sition of equipment and where necessary the construction of school facilities) which are designed to meet the special educational needs of such children."

Ante, p. 31.

(b) Section 206(a) (1) of such Act is amended by striking out "which meet the requirements of that section" and by inserting in lieu thereof "which meet the applicable requirements of that section and of section 203(a) (5)".

Ante, p. 1161. Ante, p. 35.

(c) Section 303(6) of such Act is amended by adding before the period at the end of the second sentence thereof ", and for purposes of title II (except sections 203(a)(2), 203(b), and 205(a)(1)) such term includes any State agency which is directly responsible for providing, on a non-school-district basis, free public education for handicapped children (including mentally retarded, hard of hearing, deaf, speech impaired, visually handicapped, seriously emotionally disturbed, crippled, or other health impaired children who by reason

Ante, p. 27.

thereof require special education)".

SEC. 7. (a) Subsection (b) of section 207 of the Act of September 30, 1950 (Public Law 874, Eighty-first Congress), as amended, is

amended to read as follows:

Ante, p. 31. Limitation.

Ante, p. 32.

"(b) The Commissioner is authorized to pay to each State amounts equal to the amounts expended by it for the proper and efficient performance of its duties under this title (including technical assistance for the measurements and evaluations required by section 205(a)(5)), except that the total of such payments in any fiscal year shall not exceed—

"(1) one per centum of the total of the amount of the basic grants paid under this title for that year to the local educational agencies of the State, or

"(2) \$75,000, or \$25,000 in the case of Puerto Rico, Wake Island, Guam, American Samoa, the Virgin Islands, or the Trust Territory of the Pacific Islands,

whichever is the greater."

Effective date.

(b) The amendment made by this section shall be effective for fiscal years beginning after June 30, 1965. Approved November 1, 1965.

Public Law 89-314

November 1, 1965 [H. R. 11303] AN ACT

To amend section 18 of the Civil Service Retirement Act, as amended.

Civil service retirement annuities, increase. Extension. Ante, p. 840. Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That section 18 of the Civil Service Retirement Act, as amended (5 U.S.C. 2268), is further amended by adding the following new subsection (f):

"(f) Each annuity payable from the civil service retirement and disability fund (other than the immediate annuity of an annuitant's survivor or of a child entitled under section 10(d)) which has a commencing date after December 1, 1965, but not later than December 31, 1965, shall be increased from its commencing date as if the annuity commencing date were December 1, 1965."

SEC. 2. The provisions under the heading "CIVIL SERVICE RETIRE-MENT AND DISABILITY FUND" in title I of the Independent Offices Appropriation Act, 1959 (72 Stat. 1064; Public Law 85-844), shall not apply with respect to benefits resulting from the enactment of this Act

Approved November 1, 1965.

5 USC 2267 note.