



Stig Andersen

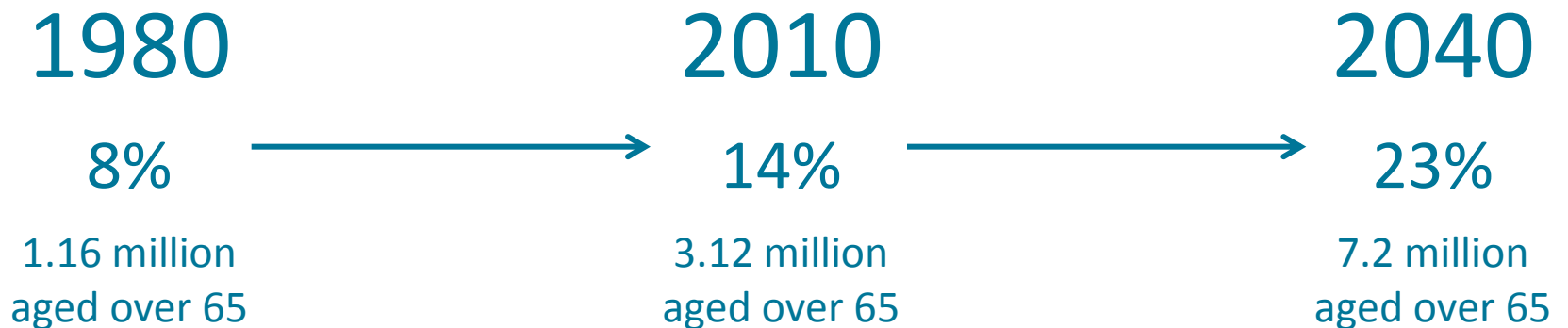
Chief Strategy Officer

Living Longer
Living Better



We're living longer

Australian Population



Over 3.5 million are expected to use aged care services by 2050



Aged Care in Australia

- ◆ Gradual shift since 1990s to more community care and slower growth in residential aged care places
- ◆ In 2013, 2718 aged care facilities provided c 190,000 residential places and c 61,000 home care packages
- ◆ Government spend in 2012-13 was \$13.3 billion for residential care and \$1 billion for community aged care
- ◆ Spending is growing as the population ages

Aged Care in Australia

- ◆ Last major reform was the Aged Care Act 1997
- ◆ Aged care system is getting more complex and costs are growing rapidly
- ◆ 2011 “Caring for Older Australians” Productivity Commission Inquiry was held
- ◆ This culminated in LLLB reform announced April 2012 and implemented from 1 July 2014

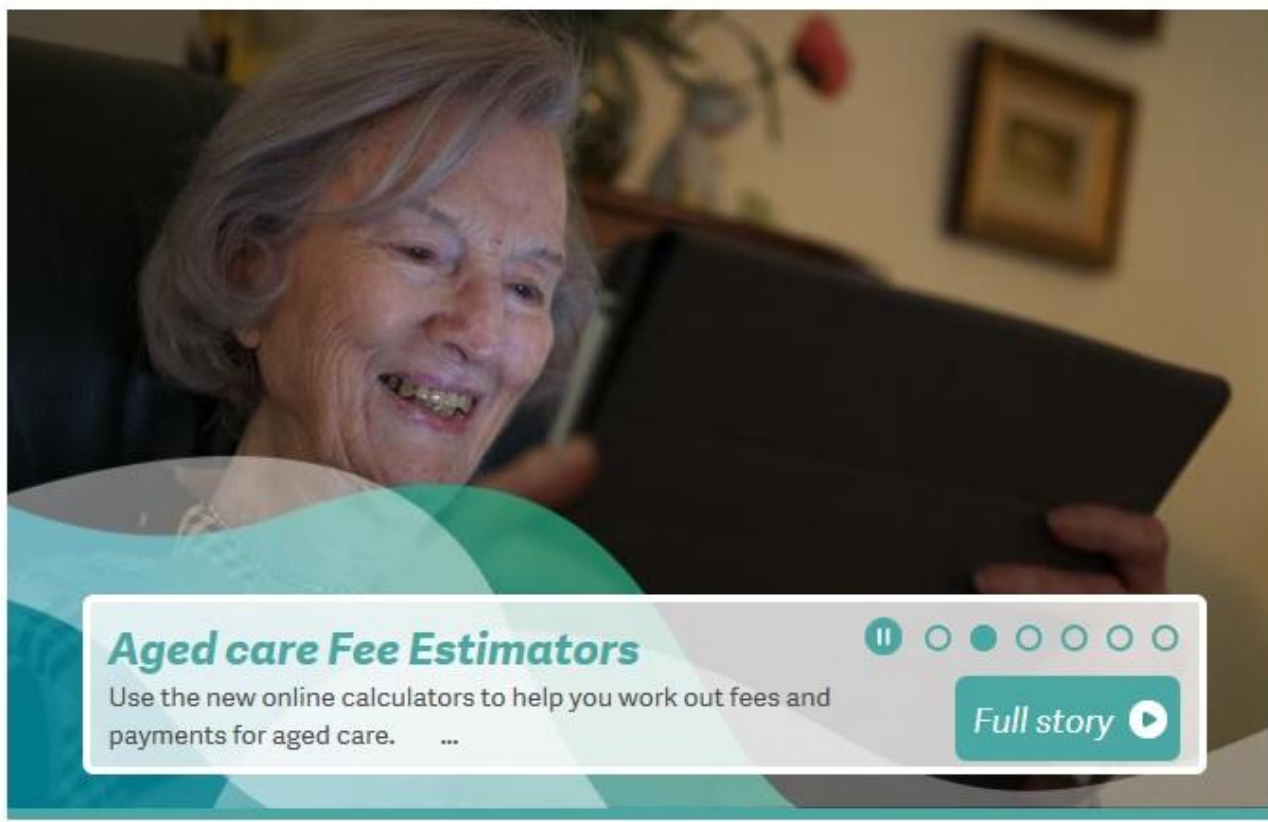
What people want

- ◆ More access to care and support in their own home
- ◆ Better quality residential care facilities for those who need them
- ◆ Increased consumer choice and control over own care and services (“consumer directed care”)
- ◆ Flexible payment options
- ◆ Ensuring a skilled aged care workforce

Key components of LLLB

- ◆ An increase in the provision of care to meet demand – c 67,000 increase in residential care beds by 2023 to c 257,000 in total
- ◆ A shift towards In-Home Care – c 72,000 increase in packages by 2023 to c 133,000 in total
- ◆ The removal of the distinction between high and low care
- ◆ Changes to funding model and a shift towards more user pays
- ◆ Streamlining of care services under Commonwealth government
- ◆ Gateway and My Aged Care website

- Home
- What help can I get?
- Help at home
- Aged care homes
- Caring for someone
- Find a service
- About us



Aged care Fee Estimators

Use the new online calculators to help you work out fees and payments for aged care. ...

Full story ▶

- What help can I get?**
- Caring for someone**
- Healthy and active living**
- Service provider pages**
- Other languages**

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Find a service

Eligibility and assessment

Financial

Positives for older people

- ◆ Additional in-home care services and options
- ◆ Increase in quality and number of residential care centres, if required
- ◆ Better information and transparency
- ◆ Increased choice and control over accommodation and services, including payment options
- ◆ However, in general additional user payments will apply

The challenges ahead

- ◆ Complex system for providers and consumers to navigate
- ◆ Financial implications differ depending on assets and income profile
- ◆ Uncertainty about consumers' RAD vs DAP choice
- ◆ Implementation of CDC packages
- ◆ Full impact of reform is yet to be determined



Thank you