

DEPARTMENT OF AGING

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PROGRAM MEMO

TO: Area Agency on Aging Directors	NO.: PM 09-15(P)
SUBJECT: Fiscal Year 2009-2010 & 2010-2011 MIPPA GRANT CONTRACTS & DISCUSSION	DATE ISSUED: August 5, 2009
REVISED	EXPIRES: June 30, 2011
REFERENCES: MIPPA GRANT 2009-2010; 2010-2011 The Medicare Improvements for Patients and Providers Act of 2008	SUPERSEDES:
PROGRAMS AFFECTED: <input type="checkbox"/> All <input type="checkbox"/> Title III-B <input checked="" type="checkbox"/> Title III-C1/C2 <input type="checkbox"/> Title III-D <input type="checkbox"/> Title III-E <input type="checkbox"/> Title V <input type="checkbox"/> CBSP <input type="checkbox"/> MSSP <input type="checkbox"/> Title VII <input type="checkbox"/> ADHC <input type="checkbox"/> Other: _____	
REASON FOR PROGRAM MEMO: <input type="checkbox"/> Change in Law or Regulation <input type="checkbox"/> Response to Inquiry <input checked="" type="checkbox"/> Other Specify: <u>Transmit "MIPPA" contracts for FYS 2009-2010 & 2010-11</u>	
INQUIRIES SHOULD BE DIRECTED TO: Your Assigned AAA-Based Team Fiscal Specialist	

This Program Memo (PM) transmits your Medicare Improvement for Patient and Provider Act (MIPPA) contracts for State Fiscal Year (FY) 2009-10 and 2010-11. The California Department of Aging (CDA) has received a two-year non-competitive grant from the federal government providing funds to California's Aging Network to assist in expanding Medicare beneficiary enrollment in the Prescription Drug Benefit Low Income Subsidy Program (LIS), the Medicare Savings Program (MSP), and in general rural outreach and enrollment efforts for Medicare Part D.

The total grant of \$1,343,000 will be distributed as follows: \$675,777 to Area Agencies on Aging (AAA); \$328,679 to the four Aging and Disability Resource Centers (ADRC); and \$338,356 to Health Insurance Counseling and Advocacy Programs (HICAP). Half of the distributed grant award (\$672,000) is allocated for expenditure in FY 2009/10; the second half will be allocated in FY 2010/11.

Please note that while the contracts include the entire grant amount, FY 2009-10 spending will be limited to the FY 2009-10 Budget Display amount. Funds not spent in FY 2009-10 will be available for use in FY 2010-11. Further guidance on this matter will follow.

All AAAs should also note that funding for the second year of the MIPPA program is dependent upon meeting minimum performance levels required by the grants. If these measures are not met, funds for FY 2010-11 may be withheld.



It is extremely important that funds are used so that counties can demonstrate its ability to meet the Centers for Medicare and Medicaid Services (CMS) established performance measures. Funding, if extended for the second year, will expire at the end of the grant term and will not be extended beyond that time. Any remaining funds will be returned to the federal government.

All AAAs will receive their share of AAA funds based on the Intrastate Funding Formula. Each AAA with a HICAP will get an allocation based on HICAP factors. The four AAAs with Aging and Disability Resource Centers (ADRC) will each get one quarter of the total grant designated for ADRCs.

Of the funds allocated, a maximum of eight percent of State Health Insurance Assistance Program for HICAPs and AAA funding may be used for administration of the Program. For the ADRC Program, a maximum of three percent may be used for administration. The comments section of the attached budget display illustrates the maximum dollar amount that may be used for administration.

FY 2009-10 Contract and Budget Display

Please note that this memo conveys the MIPPA Contract. No Planning Estimates were issued in advance of these documents.

MIPPA Budget Due Date

The MIPPA Budget (CDA 229m) form and instructions can be located on the CDA website at www.aging.ca.gov. An electronic copy of your original MIPPA Budget, for the FY 2009-10 period, is due to your assigned AAA-Based Team Fiscal **Specialist as soon as possible, but no later than 30 days from the date of this PM.**

MIPPA Expenditures and Request For Funds

The MIPPA (CDA 245m) form and instructions can be located on the CDA website at www.aging.ca.gov. The CDA 245m will enable AAAs to request an optional annual advance and report monthly expenditures. At the beginning of each contract period AAAs may request an advance of up to 25 percent of their MIPPA funds in each funding source. AAAs will report actual expenditures and funding sources monthly for reimbursement. The advance amount will be recouped from the monthly expenditures, 1/6th per month until fully recouped. The CDA 245m is due to your assigned AAA-Based Team Fiscal Specialist on the 30th of the month following the expenditure report.



Lynn Daucher
Director

Attachments