completed a study, almost a year ago, of the definitions of "grant", "contract" and "cooperative agreement." That study, which has been reviewed by other Federal agencies, public interest groups, and other interested associations and groups, confirmed support for the objectives of this legislation but led to serious questions as to whether 'at this point legislation is necessary or desirable.

No matter how careful the drafting, a bill which requires thousands of transactions to be placed into one of three categories will probably result, in many cases, in limiting the flexibility of Federal agencies in administering their programs and creating a large number of technical difficulties for them. Federally supported basic research programs would be particularly difficult to classify in terms of the definitions in this bill.

The Office of Management and Budget is continuing to work in this area with the cooperation of other Federal agencies. It plans to issue policy guidance to Federal agencies that would more clearly distinguish between procurement and assistance transactions and to better define patterns of assistance relationships between Federal agencies and funding recipients.

In addition, OMB has been developing more comprehensive guidance for assistance programs, as indicated by the recent circulars issued by the agency establishing uniform administrative requirements for hospitals, universities, and nonprofit grantees. I am directing OMB to continue to emphasize such ac-

Subsequent modifications and refinements can be made in these directives when further operating experience and evaluation suggest they are needed. Such an evolving set of activities in the Executive branch, a step-by-step process which learns from experience, is preferable to another lengthy study as required by this hill.

In view of the extremely complex and changing nature of Federal assistance programs, I believe that Congress should not legislate categories of Federal assistance relationships, but leave the number and nature of such classifications to the Executive branch to determine and implement. If experience from the studies and evaluations now underway demonstrates that legislation is required, that experience would also provide a better foundation for formulating legislation than we have now.

Accordingly, I must withhold my approval of S. 1437.

S. 3553

MEMORANDUM OF DISAPPROVAL

I am withholding my approval from S. 3553, the Foreign Sovereign Immunities Act of 1976, for technical reasons.

In its haste to adjourn, the Congress passed identical Senate and House bills on this subject. At the time the Senate passed the House bill, H.R. 11315, it attempted to vacate its earlier passage of S. 3553 but was unable to do so because it had left the Senate's jurisdiction. The House, unaware that the Senate had passed the House bill, also passed the Senate bill.

In view of the Senate's action in attempting to vacate its passage of S. 3553, there is doubt that S. 3553 has been properly enrolled, and therefore I am separately approving H.R. 11315 and must withhold my approval from S. 3553.

GERALD R. FORD.

THE WHITE HOUSE.

APPOINTMENT OF MEMBERS OF THE COMMISSION ON POSTAL SERVICE

Pursuant to the provisions of section 7(a) (1) (B), Public Law 94-421, the President pro tempore appointed as members of the Commission on Postal Service Mr. James H. Rademacher and Ms. Rose Russell Blakely.

SENATE RESOLUTION 586-SUBMIS-SION OF A RESOLUTION REORGA-NIZING THE COMMITTEE SYSTEM OF THE SENATE

(Referred to the Committee on Rules and Administration.)

Under authority of the order of the Senate of September 30, 1976, Mr. STE-VENSON and Mr. BROCK (for themselves, Mr. CRANSTON, Mr. DOLE, Mr. DOMENICI, Mr. Gravel, Mr. Hansen, Mr. Hatfield, Mr. HATHAWAY, Mr. METCALF, Mr. Moss, Mr. Nelson, and Mr. Packwood) submitted the following resolution on October 15, 1976:

Resolved, That this resolution may be cited as the "Committee System Reorganization Amendments of 1977".

TITLE I-STANDING COMMITTEES JURIS-DICTION: SIZE

SEC. 101. Rule XXV of the Standing Rules of the Senate is amended by striking out paragraphs 1, 2, and 3 and inserting in lieu thereof the following new paragraphs:

"1. The following standing committees shall be appointed at the commencement of each Congress, with leave to report by bill or otherwise on matters within their respective jurisdictions:

"(a) (1) Committee on Agriculture and Small Business, to which committee shall be referred all proposed legislation, messages, petitions, memorials, and other matters relating primarily to the following subjects:

1. Agriculture and agricultural commod-

"2. Inspection of livestock, meat, and agricultural products.

"3. Animal industry and diseases. "4. Pests and pesticides.

"5. Agricultural extension services and experiment stations. "6. Forestry.

"7. Agricultural economics and research.

"8. Home economics.

"9. Plant industry, soils, and agricultural engineering.

10. Farm credit and farm security.

- "11. Rural development, rural electrification, and watersheds.
- "12. Agricultural production, marketing, and stabilization of prices.
 - "13. Crop insurance and soil conservation.
 - "14. Human nutrition. "15. School nutrition programs.
 - "16. Food stamp programs.
 - "17. Small business.
 - "18. Food from fresh waters and the sea.
 - "19. Irrigation and reclamation.
 - "20. Land-use planning.
 - "21. Regional economic development.
- "(2) Such committee shall also study and review, on a comprehensive basis, matters relating to food, nutrition, and hunger, both in the United States and in foreign coun-

tries, and all problems of American small business enterprises and all facts possible in relation thereto which would not only be of public interest, but which would also aid the Congress in enacting remedial legislation, and report thereon from time to time.

"(b) Committee on Appropriations, to which committee shall be referred all proposed legislation, messages, petitions, legislation, memorials, and other matters relating to the following subjects:

"1. Except as provided in subparagraph (e), appropriation of the revenue for the

support of the Government.

"2. Rescission of appropriations contained in appropriation Acts (referred to in section 105 of title 1, United States Code).

"3. The amount of new spending authority described in section 401(c)(2) (A) and (B) of the Congressional Budget Act of 1974 provided in bills and resolutions referred to the committee under section 401(b)(2) of that Act (but subject to the provisions of section 401(b)(3) of that Act)

"4. New advance spending authority described in section 401(c) (2) (C) of the Congressional Budget Act of 1974 provided in bills and resolutions referred to the committee under section 401(b)(2) of that Act (but subject to the provisions of section 401(b)(3) of that Act).

"(c)(1) Committee on Armed Services, to

which committee shall be referred all proposed legislation, messages, petitions, memorials, and other matters relating to the following subjects:

"1. The common defense.

- "2. The Department of Defense, the Department of the Army, the Department of the Navy, and the Department of the Air Force, generally.
- 3. Pay, promotion, retirement, and other benefits and privileges of members of the Armed Forces.
 - "4. Military research and development.

"5. Selective service system.

"6. Strategic and critical materials neces-

- sary for the common defense.

 "7. Aeronautical and space activities peculiar to or primarily associated with the development of weapons systems or military operations.
 - '8. Panama Canal Zone government.
 - "9. Foreign military sales (joint)
- "10. National security aspects of atomic
- "(2) Such committee shall also study and review, on a comprehensive basis, matters relating to the common defense policy of the United States, and report thereon from time
- to time.
 "(d)(1) Committee on Banking, Housing, and Urban Affairs, to which committee shall be referred all proposed legislation, messages, petitions, memorials, and other matters relating to the following subjects:
- Banks, banking, and financial institutions.
- "2. International finance, including international financial and monetary organizations.
- "3. Financial aid to commerce and indus-"4. Deposit insurance.

- "5. Public and private housing (including veterans' housing).
- "6. Federal monetary policy, including Federal Reserve System.
- "7. Money and credit, including currency and coinage.
 - '8. Issuance and redemption of notes.
- "9. Control of prices of commodities, rents, and services.
- "10. Urban development (except for urban mass transit).
- "11. Economic stabilization and defense production.
- "12. Export controls.
- "13. Export and foreign trade promotion.
- "14. Nursing home construction.
- "(2) Such committee shall also study and