

**427—24.3(PL103-75) Apportionment distribution.**

**24.3(1) *Formula.*** Subgrantee funds shall initially be awarded on a noncompetitive basis to the existing community action agencies using the following formula: 75 percent on the basis of the relative share of the state's flood damage in the community action area as determined by the number of applications for assistance received by the Federal Emergency Management Agency for the disaster housing assistance program and the individual and family grants program; 25 percent on the basis of the relative share of the state's poverty population in the community action area as determined by the 1990 U.S. Census.

**24.3(2) *Reallocation of unobligated funds.*** The DCAA shall review the amount of unobligated funds and the unmet needs reported by each CAA as of March 31, 1994, and shall reallocate funds among the CAA areas in order to release any unobligated funds to areas demonstrating unmet needs. Additionally, CAAs may voluntarily release unobligated funds for reallocation by the DCAA at any time.

**24.3(3) *State administrative costs.*** The DCAA shall reserve for its administrative expenses of the program no more than 3 percent of the state's apportioned amount.