FEDERAL FUNDS ONLY, AN EXISTING COMMUNITY ACTION AGENCY OR ITS SUCCESSOR SHALL RECEIVE AN AMOUNT OF THESE FUNDS FOR THE FISCAL YEAR WHICH IS EQUAL TO THE RATIO OF THE COMMUNITY ACTION AGENCY'S LOCAL INITIATIVE FUNDING IN FEDERAL FISCAL YEAR 1981 TO THE TOTAL AMOUNT OF LOCAL INITIATIVE MONEY RECEIVED BY THE COMMUNITY ACTION AGENCIES IN THE STATE IN FEDERAL FISCAL YEAR 1981 SO THAT THE PRESENT RATIO OF DISTRIBUTION OF THESE FUNDS AMONG EXISTING COMMUNITY ACTION AGENCIES IS MAINTAINED.

(III) THE DEPARTMENT MAY USE ANY REMAINING FEDERAL COMMUNITY SERVICES BLOCK GRANT FUNDS TO SUPPORT NEWLY DESIGNATED COMMUNITY ACTION AGENCIES OR FOR SUCH OTHER APPROPRIATE PURPOSES UNDER THIS SECTION.

{3} (2) A COMMUNITY ACTION AGENCY RECEIVING FINANCIAL ASSISTANCE UNDER THIS SUBSECTION SHALL REPORT AT LEAST ANNUALLY TO THE SECRETARY ON THE USE OF THE FUNDS.

(G) IN ADDITION TO THE POWERS SET FORTH ELSEWHERE IN THIS SECTION, A COMMUNITY ACTION AGENCY MAY:

(1) RECEIVE AND ADMINISTER:

(I) FINANCIAL ASSISTANCE RECEIVED UNDER THIS SECTION;

(II) FUNDS AND CONTRIBUTIONS RECEIVED FROM PRIVATE OR LOCAL PUBLIC SOURCES FOR COMMUNITY ACTION PROGRAMS; AND

(III) FUNDS RECEIVED FROM STATE OR FEDERAL ASSISTANCE PROGRAMS UNDER WHICH A PUBLIC OR PRIVATE NONPROFIT AGENCY MAY ACT AS A GRANTEE, CONTRACTOR, OR SPONSOR OF PROJECTS SUITABLE FOR COMMUNITY ACTION PROGRAMS.

(2) RECEIVE AND ADMINISTER FEDERAL FUNDS FROM FEDERAL BLOCK GRANTS PREVIOUSLY DESIGNATED AS ANTI-POVERTY FUNDS, SUBJECT TO APPLICABLE FEDERAL LAW OR REGULATION; AND

(3) TRANSFER FUNDS AND DELEGATE RESPONSIBILITY TO A SUBSIDIARY BOARD, COUNCIL, OR SIMILAR AGENCY FOR PROJECTS DESIGNED TO FURTHER PROGRAM OBJECTIVES.

(H) IN ADDITION TO THE DUTIES SET FORTH ELSEWHERE IN THIS SECTION, A COMMUNITY ACTION AGENCY SHALL:

(1) PLAN SYSTEMATICALLY FOR AN EFFECTIVE COMMUNITY ACTION PROGRAM, INCLUDING:

(I) AN EVALUATION OF INFORMATION ON THE CAUSES AND PROBLEMS OF POVERTY IN THE TARGET COMMUNITY;

(II) AN ASSESSMENT OF THE USE AND IMPACT OF CURRENT FINANCIAL ASSISTANCE; AND