

On-the-job Trainees Offset Training Fund by Their Earnings

The OEO News said that an example has been set of how an on-the-job training program administered by an anti-poverty agency can pay for itself was revealed by Detroit's Mayor Jerome P. Cavanagh when he recently announced that the cost of such a program in that city "will be offset in one year by federal taxes paid by persons hired after training."

As of last November, the mayor said, 578 persons, previously unemployed or earning minimal income, completed training and gained full time employment as the result of an on-the-job training unit of the Mayor's Committee for Human Resources Development.

"In one year these persons

will return \$255,175 in taxes to the federal government," while the cost of the program—and this for a 14-month period—was \$268,388, the mayor said.