

ity of this Act, shall not, by reason thereof, be personally liable in damages.

Effective date.

SEC. 5. This Act shall take effect on the first day of the first month which begins on or after the thirtieth day after the date of its enactment.

Approved August 3, 1968.

Public Law 90-459

August 3, 1968
[H. R. 9606]

AN ACT

To exempt from taxation certain property of the National Society of the Colonial Dames of America in the District of Columbia.

D.C.
National Society
of the Colonial
Dames of America.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That Public Law 299, Eighty-first Congress, first session, approved September 7, 1949 (63 Stat. 694, ch. 564) appearing in the District of Columbia Code, 1961 edition, as section 47-801a-2, be and the same is hereby amended by adding a new sentence at the end thereof as follows: "There shall also be exempt from taxation upon the same terms and conditions the adjoining property owned by the National Society of the Colonial Dames of America, now designated on the records of the Assessor of the District of Columbia as Lots 813 and 814 in Square 1285, together with any improvements which may hereafter be erected thereon by said National Society of the Colonial Dames of America."

Effective date.

SEC. 2. This amendment shall apply with respect to taxable years beginning after June 30, 1968.

Approved August 3, 1968.

Public Law 90-460

August 3, 1968
[H. R. 16729]

AN ACT

To extend for two years certain programs providing assistance to students at institutions of higher education, to modify such programs, and to provide for planning, evaluation, and adequate leadtime in such programs.

Higher educa-
tion.
Student assist-
ance programs,
extension.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

EXTENSION OF STUDENT LOAN INSURANCE PROGRAMS

79 Stat. 1237.
20 USC 1074.

SECTION 1. (a) (1) Section 424(a) of the Higher Education Act of 1965 is amended (A) in the first sentence by striking out "fiscal year ending June 30, 1968" and inserting in lieu thereof "period thereafter ending October 31, 1968", and (B) in the second sentence by striking out "June 30, 1972" and inserting "October 31, 1968".

20 USC 1078.

(2) Section 428(a) of such Act is amended by striking out "June 30, 1968" and all that follows down through the period and inserting in lieu thereof "October 31, 1968."

79 Stat. 1038.
20 USC 984.

(b) (1) Section 5(a) of the National Vocational Student Loan Insurance Act of 1965 is amended (A) in the first sentence by striking out "and in each of the two succeeding fiscal years" and inserting in lieu thereof "in the fiscal year ending June 30, 1967, and in the period thereafter ending October 31, 1968", and (B) in the second sentence by striking out "June 30, 1972" and inserting in lieu thereof "October 31, 1968".

(2) Section 9(a)(4) of such Act is amended by striking out "June 30, 1968" and all that follows down through the period and inserting in lieu thereof "October 31, 1968."

79 Stat. 1041.
20 USC 988.

(3) Section 10(b) of such Act is amended by adding at the end thereof the following new sentence: "No loan may be made under this section after October 31, 1968."

20 USC 989.

INCREASE OF MAXIMUM INTEREST RATE UNDER STUDENT LOAN
INSURANCE PROGRAMS; ADMINISTRATIVE COSTS

SEC. 2. (a)(1) Section 427(b) of the Higher Education Act of 1965 is amended by striking out "6 per centum" and all that follows and inserting in lieu thereof "7 per centum per annum on the unpaid principal balance of the loan."

79 Stat. 1240.
20 USC 1077.

(2) Section 428(b)(1)(E) of the Higher Education Act of 1965 is amended by striking out "6 per centum" and inserting in lieu thereof "7 per centum".

20 USC 1078.

(b)(1) Paragraph (2) of section 428(a) of the Higher Education Act of 1965 is amended by inserting "(A)" after "(2)" and by adding at the end of that subparagraph the following new subparagraph:

Post, p. 1022.

"(B) When, due to State laws which do not permit an interest rate of 7 per centum per annum, and when the Commissioner determines that such statutory limitations threaten to impede the carrying out of the purposes of this part, he may authorize an administrative cost allowance, not to exceed 1 per centum per annum of the unpaid principal balance, for the term of any loan insured by the Commissioner under this part or under a State or private nonprofit student loan insurance program covered by an agreement under subsection (b). Such an administrative cost allowance may be paid on loans made during the period beginning on the date of enactment of this subparagraph and ending on October 31, 1968."

(2)(A) Section 428(a)(1) of such Act is amended by inserting after the first sentence the following new sentence: "In addition, the Commissioner shall pay an administrative cost allowance in the amount established by paragraph (2)(B) of this subsection with respect to loans to any such student but without regard to the student's adjusted family income."

(B) Section 428(a)(2)(A) (as so designated by this section) is amended by inserting after the first sentence the following: "For purposes of the preceding sentence, the term 'interest' includes any administrative cost allowance paid pursuant to subparagraph (B)."

(C) The second sentence of section 428(a)(2)(A) of such Act is amended by inserting "and the administrative cost allowance payable under this subsection" after "determined".

(D) Section 428(a)(3) of such Act is amended by inserting "or of administrative cost allowances" after "interest".

(3) Section 421(b)(2) of such Act is amended by inserting "and administrative cost allowances" after "interest".

79 Stat. 1236.
20 USC 1071.

(c)(1) Section 8(b) of the National Vocational Student Loan Insurance Act of 1965 is amended by striking out "6 per centum" and all that follows and inserting in lieu thereof "7 per centum per annum on the unpaid principal balance of the loan."

79 Stat. 1040.
20 USC 987.

(2) Section 9(b)(1)(E) of the National Vocational Student Loan Insurance Act of 1965 is amended by striking out "6 per centum" and inserting in lieu thereof "7 per centum".

20 USC 988.

(d)(1) Paragraph (2) of section 9(a) of the National Vocational Student Loan Insurance Act of 1965 is amended by inserting "(A)" after "(2)" and by adding at the end of that subparagraph the following new subparagraph:

"(B) When, due to State laws which do not permit an interest rate of 7 per centum per annum, and when the Commissioner determines that such statutory limitations threaten to impede the carrying out of the purposes of this Act, he may authorize an administrative cost allowance, not to exceed 1 per centum per annum of the unpaid principal balance, for the term of any loan insured by the Commissioner under this part or under a State or private nonprofit student loan insurance program covered by an agreement under subsection (b). Such an administrative cost allowance may be paid on loans made during the period beginning on the date of enactment of this subparagraph and ending on October 31, 1968."

79 Stat. 1041.
20 USC 988.

(2) (A) Section 9(a) (1) of such Act is amended by inserting after the first sentence the following new sentence: "In addition, the Commissioner shall pay an administrative cost allowance in the amount established by paragraph (2) (B) of this subsection with respect to loans to any such student but without regard to the student's adjusted family income."

(B) Section 9(a) (2) (A) of such Act (as so designated by this section) is amended by inserting after the first sentence the following: "For purposes of the preceding sentence, the term 'interest' includes any administrative cost allowance paid pursuant to subparagraph (B)."

(C) The second sentence of section 9(a) (2) (A) of such Act is amended by inserting "and the administrative cost allowance payable under this subsection" after "determined".

(D) Section 9(a) (3) of such Act is amended by inserting "or of administrative cost allowances" after "interest".

79 Stat. 1037.
20 USC 981.

(3) Section 2(b) (2) of such Act is amended by inserting "and administrative cost allowances" after "interest".

FEDERAL GUARANTY OF STUDENT LOANS INSURED UNDER NON-FEDERAL PROGRAMS

79 Stat. 1236.
20 USC 1071.

SEC. 3. (a) Section 421(a) of the Higher Education Act of 1965 is amended by striking out "and" before "(3)", and by inserting before the period at the end of that subsection the following: ", and (4) to guarantee a portion of each loan insured under a program of a State or of a nonprofit private institution or organization which meets the requirements of section 428(a) (1) (C)".

Post, p. 1021.
20 USC 1078.

(b) Section 428 of such Act is amended by adding after subsection (b) the following new subsection:

"(c) (1) The Commissioner may enter into a guaranty agreement with any State or any nonprofit private institution or organization with which he has an agreement pursuant to subsection (b), whereby the Commissioner shall undertake to reimburse it, under such terms and conditions as he may establish, in an amount equal to 80 per centum of the amount expended by it in discharge of its insurance obligation, incurred under its loan insurance program, with respect to losses (resulting from the default, death, or permanent and total disability of the student borrower) on the unpaid balance of the principal (other than interest added to principal) of any insured loan with respect to which a portion of the interest (A) is payable by the Commissioner under subsection (a), or (B) would be payable under such subsection but for the adjusted family income of the borrower.

Provisions.

"(2) The guaranty agreement—

"(A) shall set forth such administrative and fiscal procedures as may be necessary to protect the United States from the risk of unreasonable loss thereunder, to insure proper and efficient admin-

istration of the loan insurance program, and to assure that due diligence will be exercised in the collection of loans insured under the program;

“(B) shall provide for making such reports, in such form and containing such information, as the Commissioner may reasonably require to carry out his functions under this subsection, and for keeping such records and for affording such access thereto as the Commissioner may find necessary to assure the correctness and verification of such reports;

Reports; recordkeeping.

“(C) shall set forth adequate assurance that, with respect to so much of any loan insured under the loan insurance program as may be guaranteed by the Commissioner pursuant to this subsection, the undertaking of the Commissioner under the guaranty agreement is acceptable in full satisfaction of State law or regulation requiring the maintenance of a reserve;

“(D) shall provide that if, after the Commissioner has made payment under the guaranty agreement pursuant to paragraph (1) of this subsection with respect to any loan, any payments are made in discharge of the obligation incurred by the borrower with respect to such loan (including any payments of interest accruing on such loan after such payment by the Commissioner), there shall be paid over to the Commissioner (for deposit in the fund established by section 431) such proportion of the amounts of such payments as is determined (in accordance with regulations prescribed by the Commissioner) to represent his equitable share thereof, but shall not otherwise provide for subrogation of the United States to the rights of any insurance beneficiary: *Provided*, That, except as the Commissioner may otherwise by or pursuant to regulation provide, amounts so paid by a borrower on such a loan shall be first applied in reduction of principal owing on such loan; and

20 USC 1081.

“(E) may include such other provisions as may be necessary to promote the purposes of this part.

“(3) To the extent provided in regulations of the Commissioner, a guaranty agreement under this subsection may contain provisions which permit such forbearance for the benefit of the student borrower as may be agreed upon by the parties to an insured loan and approved by the insurer. Nothing in this subsection shall be construed to require collection of the amount of any loan by the insurance beneficiary or its insurer from the estate of a deceased borrower or from a borrower found by the insurance beneficiary or its insurer to have become permanently and totally disabled.

“(4) For purposes of this subsection—

“(A) the terms ‘insurance beneficiary’ and ‘default’ shall have the meanings assigned to them by section 430(e), and

“(B) permanent and total disability shall be determined in accordance with regulations of the Commissioner.

“Insurance beneficiary”;
“default.”
79 Stat. 1244.
20 USC 1080.

“(5) In the case of any guaranty agreement entered into prior to October 31, 1968, with a State or nonprofit private institution or organization with which the Commissioner has in effect on that date an agreement pursuant to subsection (b) of this section, or section 9(b) of the National Vocational Student Loan Insurance Act of 1965, made prior to the date of enactment of this subsection, the Commissioner may, in accordance with the terms of this subsection, undertake to guarantee loans described in paragraph (1) which are insured by such

79 Stat. 1042.
Ante, p. 635.
20 USC 988.

State, institution, or organization and are outstanding on the date of execution of the guaranty agreement, but only with respect to defaults occurring after the execution of such guaranty agreement or, if later, after its effective date.”

79 Stat. 1245.
20 USC 1081.

20 USC 1078.

(c) Section 431 of such Act is amended (A) by inserting in the first sentence of subsection (a) “, or in connection with payments under a guaranty agreement under section 428(c),” after “insured by him under this part”; (B) by inserting in the third sentence of subsection (a) “, or in connection with such guaranty agreements” after “insured by the Commissioner under this part”; and (C) by inserting in the first sentence of subsection (b) “, or in connection with any guaranty agreement made under section 428(c)” after “insured by the Commissioner under this part”.

20 USC 1082.

(d) Section 432(a)(5) of such Act is amended by inserting “or any guaranty agreement under section 428(c)” after “such insurance”.

Approved August 3, 1968.

Public Law 90-461

August 8, 1968
[S. 2060]

AN ACT

To amend section 503(f) of the Federal Property and Administrative Services Act of 1949 to extend for a period of five years the authorization to make appropriations for allocations and grants for the collection and publication of documentary sources significant to the history of the United States.

Federal Prop-
erty and Ad-
ministrative
Services Act of
1949, amendment.
78 Stat. 335.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That section 503(f) of the Federal Property and Administrative Services Act of 1949, 63 Stat. 377, as amended (44 U.S.C. 393), is amended by substituting the word “nine” for the word “four” in the phrase “for the fiscal year ending June 30, 1965, and each of the four succeeding fiscal years”.

Approved August 8, 1968.

Public Law 90-462

August 8, 1968
[S. 3679]

AN ACT

To amend the Act of June 19, 1968 (Public Law 351, Ninetieth Congress).

Omnibus Crime
Control and
Safe Streets
Act of 1968,
amendment.
Ante, p. 208.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That clauses (1), (2), and (3) of section 520(b) of the Act of June 19, 1968 (Public Law 351, Ninetieth Congress), are amended by striking out “302” each time it appears and inserting in lieu thereof “301”.

SEC. 2. The caption of title II of the Act of June 19, 1968 (Public Law 351, Ninetieth Congress), immediately preceding section 701 thereof is amended to read as follows:

“TITLE II—ADMISSIBILITY OF CONFESSIONS AND ADMISSIBILITY OF EYEWITNESS TESTIMONY”.

SEC. 3. Section 1401(a) of the Act of June 19, 1968 (Public Law 351, Ninetieth Congress), is amended by striking out “Chapter 204” and inserting in lieu thereof “Chapter 205”.

Approved August 8, 1968.