APPROVAL OF COMMUNITY ACTION PROGRAMS

Sec. 422. Subject to the provisions of subsection (b), the Secretary may approve a community action program for support under this part if he determines such program-

(a) meets the requirements set forth in paragraphs (1), (2), (4), (5), (6), (7), (8), (9), (10), (11), and (12) of section 412(a) and 412(b);

(b) provides that any community action board operating within established county or municipal borders under a qualified overall board with broader geographical jurisdiction shall meet the requirements of section 521 and is given power to initiate and disapprove programs for that area.

DEFINITION

Sec. 523. For purposes of this part, the term "rural area" means any area determined by the Secretary, on the basis of the latest information available from the Bureau of the Census, to have a population of seventy-five thousand or less, except that in exceptional circumstances he may designate as a rural area any area having a population of less than one hundred and fifty thousand.

PART D-ADMINISTRATION

ALLOTMENTS TO STATES

Sec. 531. (a) From the sums appropriated to carry out this title for a fiscal year, the Secretary shall reserve the amount needed for carrying out sections 532 and 533. Not to exceed 2 per centum of the amount so reserved shall be allotted by the Secretary among Puerto Rico, Guam, American Samoa, the Trust Territory of the Pacific Islands, and the Virgin Islands according to their respective needs for assistance under this title. Twenty per centum of the amount so reserved shall be allotted among the States as the Secretary shall determine. The remainder of the sums of the sums so reserved shall be allotted among the States as provided in subsection (b).

(b) Of the sums being allotted under this subsection—

(1) one-third shall be allotted by the Secretary among the States so that the allotment to each State under this clause will be an amount which bears the same ratio to such one-third as the number of public assistance recipients in such State bears to the total number of public assistance recipients in

(2) one-third shall be allotted by him among the States so that the allotment to each State under this clause will be an amount which bears the same ratio to such one-third as the annual average number of persons unemployed in such State bears to the annual average number of persons unem-

ployed in all the States; and

(3) the remaining one-third shall be allotted by him among the States so that the allotment to each State under this clause will be an amount which bears the same ratio to such one-third as the number of related children under eighteen years of age living in families with incomes of less than \$1,000 in such State bears to the number of related children under eighteen years of age living in families with incomes of less than \$1,000 in all the States.

(c) The Secretary shall divide each State's allotment under subsection (b) into two parts, one of which may be used only for urban community action programs, and one of which may be used only for rural community action programs. Each such part shall bear the same ratio to the amount allotted as the urban population or rural population, as the case may be, of the State bears to the population of the State, as determined on the basis of the best data available

from the Bureau of the Census.

(d) The portion of any State's allotment under subsection (a) for a fiscal year which the Secretary determines will not be required for such fiscal year for carrying out this title shall be available for reallotment from time to time, on such dates during such year as the Secretary may fix, to other States in proportion to their original allotments for such year, but with such proportionate amount for any of such other States being reduced to the extent it exceeds the sum which the Secretary estimates such State needs and will be able to use for such year for carrying out this title; and the total of such reductions shall be similarly reallotted among the States whose proportionate amounts are not so