



CA 2030: FUTURE-READYING THE CALIFORNIA AGING NETWORK

Webinar #2: Funding Formula

April 22nd, 2025

1. OPEN AND WEBINAR PURPOSE

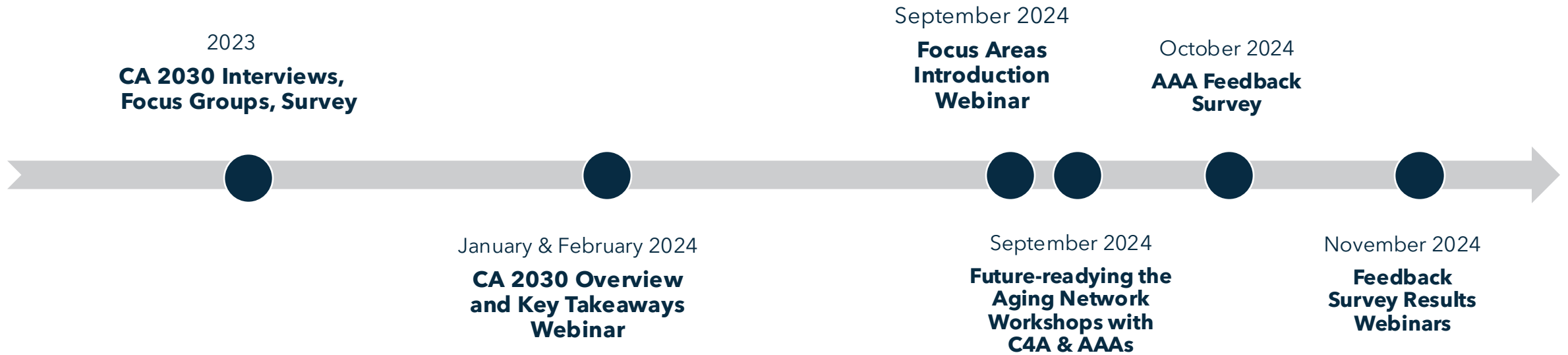
PURPOSE OF TODAY'S WEBINAR

Share details about future changes to the funding formula. Introduce the IFF calculator and feedback process.

AGENDA

1. Open and Webinar Purpose
2. Refresher & Outlook
3. Areas of Focus & Decision-making
4. IFF Calculator & Feedback Process
5. Next Steps
6. Q&A / Dialogue

2023-2024 AAA ENGAGEMENT



ENGAGEMENT & FEEDBACK OPPORTUNITIES

- **Webinar 1: CA 2030 Update & Outlook** | March 26, 12:00 pm – 1:30 pm PT
- **Webinar 2: Funding Formula Development | Today**
 - *IFF Calculator Tool Distribution and Feedback*
- **Webinar 3: PSA and AAA Designation Criteria** | May 2, 11:00 am – 12:00 pm PT
 - *Designation Criteria and Processes Feedback*
- **Webinar 4: Statewide Services and Performance Measures** | May 29, 12:00 pm – 1:00 pm PT
 - *Performance Measures Feedback*
- **Webinar 5: CA 2030 Implementation Plan** | August 18, 11:00 am – 12:30 pm PT

WHY UPDATE THE FUNDING FORMULA?

- Results from the California 2030 surveys and stakeholder interviews indicated a need to explore how funds could be better distributed across the network.
- Stakeholder concerns about some AAAs' underspending emerged.
- Other states have recently updated their funding formulas and can provide insights into promising practices and lessons learned.
- One of California's two formulas was copied from another state (WA); that state has since updated its formula.
- CDA's current formula is hard to understand, complicated to implement, and outdated.
- ACL expects states to revisit their formula on a regular basis.

DECISIONS MADE:

- Increase federal administrative base funding for all AAAs.

DECISIONS TO BE MADE:

- Exact amount of federal base funding increase.
- If programmatic base funding will be established.

See [Welfare & Institutions Code \(Older Californians Act\) 9002](#) for the most recent state guidance on the decision-making areas.

CURRENT HOLD HARMLESS & MAINTENANCE OF EFFORT RULES

The existing IFF has three checkpoints that ensure PSAs are made whole to prior year funding levels.

1. Hold Harmless 1984-1985 expenditure level.
2. Hold Harmless 1999-2000 allocation level: This test is for federal funds only and will reallocate federal funding if a PSA needs to be brought up to their 1999-2000 allocation level.
3. Maintenance of Effort to bring PSAs to the prior year's allocation.

If a PSA does not exceed these checkpoints naturally through the IFF allocations, they are made whole with the General Fund. Once made whole, the formula **stops** for that PSA.

PSAs are negatively impacted by this because they cannot receive any increased or additional General Fund once they are made whole.

HOLD HARMLESS & MAINTENANCE OF EFFORT

DECISIONS MADE:

- Eliminate the Hold Harmless rules.
- Modify the Maintenance of Effort rules.
- Establish an initial year-over-year budget change mitigation policy due to the IFF update.

DECISIONS TO BE MADE:

- Explore the modification to the Maintenance of Effort rules (e.g., 3-year rolling average expenditure).
- Explore a year-over-year budget change mitigation policy of max +/- 3-5% over a period of years following the IFF update.

See [Welfare & Institutions Code \(Older Californians Act\) 9002](#) for the most recent state guidance on the decision-making areas.

FUNDING FORMULA FACTORS & WEIGHTS

DECISIONS MADE:

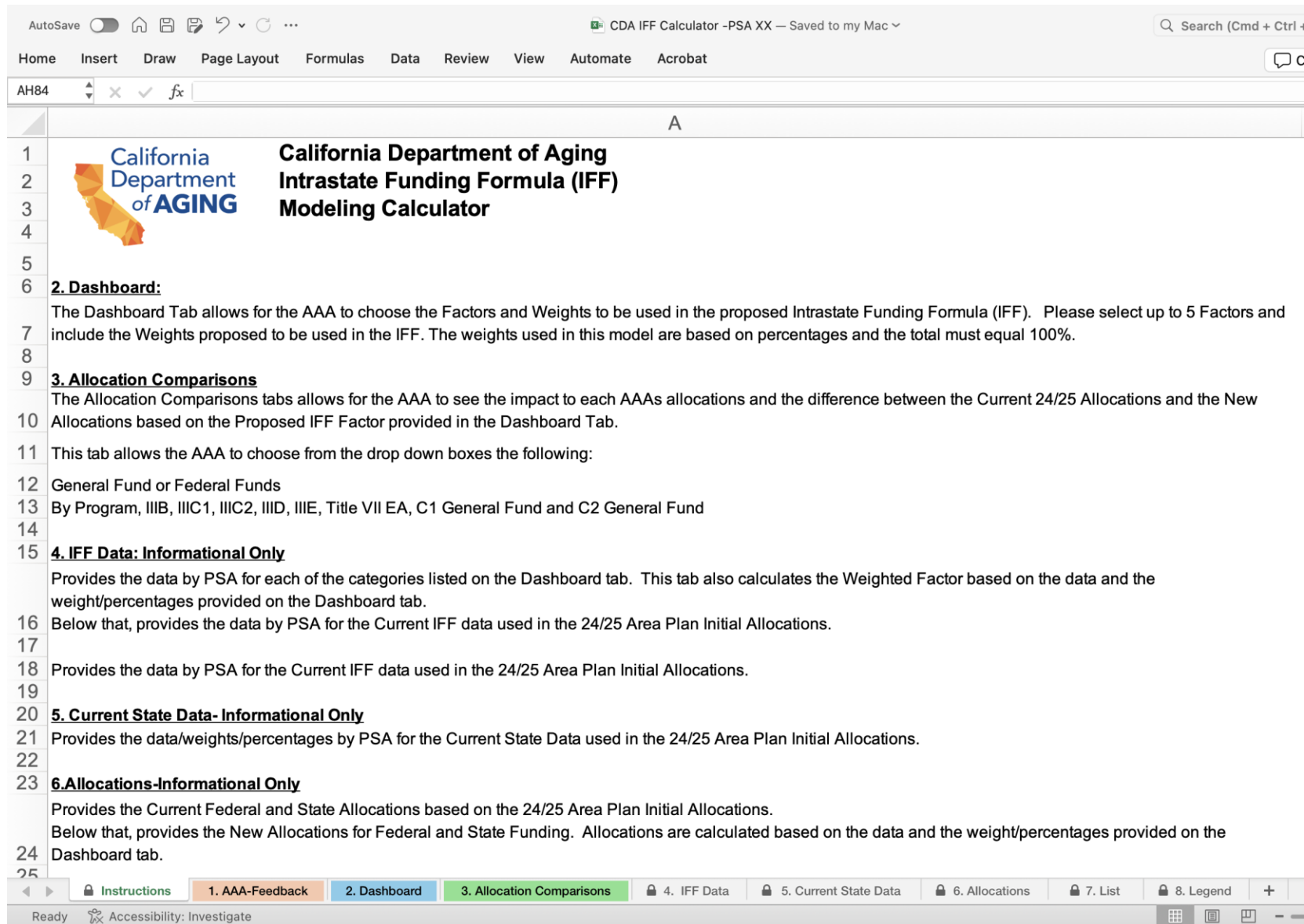
- Establish a streamlined Intrastate Funding Formula (IFF) to apply to state and federal administrative and programmatic funds.
- Update the IFF factors and weights to align with the strategic priorities of ACL, CDA, and AAAs.
- Invite AAAs to provide feedback about specific future IFF factors and weights.

DECISIONS TO BE MADE:

- Which IFF factors and weights will be used.

4. IFF Feedback Process

CALCULATOR



AutoSave Home Insert Draw Page Layout Formulas Data Review View Automate Acrobat Search (Cmd + Ctrl +)

AH84 AH84 fx

1 California Department of Aging
2 Department of AGING California Department of Aging
3 Intrastate Funding Formula (IFF)
4 Modeling Calculator

5

6 **2. Dashboard:**

7 The Dashboard Tab allows for the AAA to choose the Factors and Weights to be used in the proposed Intrastate Funding Formula (IFF). Please select up to 5 Factors and include the Weights proposed to be used in the IFF. The weights used in this model are based on percentages and the total must equal 100%.

8

9 **3. Allocation Comparisons**

10 The Allocation Comparisons tabs allows for the AAA to see the impact to each AAAs allocations and the difference between the Current 24/25 Allocations and the New Allocations based on the Proposed IFF Factor provided in the Dashboard Tab.

11 This tab allows the AAA to choose from the drop down boxes the following:

12 General Fund or Federal Funds

13 By Program, IIIB, IIIC1, IIIC2, IIID, IIIE, Title VII EA, C1 General Fund and C2 General Fund

14

15 **4. IFF Data: Informational Only**

16 Provides the data by PSA for each of the categories listed on the Dashboard tab. This tab also calculates the Weighted Factor based on the data and the weight/percentages provided on the Dashboard tab.

17 Below that, provides the data by PSA for the Current IFF data used in the 24/25 Area Plan Initial Allocations.

18 Provides the data by PSA for the Current IFF data used in the 24/25 Area Plan Initial Allocations.

19

20 **5. Current State Data- Informational Only**

21 Provides the data/weights/percentages by PSA for the Current State Data used in the 24/25 Area Plan Initial Allocations.

22

23 **6. Allocations-Informational Only**

24 Provides the Current Federal and State Allocations based on the 24/25 Area Plan Initial Allocations.

25 Below that, provides the New Allocations for Federal and State Funding. Allocations are calculated based on the data and the weight/percentages provided on the Dashboard tab.

Ready Accessibility: Investigate

CURRENT IFF & DATA SOURCES

Factor	Weight	Source
60+ Low Income	2.0	US Census: Ratio of Income to Poverty Level in the Past 12 months
60+ Minority	2.0	DOF: State and County Population Projections
60+ Geographically Isolated	1.5	Census 2020: Demographic and Housing Characteristics
60+ Non-Minority	1.0	DOF: State and County Population Projections
60+ Medi-Cal Eligible (IID Only)	1.0	DHCS: Medi-Cal Certified Eligibles Ages 60 and older

State Funds in excess of Required Match are allocated on the following Factors and Weights

60+ Population	20%	DOF: State and County Population Projections
65+ SSI/SSP Population	35%	US Social Security Administration: SSI Recipients by State and County
75+ Population	15%	DOF: State and County Population Projections
60+ Minority Population	10%	DOF: State and County Population Projections
Square Miles	10%	Census 2020: Land area in square miles
60+ Lives Alone Population	7%	US Census: Sex by Household Type- Living Alone
60+ Non-English Speaking	3%	US Census: Ability to Speak English by Population

OPTIONS FOR FUTURE IFF & DATA SOURCES

Proposed New Factor and Definition	Source
60+ Population: Individuals aged 60 years or older.	DOF: State and County Population Projections
SSI/SSP 65+: Individuals aged 75 or older receiving Supplemental Security Income or State Supplementary Payment.	US Social Security Administration: SSI Recipients by State and County
75+ Population: Individuals aged 75 or older.	DOF: State and County Population Projections
Lives Alone 60+: Individuals aged 60 or older living alone.	US Census: Sex by Household Type- Living Alone
60+ Population with a Disability: Individuals aged 60 or older with a self reported disability.	US Census: Sex by Age by Disability Status
60+ Cognitive Difficulty: Individuals aged 60 or older with difficulty remembering, concentrating, or making decisions due to physical, mental, or emotional conditions.	US Census: Sex by Age by Cognitive Difficulty
60+ Ambulatory Difficulty: Individuals aged 60 or older with serious difficulty walking or climbing stairs.	US Census: Sex by Age by Ambulatory Difficulty
60+ Independent Living Difficulty: Individuals aged 60 or older with difficulty doing errands alone.	US Census: Sex by Age by Independent Living Difficulty
Medi-Medi Beneficiaries: Individuals enrolled in both Medicare and Medi-Cal.	CMS- Medicare and Medicaid Reports/Enrollment Data
60+ Education (HS or Lower): Individuals aged 60 or older with a high school diploma or less.	US Census: Educational Attainment for Population 60 Years and Over
60+ Geographically Isolated: Individuals aged 60 or older living in rural areas.	Census 2020: Demographic and Housing Characteristics
60+ Low Income: Individuals aged 60 or older at or below 200% of the Federal Poverty Level.	US Census: Ratio of Income to Poverty Level in the Past 12 months

The following are the key components of the calculator:

- **AAA-Feedback:** This tab in the calculator allows each AAA to provide feedback on the factors/weights proposed to be used in the NEW IFF. In addition, there are key questions to complete regarding the NEW IFF.
- **Dashboard:** This tab in the calculator allows each AAA to model various factors and weights to be used in the NEW IFF. We ask that up to 5 factors be chosen.
- **Allocation Comparisons:** This tab in the calculator compares the NEW Allocations based on the factors/weights chosen on the Dashboard tab to the 24/25 Area Plan Initial Allocations.

QUESTIONNAIRE

1. Name(s) of AAA(s) submitting the questionnaire.
2. What factors and weights should be considered for California's future Intrastate Funding Formula? Why these factors and weights? Why not the other factors?
3. How would a \$100,000 federal administrative base funding increase impact your agency?
4. CDA is exploring implementing a limit of 3-5% on year-over-year AAA budget change increases and decreases, to be applied over three years until allocations mature. What are your thoughts, ideas, and concerns on this?
5. What should CDA consider as it seeks to establish a three-year rolling average maintenance of effort for each AAA?

5. NEXT STEPS

IFF FEEDBACK LOGISTICS & TIMELINE

- Collaborative Consulting will email the tool and feedback template to each AAA director by the end of the day on **Tuesday, April 22nd**.
- If you have not received the tool via email by **Wednesday, April 23rd**, please email alison@collaborativeconsulting.net and request it.
- CDA and Collaborative Consulting will host an **office hour at 9:00 AM on Monday, April 28th for technical assistance on the IFF Calculator**.
- The questionnaire is a tab inside the calculator. Please email the entire file, including the completed calculator and questionnaire tabs, to alison@collaborativeconsulting.net by **Friday, May 30th**.
- Feel free to organize and submit responses how you see fit - individually or in groups.
- CDA will review feedback as it develops the future IFF factors and weights over the next two months.
- The draft future IFF will be shared with AAAs at the **CA 2030 Implementation Plan Webinar on August 18th**.

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- **CA 2030 Webinars and Publications (2024):** <https://www.aging.ca.gov/CA2030/>
- **State Statutes & Regulations**
 - PSA/AAA Designations ([CCR](#)) ([OCA](#))
 - State Funding Formula ([OCA](#)) ([Area Plan Allocation Methodology](#))
 - Statewide Programs & Services ([CCR](#)) ([OCA](#))
- **Federal Statutes & Regulations:**
 - [Current Older Americans Act \(OAA\)](#)
 - [OAA Reauthorization Bill](#)
 - [ACL Final Rule](#)

Questions or comments? Use this email address:

CA2030@aging.ca.gov

Q&A



CA2030@aging.ca.gov