ices, and all contingencies shall be limited to $33,000 and $29,500, respectively.

Sec. 406. Appropriations made to carry out the purposes of this Act shall be available for expenses incident to construction, including administration, overhead planning and surveys, and shall be available until expended when specifically provided in the appropriation Act.

Sec. 407. Any projects authorized herein may be prosecuted under direct appropriations, or authority to enter into contracts in lieu of such appropriations.

Sec. 408. (a) There is hereby rescinded, as of December 31, 1949, any authority conferred by any Act of Congress enacted prior to the beginning of the Eightieth Congress to proceed with any project or projects for the establishment or development of military, naval, or air-force installations and facilities by the construction, installation, or equipment of temporary or permanent public works, unless funds to be used for the exercise of such authority have been appropriated on or before December 31, 1949.

(b) The Secretary of Defense is authorized and directed to make a report to the Congress at the beginning of the first session of the Eighty-second Congress, and at the beginning of each succeeding session of Congress, listing all projects for the establishment or development of military, naval, or air-force installations and facilities by the construction, installation, or equipment of temporary or permanent public works which have been authorized by the Congress subsequent to the beginning of the Eightieth Congress and for which adequate funds for the completion thereof have not been appropriated. The report shall include any recommendations which the Secretary of Defense deems appropriate with respect to the rescission of all, or any portion, of the authority to proceed with any such project.

(c) Nothing in subsections (a) and (b) of this section shall be deemed to relate to any project authorized to be prosecuted by the Department of the Army in the exercise of the civilian functions of the Corps of Engineers.

Approved June 17, 1950.

[CHAPTER 295]

AN ACT

To authorize the Secretary of Agriculture to accept buildings and improvements constructed and affected by the Buffalo Rapids Farms Association on project lands in the Buffalo Rapids water conservation and utilization project and canceling certain indebtedness of the association, and for other purposes.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That the Secretary of Agriculture is hereby authorized and directed, within one year from the date of this Act, to accept, on behalf of the United States, the interest of the Buffalo Rapids Farms Association, a Montana corporation, hereinafter referred to as the association, in all buildings, structures, improvements or alterations therein, constructed, erected, placed, or made by the association on project lands in the Buffalo Rapids water conservation and utilization projects, divisions I and II, hereinafter referred to as the project, situated in the State of Montana and established pursuant to the provisions of the item "Water Conservation and Utility Projects" in the Interior Department Appropriation Act, 1940 (53 Stat. 685, 719), and designated a project under the Act of August 11, 1939, as amended (16 U. S. C. (and Supp.) 590y–590z–11), as provided therein, and, upon the acceptance thereof, the then unpaid balance of the obligations of the association, including unpaid accrued interest, under mortgage notes dated January 19, 1942,
March 31, 1942, April 9, 1942, and October 27, 1942, originally in the total amount of $220,000, executed by the association and delivered to the United States pursuant to loan contract numbered A-10-FSA-382-PC-MT-104, dated December 4, 1941, between the association and the United States, shall be deemed to have been fully paid and satisfied, and said buildings, structures, improvements, or alterations therein shall be administered and disposed of by the Secretary of Agriculture as part of the project, in the same manner as though acquired with project lands under the provisions of Section 5 (a) of the Act of August 11, 1939, as amended (16 U. S. C. 590z-3 (a)).

Approved June 17, 1950.

[CHAPTER 296]

AN ACT

To amend section 3 of the Act of June 18, 1934, relating to the establishment of foreign-trade zones.

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

That section 3 of the Act of June 18, 1934 (Public Law Numbered 397, Seventy-third Congress; 48 Stat. 998), relating to the establishment of foreign-trade zones, is amended to read as follows:

"SEC. 3. Foreign and domestic merchandise of every description, except such as is prohibited by law, may, without being subject to the customs laws of the United States, except as otherwise provided in this Act, be brought into a zone and may be stored, sold, exhibited, broken up, repacked, assembled, distributed, sorted, graded, cleaned, mixed with foreign or domestic merchandise, or otherwise manipulated, or be manufactured except as otherwise provided in this Act, and be exported, destroyed, or sent into customs territory of the United States therefrom, in the original package or otherwise; but when foreign merchandise is so sent from a zone into customs territory of the United States it shall be subject to the laws and regulations of the United States affecting imported merchandise:

Provided, That whenever the privilege shall be requested and there has been no manipulation or manufacture effecting a change in tariff classification, the collector of customs shall take under supervision any lot or part of a lot of foreign merchandise in a zone, cause it to be appraised and taxes determined and duties liquidated thereon. Merchandise so taken under supervision may be stored, manipulated, or manufactured under the supervision and regulations prescribed by the Secretary of the Treasury, and whether mixed or manufactured with domestic merchandise or not may, under regulations prescribed by the Secretary of the Treasury, be exported or destroyed, or may be sent into customs territory upon the payment of such liquidated duties and determined taxes thereon. Merchandise so taken under supervision may be stored, manipulated, or manufactured under the supervision and regulations prescribed by the Secretary of the Treasury, and whether mixed or manufactured with domestic merchandise or not may, under regulations prescribed by the Secretary of the Treasury, be exported or destroyed, or may be sent into customs territory upon the payment of such liquidated duties and determined taxes thereon. If merchandise so taken under supervision has been manipulated or manufactured, such duties and taxes shall be payable on the quantity of such foreign merchandise used in the manipulation or manufacture of the entered article. Allowance shall be made for recoverable and irrecoverable waste; and if recoverable waste is sent into customs territory, it shall be dutiable and taxable in its condition and quantity and at its weight at the time of entry. Where two or more products result from the manipulation or manufacture of merchandise in a zone the liquidated duties and determined taxes shall be distributed to the several products in accordance with their relative value at the time of separation with due allowance for waste as provided for above: Provided further, That subject to such regulations respecting identity and the safeguarding of the revenue as the Secretary of the Treasury may deem necessary, articles, the