

DEPARTMENT OF AGING

1300 National Drive
 Sacramento, CA 95834
 Internet Home Page: www.aging.ca.gov
 TDD Only 1-800-735-2929
 FAX Only (916) 327-2081



PROGRAM MEMO

TO: AREA AGENCY ON AGING DIRECTORS	NO.: PM 09-09(P)
SUBJECT: Fiscal Year 2009-10 Health Insurance Counseling and Advocacy Program Budget Displays and Contracts	DATE ISSUED: May 1, 2009
REVISED	EXPIRES: June 30, 2010
REFERENCES: Older Californians Act, Welfare and Institutions Code 9100, et. seq.	SUPERSEDES: N/A
PROGRAMS AFFECTED: <input type="checkbox"/> All <input type="checkbox"/> Title III-B <input type="checkbox"/> Title III-C1/C2 <input type="checkbox"/> Title III-D <input type="checkbox"/> Title III-E <input type="checkbox"/> Title V <input checked="" type="checkbox"/> HICAP <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 HICAP Original Contracts</u>	
INQUIRIES SHOULD BE DIRECTED TO: Your Assigned Fiscal Team Specialist	

The purpose of this Program Memo (PM) is to transmit your Health Insurance Counseling and Advocacy Program (HICAP) Budget Displays and Contracts for State Fiscal Year (SFY) 2009-10.

The amount of state funds (Insurance Funds and HICAP Funds) is based on the 2008 Enacted Budget. Baseline increases in state funding since the 2005-06 Enacted Budget are allocated based on the number of Area Agencies on Aging (AAAs) receiving HICAP funds (50 percent of funds by flat rate) and Medicare beneficiaries (50 percent of funds by beneficiary population). The present allocation is based on 2007 Medicare Beneficiary population data, which is the latest available data from the Centers for Medicare and Medicaid Services (CMS).

The total amount of federal funds allocated is based on the 2009-10 State Health Insurance Assistance Program (SHIP) baseline grant. Since the 2009-10 Federal SHIP baseline grant is equal to the total 2008-09 baseline grant, AAAs should not expect increases in their federal baseline allocations later in SFY 2009-10.

Baseline increases in federal funding above Budget Act of 2000 levels are allocated based on the number of AAAs receiving HICAP funds (50 percent of funds by flat rate) and Medicare beneficiaries (50 percent of funds by beneficiary population). The present allocation is based on 2007 Medicare Beneficiary population data as stated above.

SFY 2009-10 Contract and Budget Display

Please note that this memo conveys both your HICAP Budget Display and HICAP Contract. No Planning Estimates were issued in advance of these documents because of delays in the allocation process.

Budget Due Date

The original FY 2009-10 HICAP Budget (CDA 229) is due to your Fiscal Team Specialist **as soon as possible, but no later than 30 days from the date of this PM**. Submit budgets electronically to the Fiscal and Contracts Team using the Team's Community Based Services Programs fiscal email mailboxes. The original CDA 229 must incorporate the amounts specified in the HICAP Budget Display attached to your FY 2009-10 HICAP Contract.

HICAP Payments

As a reminder, FY 2009-10 HICAP payments will not be processed until the California Department of Aging (CDA) has approved the original FY 2009-10 HICAP Budget and the FY 2009-10 HICAP contract is returned to and fully executed by CDA.



for
Lynn Daucher
Director

Attachment