

DEPARTMENT OF AGING

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PROGRAM MEMO

TO: AREA AGENCIES ON AGING (AAA)	NO.: PM 04-04 (P)
SUBJECT: State Fiscal Year (SFY) 2004-05 Area Plan Planning Estimates	DATE ISSUED: April 7, 2004
REVISED:	EXPIRES: Until Superseded
REFERENCES: Older Americans Act (OAA) Amendments of 2000, PM 04-01(P)	SUPERSEDES:
PROGRAMS AFFECTED: <input type="checkbox"/> All <input checked="" type="checkbox"/> Title III-B <input checked="" type="checkbox"/> Title III-C1/C2 <input checked="" type="checkbox"/> Title III-D <input checked="" type="checkbox"/> Title III-E <input type="checkbox"/> Title V <input type="checkbox"/> HICAP <input type="checkbox"/> MSSP <input checked="" type="checkbox"/> Title VII <input type="checkbox"/> ADHC <input checked="" type="checkbox"/> Other: State Funded Block Grant Programs	
REASON FOR PROGRAM MEMO: <input checked="" type="checkbox"/> Change in Law or Regulation <input type="checkbox"/> Response to Inquiry <input checked="" type="checkbox"/> Other Specify: Planning Estimate & Increased Funds	
INQUIRIES SHOULD BE DIRECTED TO: Your Assigned AAA-Based Team Fiscal Specialist	

The purpose of this Program Memo is to transmit your Area Plan Planning Estimate (PE) for State Fiscal Year (SFY) 2004-05. Based on the Governor's proposed SFY 04-05 budget, the Department has incorporated into one document, funds previously allocated on PEs for Title III/VII, Title III-E, and Community-Based Services Programs (CBSP). Listed below are the total statewide funding levels by program category. Programs authorized under the Older Californians Act (OCA), except for HICAP, and all other State General Funds are shown in the new category—State Funded Consolidated Block Grant.

	<u>SFY2004-05 ALLOCATION</u>
Supportive Services (III-B)	\$31,894,865
Congregate Nutrition (III C-1)	33,172,145
Home-Delivered Nutrition (III C-2)	17,593,905
Preventive Health (III-D)	2,058,458
Family Caregiver (III-E)	15,230,253
Ombudsman (VII-A)	1,392,182
Elder Abuse Prevention (VII-B)	513,840
NSIP C-1	4,787,963
NSIP C-2	5,677,035
State Funded Consolidated Block Grant	27,842,892
Ombi-Federal Citation Penalty Account	<u>2,147,999</u>
Total Funds	\$ 142,311,537



The baseline amounts in this planning estimate include the allocations based on the enacted 2004 federal budget and any AAA adjustments to this federal baseline made during SFY 2003-04. Because the federal 2004 budget contained reductions to Title III-B Supportive Services, all adjustments made for federal funds in this PE are included in your baseline.

The Department allocated funds based on the Intrastate Funding Formula (IFF). Population factors for Low Income and Geographic Isolation were updated based on the 2000 Census. In addition, Medi-Cal eligibles were updated for the Title III-D allocation. These updates resulted in changes to federal allocations and the corresponding required state match. Allocations based on additional General Fund (above the minimum required state match) calculations also changed due to hold harmless requirements.

In accordance with PM 04-01(P), the Department has not included any Medi-Cal reimbursements for the Ombudsman program.

Funds allocated under Nutrition Services Incentive Program (NSIP) reflect a partial grant award received from the Administration on Aging. This grant was approximately 75% of the total allocation for California. The Department will continue to process payments for the current SFY until all funds are disbursed. Payments for the 1st quarter of SFY 2004-05 may be delayed until the balance of the federal NSIP grant is received.

STATE FUNDED CONSOLIDATED BLOCK GRANT

Based on the Governor's Budget, all General Funds and program guidance for the CBSP are being merged into a new Area Plan (formerly Title III/VII) contract process. State General Funds for programs described in Chapter 7.5 of the Older Californians Act (OCA), except for the Health Insurance Counseling and Advocacy Program (HICAP), are being merged with other Title III State General Funds into a consolidated Block Grant Program line item on your Area Plan (AP) Planning Estimate.

Based on the local needs assessment and public hearing process, each AAA should budget these Block Grant Program funds in the revised AP Budget (CDA 122) in either Title III-B Supportive Services, Title III-C Nutrition Services, or in a new program category entitled "Other State Funded Grants" (previously authorized CBSPs).

NEW AREA PLAN CONTRACT (FORMERLY FF TITLE III/VII)

The Department will consolidate into one Area Plan Contract all programs included in this new AP Planning Estimate (i.e., Title III/VII, Title III-E, and Block Grant Programs). Scope of work and fiscal and data reporting requirements for each consolidated block grant fund program will be incorporated into the contract language.

AREA PLAN BUDGETS

The Area Plan Budget (CDA 122) is being revised to incorporate Title III-E funds and to include a page to budget funds for the new "Other State Funded Grants", and will be transmitted in a separate Program Memo. If a AAA decides to fund a program that is currently described in Chapter 7.5 of the OCA (except HICAP), a AAA would indicate the budget amount on the appropriate line item on the "Other State Funded Grants" page. By doing so AAAs agree, either directly or through a subcontract, to adhere to all program standards set forth in the appropriate program manual and any other subsequent program memos, provider bulletins, or similar instructions for each program funded, including the collecting and reporting of data.

Monthly reporting requirements are being developed to accommodate reporting of "Other State Funded Grants". New procedures for reporting expenditures and requesting funds will be issued in a separate program memo.

Based on the attached allocations, an original Area Plan Budget is due to the Department **no later than June 1, 2004** along with your Area Plan Update. Submit your Area Plan Budget electronically to your Fiscal Team Specialist, using the Title III fiscal mailboxes.

Original signed by Lynda Terry

Lynda Terry
Director

Attachments