976, at which time it will be made available for obligation.

Estimated Effects

The impact of this deferral will be to delay the granting of approximately 8 percent of available FY 1975 funds until FY 1976. Based upon past experiences, it is estimated that some 380 grants would be affected, resulting in grant deferrals of \$25,000 on an average grant of \$303,000. Deferral of the \$9.4 million appropriation will enable the maintenance of this program at a level of \$91.5 million in both FY 1975 and FY 1976. This deferral will permit local, State, and interstate agencies to develop plans for a constant program level in lieu of planning for increases in FY 1975 and reductions in FY 1976.

Total 1975 Outlays	Dollars in Millions
1975 Budget (Feb. transmittal)	88.0
Without deferral (current estimate)	107.0
With deferral (revised estimate)	101.0
(Effect of action on 1976 outlays)	+6.0

[FR Doc. 75-3390 Filed 2-5-75; 8:45 am]