

FINANCIAL ALIGNMENT CONTRACT F2-1718 ALLOCATION METHODOLOGY

The purpose of this document is to outline the methodology used to allocate the unspent FA-1516 Federal funds for Financial Alignment (FA) for the F2-1718 Contract.

Funding for the FA program comes from the Centers for Medicare and Medicaid (CMS) Federal grant funds to provide one-on-one counseling support and information on health coverage options to beneficiaries who are dual eligible for Medicare and Medicaid.

The unspent local assistance funds from the FA-1516 contract are allocated to six of the seven original participating Area Agencies on Aging (AAAs) to provide FA services in the six Coordinated Care Initiative/Dual Demonstration Project Counties in California.

\$342,815 in unspent local assistance funds from the FA-1516 Contract is allocated as follows:

- \$203,047 to six of the seven original participating AAAs, respectively.
- \$139,768 to six of the seven original participating AAAs, using the original allocation methodology from the FA-1516 Contract.
 - \$46,123 of the \$139,768 is allocated equally to the six AAAs.
 - \$93,645 of the \$139,768 is allocated using the dual eligible beneficiary factors obtained from the Department of Health Care Services.