

DEPARTMENT OF AGING

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PROGRAM MEMO

TO: Area Agency on Aging Directors	NO.: PM 10-28(P)
SUBJECT: Fiscal Year 2010-2011 & 2011-2012 "2" Medicare Improvements for Patients and Providers Act Contract	DATE ISSUED: December 20, 2010
REVISED	EXPIRES: June 30, 2012
REFERENCES: 2 MIPPA GRANT 2010-2011; 2011-2012 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 checked="" type="checkbox"/> Other: MIPPA	
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 "2 MIPPA" contracts for FYS 2010-2011 & 2011-12</u>	
INQUIRIES SHOULD BE DIRECTED TO: Your Assigned AAA-Based Team Fiscal Specialist	

This Program Memo (PM) transmits your Medicare Improvements for Patients and Providers Act (MIPPA) contracts for State Fiscal Year (SFY) 2010-11 and 2011-12. The California Department of Aging (CDA) has received a two-year non-competitive grant from the federal government to assist in expanding Medicare beneficiary enrollment in the Prescription Drug Benefit Low Income Subsidy (LIS) Program, the Medicare Savings Program (MSP), rural outreach and enrollment efforts for Medicare Part D and outreach activities aimed at preventing disease and promoting wellness. This contract is identified as "2 MIPPA" to distinguish it from the first MIPPA contract which began in FY 2009-10 and ends on May 30, 2011. The term of the "2 MIPPA" contract is for the 18 month period of January 1, 2011 – June 30, 2012.

CDA will distribute the total "2 MIPPA" grant of \$2,191,463 as follows: \$922,016 to Area Agencies on Aging (AAA); \$555,956 to the six Aging and Disability Resource Centers (ADRC); \$687,144 to Health Insurance Counseling and Advocacy Programs (HICAP); and \$26,347 in support of state operations. CDA will allocate the first half of the distributed grant award (approximately \$1,096,000) for expenditure in SFY 2010-11, and the second half in SFY 2011-12. Planning and Service Areas (PSA) 5, 16, 17, 24 and 29 have chosen to redirect their MIPPA funds and will not receive a contract. Please refer to the attached Budget Display for your contract funds allocated for expenditure in SFY 2010-11 and SFY 2011-12.

CDA encourages you to consider allocating (or subcontracting) these funds to your local HICAP, since it has the most experience providing services to Medicare beneficiaries.

“2 MIPPA” funds not spent in SFY 2010-11 will be available for use in SFY 2011-12. AAAs should note that the second year of “2 MIPPA” funding is contingent on meeting a minimum of 30 percent of the individual PSA’s total performance benchmarks. CDA will evaluate achievement of performance benchmarks in July of 2011 for the reporting period ending June 30, 2011. (All LIS and MSP applications submitted after October 1, 2010 will apply toward the “2 MIPPA” performance benchmarks.) CDA may withhold and reallocate funds for SFY 2011-12 if these benchmarks are not met. Funding extended for the second year will expire at the end of the contract term and will not be extended beyond that time. CDA will return any remaining funds 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 six AAAs with ADRCs will each get one sixth of the total ADRC allocation.

Of the funds allocated, a maximum of eight percent of HICAP MIPPA and AAA MIPPA 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 2010-11 Contract and Budget Display

Please note that this memo conveys the “2 MIPPA” contract. No Planning Estimates were issued in advance of these documents.

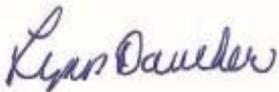
2 MIPPA Budget Due Date

An electronic copy of your original “2 MIPPA” Budget (CDA 229 2M) for the SFY 2010-11 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.**

2 MIPPA Expenditures and Request for Funds

Funds from the first MIPPA contract must be expended before “2 MIPPA” funds may be requested. The “2 MIPPA” Monthly Report of Expenditures/Request for Funds (CDA 245 2M) will enable AAAs to request advance funds and report expenditures monthly. The CDA 245 2M will be due to your assigned AAA-Based Team Fiscal Specialist on the 30th of the month following the expenditure reporting period. Due to the contract beginning in January 2011, you may request advances up to one-sixth of the “2 MIPPA” SFY 2010-2011 funds in January, February, and March based on your analysis of cash needs.

You may download the CDA 229 2M and CDA 245 2M and instructions for their completion from the CDA website at <http://www.aging.ca.gov/aaa/fiscalFormDocument.asp>, under the “2 MIPPA” Documents header.



Lynn Daucher
Director

Attachments (Contract package will be mailed to the Agency Contract Representative.)