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Union Calendar No. 502

94TH CONGRESS 2D Session

H. R. 12838

[Report No. 94-1024]

IN THE HOUSE OF REPRESENTATIVES

March 29, 1976

Mr. Brademas (for himself, Mr. Quie, Mr. Perkins, Mr. Thompson, Mr. Bell, Ms. Mink, Mr. Meeds, Mr. Peyser, Mrs. Chisholm, Mr. Lehman, Mr. Jeffords, Mr. Cornell, Mr. Beard of Rhode Island, Mr. Pressler, Mr. Žefferetti, Mr. Miller of California, Mr. Hall, Mr. O'Hara, Mr. Phillip Burton, Mr. Esch, Mr. Biaggi, Mr. Benttez, Mr. Hawkins, Mr. Risenhöover, and Mr. Simon) introduced the following bill; which was referred to the Committee on Education and Labor

APRIL 9, 1976

Reported with an amendment, committed to the Committee of the Whole House on the State of the Union, and ordered to be printed

[Strike out all after the enacting clause and insert the part printed in italic]

A BILL

- To amend and extend the National Foundation on the Arts and Humanities Act of 1965, to provide for the improvement of museum services, to establish a challenge grant program, and for other purposes.
- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 That this Act may be cited as the "Arts, Humanities, and
- 4 Cultural Affairs Act of 1976".

AN TITLE I—ARTS AND HUMANITIES 1 STATE HUMANITIES COUNCILS 2 SEC. 101. (a) Section 7 of the National Foundation on 3 the Arts and the Humanities Act of 1965 is amended by 4 adding at the end thereof the following new-subsection: 5 "(f) (1) The Chairman, with the advice of the National 6 Council on the Humanities, is authorized to establish and carry out programs of grants-in-aid in each of the several States in order to support not more than 50 per centum of the cost of existing activities which meet the standards 10 enumerated in subsection (c), and in order to develop pro-11 grams in the humanities in such a manner as will furnish 12 adequate programs in the humanities in each of the several States. 14 "(2) In order to receive assistance under this subsec-15 tion in any fiscal year, any person or entity desiring to 16 17 receive such assistance shall submit an application for such grants at such time as shall be specified by the Chairman and 18 -accompany such applications with a plan which the Chairman finds 20 "(A) provides that funds paid to the grant recipient 21 will be expended solely on programs which carry out the 22

objectives of subsection (c);

"(B) establishes a membership policy which is de-

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1	-signed-to-assure broad public representation with respect
2	to programs administered by such grant recipient;
3	"(C) provides a nomination process which assures
4	an opportunity for nomination to membership from
5	=various groups within the State involved;
6	"(D) provides for the rotation of the membership
7	and officers of such grant recipient on a regular basis;
8	"(E) establishes reporting procedures which are
9	designed to inform the chief executive officer of the State
10	involved, and other appropriate officers and agencies, of
1	the activities of such grant recipient;
12	"(F) establishes procedures to assure public access
13	to information relating to such activities;
1	"(G) provides that such grant-recipient shall make
15	reports to the Chairman from time-to-time, in such form
16	and containing such information as the Chairman may
Į7	require; and
18	"(H) provides that two members of the executive
19	body of such grant recipient shall be appointed by an
2 <u>0</u>	appropriate officer or agency of the State involved.
21	"(3) Of the sums available to carry-out-this subsection
22	for any fiscal year, each grant recipient which has a plan
23	approved by the Chairman shall be allotted at least \$200,
24	000. If the sums appropriated are insufficient to make the

1	allotments under the preceding sentence in full, such sums-
2	-shall be allotted among such grant recipients in equal-
ŝ	amounts. In any case where the sums available to carry out
4	this subsection for any fiscal year are in excess of the amount
5	required to make the allotments under the first sentence of
6	this paragraph
7	"(A) the amount of such excess which is no greater
8	than 25 per centum of the sums available to carry out
9	this subsection for any fiscal year shall be available to
10	the Chairman for making grants under this subsection to
11	persons and entities applying for such grants;
12	"(B) the amount of such excess, if any, which re-
13	mains after reserving in full for the Chairman the amount-
14	required under subparagraph (A) shall be allotted
15	among the grant recipients which have plans approved-
16	by the Chairman in equal amounts, but in no event shall
17	any grant recipient be allotted less than \$200,000.
18	"(4) (A) That part of any allotment made under para
19	graph (3) for any fiscal year
2 0	"(i) which exceeds \$125,000, but
21	"(ii) which does not exceed 20 per centum of such
$2\dot{2}$	allotment,
23	-shall be available, at the discretion of the Chairman, to pay
24	-up-to-100-per-centum-of-the-cost-of-programs under this sub-

1	-section in such programs would otherwise be unavailable to
2	the residents of the State involved.
3	"(B) Funds made available under this subsection shall-
4	-not be used to supplant-non-Federal funds.
$\bar{5}$	"(5) All amounts allotted or made available under
6	paragraph (3) for a fiscal year which are not granted to
7	-any person or entity during such fiscal year shall be available-
8	to the National Endowment for the Humanities for the pur-
9	pose of carrying out subsection (c).
10	"(6) Whenever the Chairman, after reasonable notice-
11	and opportunity for hearing, finds that
12	"(A) a grant recipient is not complying substan-
13	tially with the provisions of this subsection;
14	"(B) a grant recipient is not complying substan-
15	tially with terms and conditions of its plan-approved
16	under this subsection; or
<u>1</u> 7	"(C) any funds granted to any person or entity
<u>1</u> 8	under this subsection have been diverted from the pur-
19	poses for which they are allotted or paid,
20	the Chairman shall immediately notify the Secretary of the
21	Treasury and the grant recipient with respect to which such
22	finding was made that no further grants will be made under
23	this subsection to such grant recipient until there is no longer-
24	a default or failure to comply or the diversion has been

- corrected, or, if the compliance or correction is impossible,
- , until such grant recipient-repays or arranges the repayment
- 3 of the Federal funds which have been improperly diverted
- 4 or expended.
- 5 "(7) The Chairman may not make grants to more
- 6 than-one-person or entity in any State.".
- 7 (b) The amendment made by subsection (a) shall be
- effective with respect to fiscal year 1977 and succeeding
- 9 fiscal years.
- 10 AUTHORIZATIONS OF APPROPRIATIONS
- 11 SEC. 102. (a) (1) (A) Section 11 (a) (1) (A) of the
- 12 National Foundation on the Arts and the Humanities Act
- of 1965 is amended to read as follows:
- 14 "SEC. 11. (a) (1) (A) For the purpose of carrying out
- 15 section 5, there are authorized to be appropriated \$100,000,-
- 16 000 for fiscal year 1977, and \$113,500,000 for fiscal year
- 17 1978; and there are so authorized such sums as may be
- 18 necessary for the fiscal years 1979 and 1980. Of the
- 19 sums so appropriated for any fiscal year, not less than 20
- 20 per centum shall be for carrying out section 5 (g).".
- (B) Section 11 (a) (1) (B) of such Act is amended
- 22 by striking out all that follows "Humanities" and inserting
- 23 in lieu thereof the following: "\$100,000,000 for fiscal-year-
- 24 1977, and \$113,500,000 for fiscal year 1978; and there are
- 25 so authorized such sums as may be necessary for the fiscal-

- years 1979 and 1980. Of the sums so appropriated for any
- 2 fiscal-year, not less than 20 per centum shall be for carrying
- 3 out section 7 (f).".
- 4 (2) Section 11 (a) (2) of such Act is amended (A) by
- 5 striking out "July 1, 1976" and inserting in lieu thereof
- 6 "October 1, 1980"; and (B) by striking out all that follows
- "not exceed" and inserting in lieu thereof "\$20,000,000 for
- s the fiscal year ending September 30, 1977, \$25,000,000 for
- o the fiscal year ending September 30, 1978, and such sums as
- 10 may be necessary for the fiscal years ending September 30,
- 11 1979, and September 30, 1980.".
- 12 (b) The amendments made by subsection (a) shall be
- 13 effective with respect to fiscal year 1977 and succeeding
- 14 fiscal years.
- 15 APPOINTMENT OF MEMBERS OF NATIONAL COUNCIL ON
- 16 ARTS AND NATIONAL COUNCIL ON HUMANITIES
- 17 SEC. 103. (a) The first sentence of section 6 (b) of the
- 18 National Foundation on the Arts and the Humanities Act-
- 19 of 1965 is amended by inserting ", by and with the advice
- 20 and consent of the Senate," immediately after "President":
- 21 (b) The first sentence of section 8 (b) of the National
- 22 Foundation on the Arts and the Humanities Act of 1965 is
- 23 amended by inserting ", by and with the advice and consent
- 24 of the Senate," immediately after "President".

1	TITLE II MUSEUM SERVICES
2	SHORT TITLE
3	SEC. 201. This title may be cited as the "Museum
4	Services Act".
5	PURPOSE
6	SEC. 202. It is the purpose of this title to encourage
7	and assist museums in their educational role, in conjunction
8	with formal systems of elementary, secondary, and post-
9	secondary education and with programs of nonformal educa-
10	tion for all age groups; to assist museums in modernizing
1	their methods and facilities so that they may better be able
12	to conserve our cultural, historie, and scientific heritage;
l3	and to ease the financial burden borne by museums as a
4	result of their increasing use by the public.
15	INSTITUTE OF MUSEUM SERVICES
[6	SEC. 203. There is hereby established, within the De-
17	partment of Health, Education, and Welfare, an Institute
18	-of-Museum-Services-(hereinafter in this title referred to as the
19	"Institute"). The Institute shall consist of a National Museum
20	Services Board (hereinafter referred to as the "Board") and
21	a Director of the Institute (hereinafter in this title referred
22	to as the "Director").
23	NATIONAL MUSEUM SERVICES BOARD
24	SEC. 204. (a) The Board shall consist of fifteen mem-
25	bers appointed by the President, by and with the advice and

- 1 consent of the Senate. The members of the Board shall be
- 2 broadly representative of various museums, including
- 3 museums relating to science, history, technology, and
- 4 art, and including zoos and botanical gardens, of the cu-
- 5 ratorial, educational, and cultural resources of the United
- 6 States, and of the general public.
- 7 (b) The term of office of members of the Board shall be
- 8 five years, except that—
- 9 (1) any such member appointed to fill a vacancy
- shall serve only such portion of a term as shall not have
- 11 been expired at the time of such appointment; and
- 12 (2) in the case of initial members, three shall serve-
- 13 for terms of four years, three shall serve terms of three
- 14 years, three shall serve terms of two years, and three
- shall serve terms of one year, as designated by the Presi-
- dent at the time of nomination for appointment.
- 17 Any member who has been a member of the Board for more
- 18 than seven consecutive years shall thereafter be ineligible for
- 19 reappointment to the Board during the three-year period
- 20 following the expiration of the last such consecutive year.
- 21 (c) The Chairman of the Board shall be designated by
- 22 the President from among the members of the Board. Eight
- 23 members of the Board shall constitute a quorum.
- 24 (d) The Board shall meet at the call of the Chairman,
- 25 except that

_	(1) it shall-meet-not-less than four times each year;
1	(1) To share incornotations call year,

(2) in cases where the Director determines that a
meeting of the Board is necessary, it shall meet whenever one-third-of-the total number of members request
a meeting in writing, in which event one-half of the total

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(3) whenever one-third of the members request a meeting in writing, it shall meet, in which event one-third of the members shall constitute a quorum.

number of members shall constitute a quorum; and

(e) Members of the Board who are not in the regular 10 full-time employ of the United States shall receive, while en-11 gaged in the business of the Board, compensation for service 12 at a rate to be fixed by the President, except that such rate shall-not-exceed the rate-specified at the time of such service for grade GS-18 set forth-in section 5332 of title 5, United States Code, including traveltime, and, while so serving away from their homes or regular places of business, they may be allowed travel-expenses, including per diem in lieu of subsistence, as authorized by section 5703 of title 5, United States Code, for persons employed in Government service. (f) The Board shall have the responsibility for the gen-21 eral-policies with respect to the powers, duties, and authori-

ties vested in the Institute under this title. The Director

24 shall make available to the Board such information and

1	assistance as may be necessary to enable the Board to carry
2	-out-its-functions.
3	DIRECTOR OF THE INSTITUTE
4	SEC. 205. (a) The Director of the Institute shall be
5	appointed by the President, by and with the advice and con-
6	sent of the Senate, and shall serve at the pleasure of the
7	President. The Director shall perform such duties and exer-
8	cise such powers as the Board may prescribe.
9	(b) There shall be a Deputy Director of the Institute
10	who shall be appointed by the President and shall serve at
11	the pleasure of the President. The Deputy Director shall
12:	exercise such powers as the Director may prescribe, and the
<u>1</u> 3	Deputy-Director shall serve as Director during the absence
14	or disability of the Director, or in the event of a vacancy in
15	the office of Director.
16	ACTIVITIES OF THE INSTITUTE
17	SEC. 206. (a) The Director, subject to the advice of the
18	Board, is authorized to make grants to museums to increase
19	and improve museum services, through such activities as-
20	(1) programs to enable museums to construct or in-
21	stall displays, interpretations, and exhibitions in order
22	to improve their services to the public;
23	(2) assisting them in developing and maintaining

1	professionally-trained or otherwise experienced staff to
2	meet their needs;
3	-(3) assisting them to meet their administrative
4	costs in preserving and maintaining their collections,
5	exhibiting them to the public, and providing educa-
6	tional programs to the public through the use of their
7	collections;
8	(4) assisting museums in cooperation with each
9	other in the development of traveling exhibitions, meet-
10	ing transportation costs, and identifying and locating
11	collections available for loan;
12	(5) assisting them in conservation of artifacts and
13	art objects; and
14	(6) developing and carrying out specialized
15	-programs for specific segments of the public such as-
16	programs for urban neighborhoods, rural areas, Indian
17	reservations, and penal and other State institutions.
18	(b) Grants under this section may not exceed 75 per
19	centum of the cost of the program for which the grant is
20	made.
21	-CONTRĪBŪTIONS
22	SEC. 207. The Institute shall have authority to accept-
23	in the name of the United States, grants, gifts, or bequests
24	of money for immediate disbursement in furtherance of the
25	functions of the Institute. Such grants, gifts, or bequests, after

1	acceptance by the Institute, shall be paid by the denor or
2	his representative to the Treasurer of the United States
3	whose receipt shall be their acquittance. The Treasurer of
4	the United States shall enter them in a special account to the
5	credit of the Institute for the purposes in each ease specified.
6	FUNCTIONS OF FEDERAL COUNCIL ON THE
7	ARTS AND THE HUMANITIES
8	SEC. 208. Section 9 (e) of the National Foundation on
9	the Arts and the Humanities Act of 1965 is amended—
10	(1) by redesignating paragraph (2) through para-
11	graph (4) as paragraph (3) through paragraph (5),
12	respectively, and by inserting immediately after para-
13	graph (1) the following new paragraph:
14	"(2) advise and consult with the National Museum
15	Services Board and with the Director of the Institute
16	of Museum Services on major problems arising in carry-
17	ing out the purposes of such Institute;";
18	(2) in paragraph (3) thereof, as so redesignated
19	by paragraph (1), by striking out "and" immediately
20	after "Arts" and inserting in lieu thereof a comma,
21	and by inserting "and the Institute of Museum Services,"
22	immediately after "Humanities,"; and
23	(3) in paragraph (4) thereof, as so redesignated
24	by paragraph (1), by inserting "and the Institute of
95	Museum Services ' immediately after "Foundation"

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2	SEC. 209. (a) For the purpose of making grants under
3	section 206 (a), there are hereby authorized to be appro-
4	priated \$15,000,000 for fiscal year 1977, \$25,000,000 for
5	fiscal year 1978, and such sums as may be necessary for
6	fiscal years 1979 and 1980.
7	(b) For the purpose of enabling the Institute to carry
8	out its functions under this title, during the period beginning
9	on the date of enactment of this Act and ending October 1;
10	1978, there is authorized to be appropriated an amount
11	equal to the amount contributed during such period to the
12	Institute under section 207.
13	- DEFINITION-
	SEC. 210. For purposes of this title, the term "museum"
14	DEC. 210. For purposes of this title, the term indiscum
	means a public or private nonprofit agency or institution
15	
15 16	means a public or private nonprofit agency or institution
15 16 17	means a public or private nonprofit agency or institution organized on a permanent basis for essentially educational
15 16 17	means a public or private nonprofit agency or institution organized on a permanent basis for essentially educational or aesthetic purposes, which, utilizing a professional staff
15 16 17	means a public or private nonprofit agency or institution organized on a permanent basis for essentially educational or aesthetic purposes, which, utilizing a professional staff owns or utilizes tangible objects, cares for them, and exhibits them to the public on a regular basis.
15 16 17 18	means a public or private nonprofit agency or institution organized on a permanent basis for essentially educational or aesthetic purposes, which, utilizing a professional staff owns or utilizes tangible objects, cares for them, and exhibits them to the public on a regular basis.
15 16 17 18 19	means a public or private nonprofit agency or institution organized on a permanent basis for essentially educational or aesthetic purposes, which, utilizing a professional staff owns or utilizes tangible objects, cares for them, and exhibits them to the public on a regular basis. TITLE III—CHALLENGE GRANT PROGRAM
15 16 17 18 19 20 21	means a public or private nonprofit agency or institution organized on a permanent basis for essentially educational or aesthetic purposes, which, utilizing a professional staff owns or utilizes tangible objects, cares for them, and exhibits them to the public on a regular basis. TITLE III—CHALLENGE GRANT PROGRAM— ESTABLISHMENT OF PROGRAM—
15 16 17 18 19 20 21 22	means a public or private nonprofit agency or institution organized on a permanent basis for essentially educational or aesthetic purposes, which, utilizing a professional staff owns or utilizes tangible objects, cares for them, and exhibits them to the public on a regular basis. TITLE III—CHALLENGE GRANT PROGRAM— ESTABLISHMENT OF PROGRAM— SEC. 301. Section 5 of the National Foundation on the

1	Council on the Arts, is authorized, in accordance with the
2	-provisions of this subsection, to establish and earry out a
3	program of contracts with, or grants-in-aid to, public-agencies
4	-and private nonprofit organizations for the purpose of
5	"(A) enabling cultural organizations and institu-
6	tions to increase the levels of continuing support and
7	to increase the range of contributors to the program of
8	such organizations or institutions;
9	"(B) providing administrative and management
10	improvements for cultural organizations and institutions,
11	particularly in the field of long-range financial planning;
12	"(C) enabling cultural organizations and institutions
13	to increase audience participation in, and appreciation of,
14	programs sponsored by such organizations and institu-
15	tions;
16	"(D) stimulating greater cooperation among cul-
17	tural organizations and institutions especially designed to
18	serve better the communities in which such organizations
19	or institutions are located; and
20	"(E) festering greater citizen involvement in plan-
21	ning-the cultural-development of a community.
22	"(2) The total amount of any payment made under this
23	subsection for a program or project may not exceed 50 per
24	-centum of the cost of such program or project.
	"(2) To committee out the presument outhonized her thin

1	subsection the Chairman shall have the same authority as is
2	established in section 10.".
3	AUTHORIZATION OF APPROPRIATIONS
4	SEC. 302. Section 11 (a) of the National Foundation on
5	the Arts and the Humanities Act of 1965 is amended by
6	adding at the end thereof the following new paragraph:
7	"(3) (A) There are authorized to be appropriated for
8	each fiscal year ending before October 1, 1981, to the
9	National Endowment for the Arts an amount equal to the
10	total amounts received by such Endowment for the purposes
11	set forth in section 5 (1) (1) pursuant to the authority of
12	section 10 (a) (2), except that the amount so appropriated
13	for any fiscal year shall not exceed the following limitations:
14	-\$15,000,000 for fiscal year 1977, \$20,000,000 for fiscal year
15	1978, and such sums as may be necessary for fiscal years
16	1979 and 1980.
17	"(B) Sums appropriated pursuant to subparagraph (A)
18	for any fiscal year shall remain available for obligation and
19	expenditure until expended.".
20	That this Act may be cited as the "Arts, Humanities, and
21	Cultural Affairs Act of 1976".
22	TITLE I—ARTS AND HUMANITIES
23	STATE HUMANITIES COUNCILS
24	SEC. 101. (a) Section 7 of the National Foundation on
25	the Arts and the Humanities Act of 1965 is amended by
26	adding at the end thereof the following new subsection:

1	"(f) (1) The Chairman, with the advice of the National
2	Council on the Humanities, is authorized to establish and
3	carry out programs of grants-in-aid in each of the several
4	States in order to support not more than 50 per centum of
5	the cost of existing activities which meet the standards
6	enumerated in subsection (c), and in order to develop pro-
7 :	grams in the humanities in such a manner as will furnish
8	adequate programs in the humanities in each of the several
9	States.
10	"(2) In order to receive assistance under this subsec-
11	tion in any fiscal year, any person or entity desiring to
12	receive such assistance shall submit an application for such
13	grants at such time as shall be specified by the Chairman and
14	accompany such applications with a plan which the Chair-
15	man finds—
16	"(A) provides that funds paid to the grant recipient
17	will be expended solely on programs which carry out the
18	objectives of subsection (c);
19	"(B) establishes a membership policy which is de-
20	signed to assure broad public representation with respect
21	to programs administered by such grant recipient;
22	"(C) provides a nomination process which assures
23	an opportunity for nomination to membership from
94	narious arouns within the State involved.

1.	"(D) provides for the rotation of the membership
2	and officers of such grant recipient on a regular basis;
3	"(E) establishes reporting procedures which are
4	designed to inform the chief executive officer of the State
5	involved, and other appropriate officers and agencies, of
6	the activities of such grant recipient;
7	"(F) establishes procedures to assure public access
8	to information relating to such activities;
9	"(G) provides that such grant recipient shall make
LO	reports to the Chairman from time to time, in such form
1	and containing such information as the Chairman may
12	require; and
LŜ	"(H) provides that two members of the executive
L 4	body of such grant recipient shall be appointed by an
l 5	appropriate officer or agency of the State involved.
16	"(3) Of the sums available to carry out this subsection
L7	for any fiscal year, each grant recipient which has a plan
18	approved by the Chairman shall be allotted at least \$200,-
19	000. If the sums appropriated are insufficient to make the
20	allotments under the preceding sentence in full, such sums
21	shall be allotted among such grant recipients in equal
22	amounts. In any case where the sums available to carry out
23	this subsection for any fiscal year are in excess of the amount
24	required to make the allotments under the first sentence of
25	this naragraph—

1	"(A) the amount of such excess which is no greater
2	than 25 per centum of the sums available to carry out
3	this subsection for any fiscal year shall be available to
4	the Chairman for making grants under this subsection to
5.	persons and entities applying for such grants;
6	"(B) the amount of such excess, if any, which re-
<u>7</u> .	mains after reserving in full for the Chairman the amount
8	required under subparagraph (A) shall be allotted
9	among the grant recipients which have plans approved
10	by the Chairman in equal amounts, but in no event shall
11.	any grant recipient be allotted less than \$200,000.
12	"(4)(A) That part of any allotment made under para-
13	graph (3) for any fiscal year—
14	"(i) which exceeds \$125,000, but
15	"(ii) which does not exceed 20 per centum of such
16	allot ment,
17	shall be available, at the discretion of the Chairman, to pay
18	up to 100 per centum of the cost of programs under this sub-
19	section if such programs would otherwise be unavailable to
20	the residents of the State involved.
21	"(B) Funds made available under this subsection shall
22	not be used to supplant non-Federal funds.
23	"(5) All amounts allotted or made available under
24	paragraph (3) for a fiscal year which are not granted to
25	any person or entity during such fiscal year shall be available

- 1 to the National Endowment for the Humanities for the pur-
- 2 pose of carrying out subsection (c).
- 3 "(6) Whenever the Chairman, after reasonable notice
- 4 and opportunity for hearing, finds that-
- 5 "(A) a grant recipient is not complying substan-
- 6 tially with the provisions of this subsection;
- 7 "(B) a grant recipient is not complying substan-
- 8 tially with terms and conditions of its plan approved
- 9 under this subsection: or
- 10 "(C) any funds granted to any person or entity
- 11 under this subsection have been diverted from the pur-
- poses for which they are allotted or paid,
- 13 the Chairman shall immediately notify the Secretary of the
- 14 Treasury and the grant recipient with respect to which such
- 15 finding was made that no further grants will be made under
- 16 this subsection to such grant recipient until there is no longer
- 17 a default or failure to comply or the diversion has been
- 18 corrected, or, if the compliance or correction is impossible,
- 19 until such grant recipient repays or arranges the repayment
- 20 of the Federal funds which have been improperly diverted
- 21 or expended.
- 22 "(7) The Chairman may not make grants to more
- 23 than one person or entity in any State.".
- 24 (b) The amendment made by subsection (a) shall be

- 1 effective with respect to fiscal year 1977 and succeeding
- 2 fiscal years.
- 3 SCOPE OF PROGRAMS CARRIED OUT BY CHAIRMAN OF
- 4 NATIONAL ENDOWMENT FOR THE ARTS
- 5 Sec. 102. Section 5(c) of the National Foundation on
- 6 the Arts and the Humanities Act of 1965 is amended by strik-
- 7 ing out "in the United States".
- 8 ALLOTMENTS FOR PROJECTS AND PRODUCTIONS
- 9 RELATING TO THE ARTS
- 10 Sec. 103. Section 5(g)(4)(A) of the National Founda-
- 11 tion on the Arts and the Humanities Act of 1965 is amended
- 12 by inserting immediately after "(4)(A)" the following new
- 13 sentence: "The amount of each allotment to a State for any
- 14 fiscal year under this subsection shall be available to each
- 15 State, which has a plan approved by the Chairman in effect
- 16 on the first day of such fiscal year, to pay not more than 50
- 17 per centum of the total cost of any project or production
- 18 described in paragraph (1).".
- 19 APPOINTMENT OF MEMBERS OF NATIONAL COUNCIL ON
- 20 ARTS AND NATIONAL COUNCIL ON HUMANITIES
- 21 SEC. 104. (a) The first sentence of section 6(b) of the
- 22 National Foundation on the Arts and the Humanities Act
- 23 of 1965 is amended by inserting ", by and with the advice
- 24 and consent of the Senate," immediately after "President".

1	(b) The first sentence of section 8(b) of the National
2	Foundation on the Arts and the Humanities Act of 1965 is
3 -	amended by inserting ", by and with the advice and consent
4	of the Senate," immediately after "President".
5	PAYMENT OF PERFORMERS AND SUPPORTING
6	$PERSONNar{EL}$
7	SEC. 105. Section 7 of the National Foundation on the
8	Arts and the Humanities Act of 1965, as amended by section
9	101(a), is further amended by adding at the end thereof the
10	following new subsection:
11	"(g) It shall be a condition of the receipt of any grant
12	under this section that the group or individual of exceptional
13	talent or the State or State agency receiving such grant fur-
14	nish adequate assurances to the Secretary of Labor that (1)
15	all professional performers and related or supporting profes-
16	sional personnel employed on projects or productions which
17	are financed in whole or in part under this section will be
18	paid, without subsequent deduction or rebate on any account,
19	not less than the minimum compensation as determined by the
20	Secretary of Labor to be the prevailing minimum compensa-
21	tion for persons employed in similar activities; and (2) no
22	part of any project or production which is financed in whole
23	or in part under this section will be performed or engaged in

24 under working conditions which are unsanitary or hazardous

- 1 or dangerous to the health and safety of the employees engaged
- 2 in such project or production. Compliance with the safety
- 3 and sanitary laws of the State in which the performance or
- 4 part thereof is to take place shall be prima facie evidence of
- 5 compliance. The Secretary of Labor shall have the authority
- 6 to prescribe standards, regulations, and procedures as he
- 7 may deem necessary or appropriate to carry out the provisions
- 8 of this subsection.".
- 9 AUTHORIZATIONS OF APPROPRIATIONS
- 10 SEc. 106. (a)(1)(A) Section 11(a)(1)(A) of the
- 11 National Foundation on the Arts and the Humanities Act
- 12 of 1965 is amended to read as follows:
- "Sec. 11. (a) (1) (A) For the purpose of carrying out
- 14 section 5, there are authorized to be appropriated \$100,000,-
- 15 000 for fiscal year 1977, and \$113,500,000 for fiscal year
- 16 1978; and there are so authorized such sums as may be
- 17 necessary for the fiscal years 1979 and 1980. Of the sums
- 18 so appropriated for any fiscal year, not less than 20 per
- 19 centum shall be for carrying out section 5(g).".
- 20 (B) Section 11(a)(1)(B) of such Act is amended
- 21 by striking out all that follows "Humanities" and inserting
- 22 in lieu thereof the following: "\$100,000,000 for fiscal year
- 23 1977, and \$113,500,000 for fiscal year 1978; and there are
- 24 so authorized such sums as may be necessary for the fiscal

- 1 years 1979 and 1980. Of the sums so appropriated for any
- 2 fiscal year, not less than 20 per centum shall be for carrying
- 3 out section 7(f).".
- 4 (2) Section 11(a)(2) of such Act is amended (A) by
- 5 striking out "July 1, 1976" and inserting in lieu thereof
- 6 "October 1, 1980"; and (B) by striking out all that follows
- 7 "not exceed" and inserting in lieu thereof "\$20,000,000 for
- 8 the fiscal year ending September 30, 1977, \$25,000,000 for
- 9 the fiscal year ending September 30, 1978, and such sums as
- 10 may be necessary for the fiscal years ending September 30,
- 11 1979, and September 30, 1980.".
- 12 (b) The amendments made by subsection (a) shall be
- 13 effective with respect to fiscal year 1977 and succeeding
- 14 fiscal years.
- 15 APPOINTMENT OF MEMBERS OF NATIONAL COUNCIL ON
- 16 ARTS AND NATIONAL COUNCIL ON HUMANITIES
- 17 SEC. 103. (a) The first sentence of section 6(b) of the
- 18 National Foundation on the Arts and the Humanities Act
- 19 of 1965 is amended by inserting ", by and with the advice
- 20 and consent of the Senate," immediately after "President".
- 21 (b) The first sentence of section 8(b) of the National
- 22 Foundation on the Arts and the Humanities Act of 1965 is

1	amended by inserting ", by and with the advice and consent
2	of the Senate," immediately after "President".
3	TITLE II=MUSEUM SERVICES
4	SHORT TITLE
5	SEC. 201. This title may be cited as the "Museum
6	Services Act".
7	$ar{P}ar{U}ar{R}POSar{E}$
8	SEc. 202. It is the purpose of this title to encourage
9	and assist museums in their educational role, in conjunction
10	with formal systems of elementary, secondary, and post-
11	secondary education and with programs of nonformal educa-
1 2	tion for all age groups; to assist museums in modernizing
13	their methods and facilities so that they may better be able
14	to conserve our cultural, historic, and scientific heritage;
15	and to ease the financial burden borne by museums as a
16	result of their increasing use by the public.
17	INSTITUTE OF MUSEUM SERVICES
18	SEC. 203. There is hereby established, within the $ar{D}e$ -
19	partment of Health, Education, and Welfare, an Institute
20	of Museum Services (hereinafter in this title referred to as the
21	"Institute"). The Institute shall consist of a National Museum
22	Services Board (hereinafter in this title referred to as the

"Board") and a Director of the Institute (hereinafter in
this title referred to as the "Director").
NATIONAL MUSEUM SERVICES BOARD
$Sar{e}c.$ 204. (a) The Board shall consist of fifteen mem-
bers appointed by the President, by and with the advice and
consent of the Senate. The members of the Board shall be
broadly representative of various museums, including
museums relating to science, history, technology, and
art, and including zoos and botanical gardens, of the cu-
ratorial, educational, and cultural resources of the United
States, and of the general public.
(b) The term of office of members of the Board shall be
five years, except that—
(1) any such member appointed to fill a vacancy
shall serve only such portion of a term as shall not have
been expired at the time of such appointment; and
(2) in the case of initial members, three shall serve
for terms of four years, three shall serve for terms of
three years, three shall serve for terms of two years, and
three shall serve for terms of one year, as designated
by the President at the time of nomination for appoint-
ment.
Any member who has been a member of the Board for more
than seven consecutive years shall thereafter be ineligible for
reappointment to the Board during the three-year period

26 following the expiration of the last such consecutive year.

1 (c) The Chairman of the Board shall be designated	by
2 the President from among the members of the Board. Ei	ght
3 members of the Board shall constitute a quorum.	`
4 (d) The Board shall meet at the call of the Chairme	an,
5 except that—	
6 (1) it shall meet not less than four times each year	ır;
7 (2) in cases where the Director determines that	a
8 meeting of the Board is necessary, it shall meet who	e n =
9 ever one-third of the total number of members requ	est
10 a meeting in writing, in which event one-half of the to	tal
number of members shall constitute a quorum; a	nd
(3) whenever one-third of the members request	a
meeting in writing, it shall meet, in which event or	ne-
third of the members shall constitute a quorum.	
(e) Members of the Board who are not in the regular	lar
16 full-time employ of the United States shall receive, while	en-
17 gaged in the business of the Board, compensation for serv	ice
18 at a rate to be fixed by the President, except that such r	ate
19 shall not exceed the rate specified at the time of such serv	ice
20 for grade GS=18 set forth in section 5332 of title 5, Uni	ted
21 States Code, including traveltime, and, while so serving aw	ày
22 from their homes or regular places of business, they may	be
23 allowed travel expenses, including per diem in lieu of so	ub-
24 sistence, as authorized by section 5703 of title 5, Uni	ted

States Code, for persons employed in Government service.

(f) The Board shall have the responsibility for the gen-1 eral policies with respect to the powers, duties, and authori- $\hat{\mathbf{2}}$ 3 ties vested in the Institute under this title. The Director 4 shall make available to the Board such information and 5 assistance as may be necessary to enable the Board to carry 6 out its functions. 7 DIRECTOR OF THE INSTITUTE 8 SEC. 205. (a) The Director of the Institute shall be appointed by the President, by and with the advice and con-9 sent of the Senate, and shall serve at the pleasure of the 10 11 President. The Director shall perform such duties and exercise such powers as the Board may prescribe. 12 13 (b) There shall be a Deputy Director of the Institute who shall be appointed by the President and shall serve at 14 the pleasure of the President. The Deputy Director shall 15 exercise such powers as the Director may prescribe, and the 16 Deputy Director shall serve as Director during the absence 17 or disability of the Director, or in the event of a vacancy in 18 the office of Director. 19 ACTIVITIES OF THE INSTITUTE 20 SEC. 206. (a) The Director, subject to the advice of the 21Board, is authorized to make grants to museums to increase 22 and improve museum services, through such activities as-23

(1) programs to enable museums to construct or in-

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1	stall displays, interpretations, and exhibitions in order
2	to improve their services to the public;
3	(2) assisting them in developing and maintaining
4	professionally-trained or otherwise experienced staff to
5	meet their needs;
ë	(3) assisting them to meet their administrative costs
$ar{7}$	in preserving and maintaining their collections, ex-
8	hibiting them to the public, and providing educational
9	programs to the public through the use of their collec-
10	tions;
11	(4) assisting museums in cooperation with each
12	other in the development of traveling exhibitions, meet-
<u>1</u> 3	ing transportation costs, and identifying and locating
14	collections available for loan;
1 5	(5) assisting them in conservation of artifacts and
16	art objects; and
17	(6) developing and carrying out specialized pro-
18	grams for specific segments of the public such as pro-
19	grams for urban neighborhoods, rural areas, Indian
20	reservations, and penal and other State institutions.
21	(b) Grants under this section may not exceed 75 per
22	centum of the cost of the program for which the grant is
23	made.

1	CONTRIBUTIONS
2	SEC. 207. The Institute shall have authority to accept
3	in the name of the United States, grants, gifts, or bequests
4	of money for immediate disbursement in furtherance of the
5	functions of the Institute. Such grants, gifts, or bequests, after
6	acceptance by the Institute, shall be paid by the donor or
7	his representative to the Treasurer of the United States
8.	whose receipt shall be their acquittance. The Treasurer of
9	the United States shall enter them in a special account to the
10	credit of the Institute for the purposes of each case specified.
11	FUNCTIONS OF FEDERAL COUNCIL ON THE
12	ARTS AND THE HUMANITIES
13	SEC. 208. Section 9(c) of the National Foundation on
14	the Arts and the Humanities Act of 1965 is amended—
15	(1) by redesignating paragraph (2) through para-
16	graph (4) as paragraph (3) through paragraph (5),
17	respectively, and by inserting immediately after para-
18	graph (1) the following new paragraph:
19	"(2) advise and consult with the National Museum
20	Services Board and with the Director of the Institute
21	of Museum Services on major problems arising in carry-
22	ing out the purposes of such Institute;";
23	(2) in paragraph (3) thereof, as so redesignated
24	by paragraph (1), by striking out "and" immediately
25	after "Arts" and inserting in lieu thereof a comma, and

by inserting "and the Institute of Museum Services," 1 immediately after "Humanities,"; and 2 (3) in paragraph (4) thereof, as so redesignated 3 by paragraph (1), by inserting "and the Institute of 4 Museum Services" immediately after "Foundation". 5 AUTHORIZATIONS OF APPROPRIATIONS 6 Sec. 209. (a) For the purpose of making grants under 7 section 206(a), there are hereby authorized to be appro-8 priated \$15,000,000 for fiscal year 1977, \$25,000,000 for 9 fiscal year 1978, and such sums as may be necessary for 10 fiscal years 1979 and 1980. 11 12 (b) For the purpose of enabling the Institute to carry out its functions under this title, during the period beginning 13 on the date of enactment of this Act and ending October 1, 14 15 1978, there is authorized to be appropriated an amount 16 equal to the amount contributed during such period to the 17 Institute under section 207. 18 **DEFINITION** 19 Sec. 210. For purposes of this title, the term "museum" 20 means a public or private nonprofit agency or institution 21 organized on a permanent basis for essentially educational 22 or aesthetic purposes, which, utilizing a professional staff, 23 owns or utilizes tangible objects, cares for them, and exhibits

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them to the public on a regular basis.

1	TITLE III—CHALLENGE GRANT PROGRAM
2	ESTABLISHMENT OF PROGRAM
3	Sec. 301. The National Foundation on the Arts and
4	the Humanities Act of 1965 is amended by adding at the
5	end thereof the following new section:
6	"CHALLENGE GRANT PROGRAM
7	"Sec. 12. (a) The Chairman of the National Endow-
8	ment for the Arts and the Chairman of the National Endow-
9	ment for the Humanities, with the advice of the National
[0	Council on the Arts and the National Council on the Human-
11	ities, are authorized, in accordance with the provisions of this
12	section, to establish and carry out a program of contracts
13	with, or grants-in-aid to, public agencies and private non-
l 4	profit organizations for the purpose of—
l 5	"(1) enabling cultural organizations and institu-
16	tions to increase the levels of continuing support and
۱7	to increase the range of contributors to the program of
18	such organizations or institutions;
19	"(2) providing administrative and management
20	improvements for cultural organizations and institutions,
21	particularly in the field of long-range financial planning;
22	"(3) enabling cultural organizations and institutions
23	to increase audience participation in, and appreciation
24	of, programs sponsored by such organizations and insti-
\F	tutions

1	"(4) stimulating greater cooperation among cul-
2	tural organizations and institutions especially designed to
3	serve better the communities in which such organizations
4	or institutions are located; and
5	"(5) fostering greater citizen involvement in plan-
6	ning the cultural development of a community.
7	"(b) The total amount of any payment made under this
8	section for a program or project may not exceed 50 per
9	centum of the cost of such program or project.
10	"(c) In carrying out the program authorized by this
11	section the Chairman of the National Endowment for the
12	Arts and the Chairman of the National Endowment for the
13	Humanities shall have the same authority as is established in
14	section 10.".
1 5	AUTHORIZATION OF APPROPRIATIONS
16	SEc. 302. Section 11(a) of the National Foundation on
17	the Arts and the Humanities Act of 1965 is amended by
18	adding at the end thereof the following new paragraph:
19	"(3)(A) There are authorized to be appropriated for
20	each fiscal year ending before October 1, 1981, to the
21	National Endowment for the Arts and the National Endow-
22	ment for the Humanities an amount equal to the total amounts
23	received by each such Endowment for the purposes set forth
24	in section 12(a) pursuant to the authority of section 10(a)
25	(2), except that the amount so appropriated to both such

- 1 Endowments for any fiscal year shall not exceed the following
- 2 limitations: \$15,000,000 for fiscal year 1977, and \$20,-
- 3 000,000 for fiscal year 1978. Such sums as may be necessary
- 4 are authorized to be appropriated for fiscal years 1979 and
- 5 1980.
- 6 "(B) Sums appropriated pursuant to subparagraph (A)
- 7 for any fiscal year shall remain available for obligation and
- 8 expenditure until expended. Sums available to either such
- 9 Endowment under subparagraph (A) for any fiscal year
- 10 may be transferred for use by the other Endowment upon
- 11 the mutual agreement of both such \bar{E} ndowments.".

Union Calendar No. 502

94TH CONGRESS 2D SESSION H. R. 12838

[Report No. 94-1024]

A BILL

To amend and extend the National Foundation on the Arts and Humanities Act of 1965, to provide for the improvement of museum services, to establish a challenge grant program, and for other purposes.

By Mr. Brademas, Mr. Quie, Mr. Perkins, Mr. Thompson, Mr. Bell, Ms. Mink, Mr. Meeds, Mr. Peyser, Mrs. Chisholm, Mr. Lehman, Mr. Jeffords, Mr. Cornell, Mr. Beard of Rhode Island, Mr. Pressler, Mr. Zefferetti, Mr. Miller of California, Mr. Hall, Mr. O'Hara, Mr. Phillip Burton, Mr. Esch, Mr. Biaggi, Mr. Benitez, Mr. Hawkins, Mr. Risenhoover, and Mr. Simon

MARCH 29, 1976

Referred to the Committee on Education and Labor

APRIL 9, 1974

Reported with an amendment, committed to the Committee of the Whole House on the State of the Union, and ordered to be printed