

# ACFI ANALYSIS 2B Arrangement

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# Methodology

- 2B graphs of the National Trial presented by Access Economics
- Number of residents used – 4,858
- Dissection between RCS category based on national averages at 30 June 2006
- National averages applied to the 4,858 residents in the National Trial

# Methodology

- Residents per category were:

Category 1	1,146	Category 5	587
Category 2	1,171	Category 6	477
Category 3	748	Category 7	427
Category 4	277	Category 8	19

Note the numbers have been rounded

# Methodology

- The graphs provided by Access Economics were analysed and the percentage of responses for each of the category “bins” was applied
- This percentage was applied against the number of residents in each of the RCS Categories

# Methodology – 2B

- The subsidy was calculated for each of the category “bins” based on the rates provided

Subsidy	ADL	BEH	NUR
0	0.00	0.00	0.00
1	28.00	6.40	12.60
2	61.00	12.75	35.10
3	84.50	27.00	50.10

# Grand Parenting

- The following analysis was undertaken without including any increased funding for grand-parenting.
- It compares the expected income from ACFI to the income receivable under the RCS regime.

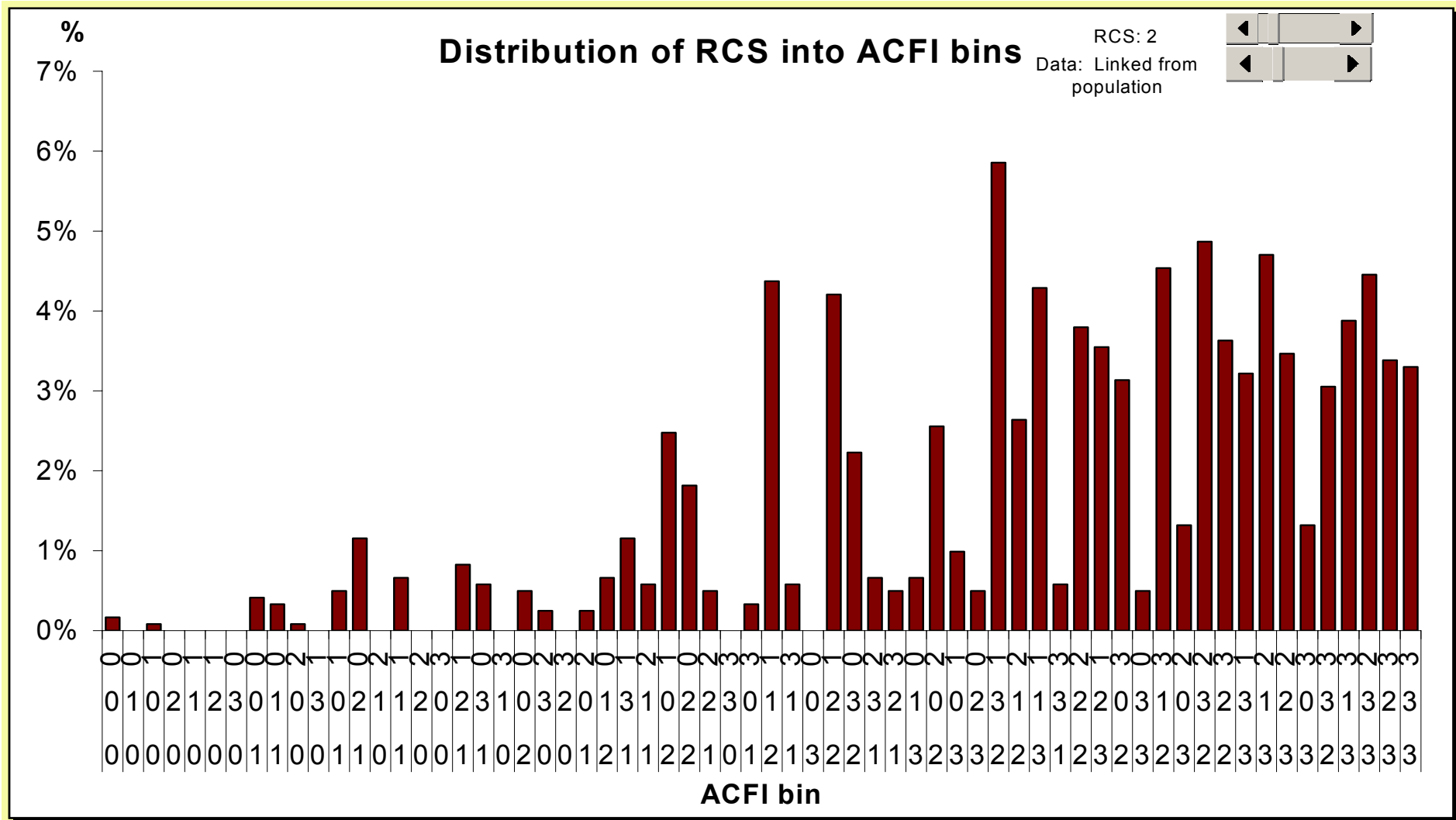


# Access Economics RCS 1

- Many Low Scoring assessments for the highest RCS assessment
- Income compared to 1146 at RCS rate of \$122.77 per day
- Result is an overall gain of \$2,860.33 per day under the 2B arrangement



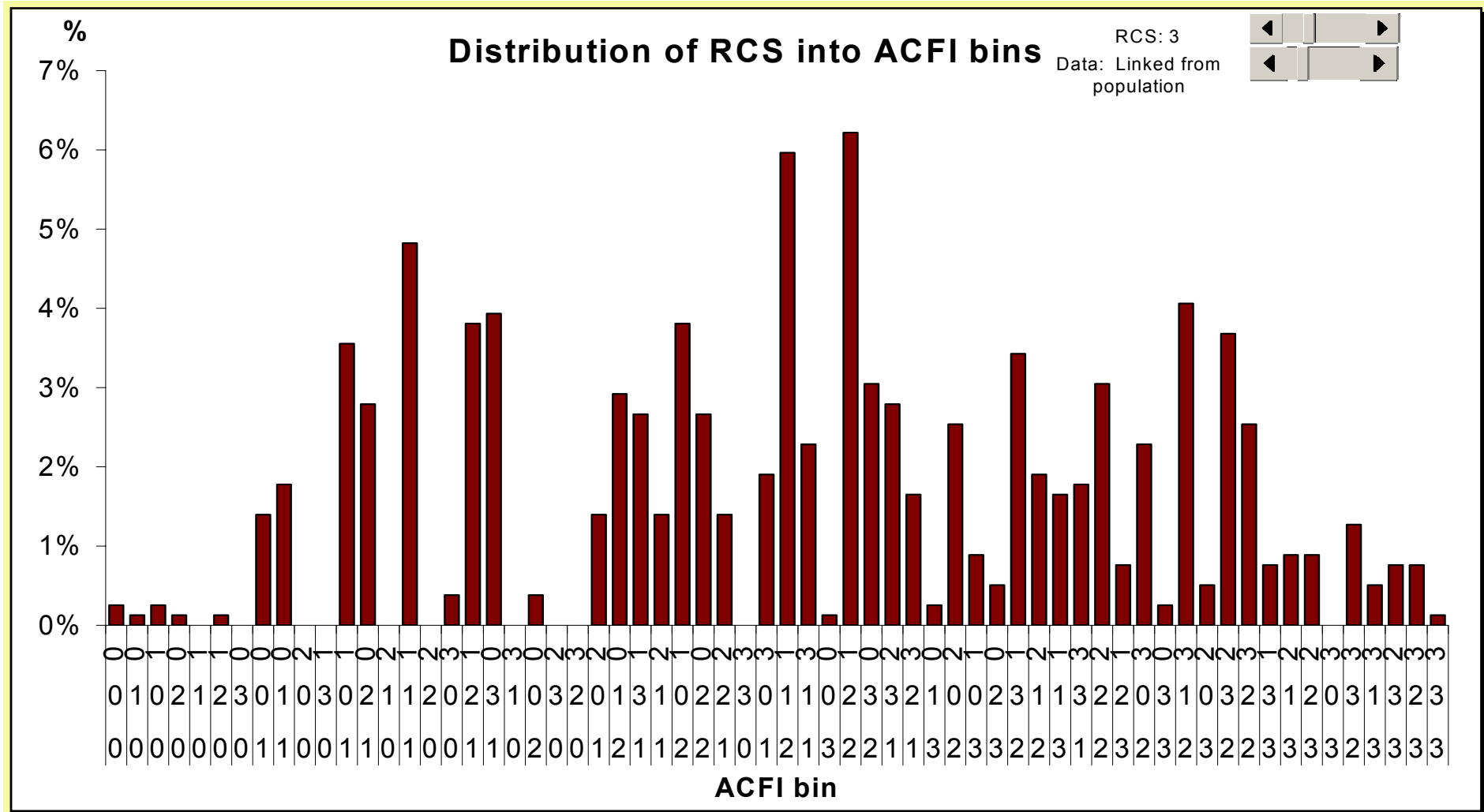
# RCS-ACFI mapping (RCS 2)



# Access Economics RCS 2

- Many Low Scoring assessments for the second highest RCS assessment
- Income compared to 1171 at RCS rate of \$111.32 per day
- Result is an overall loss of \$2,337.01 per day under the 2B arrangement

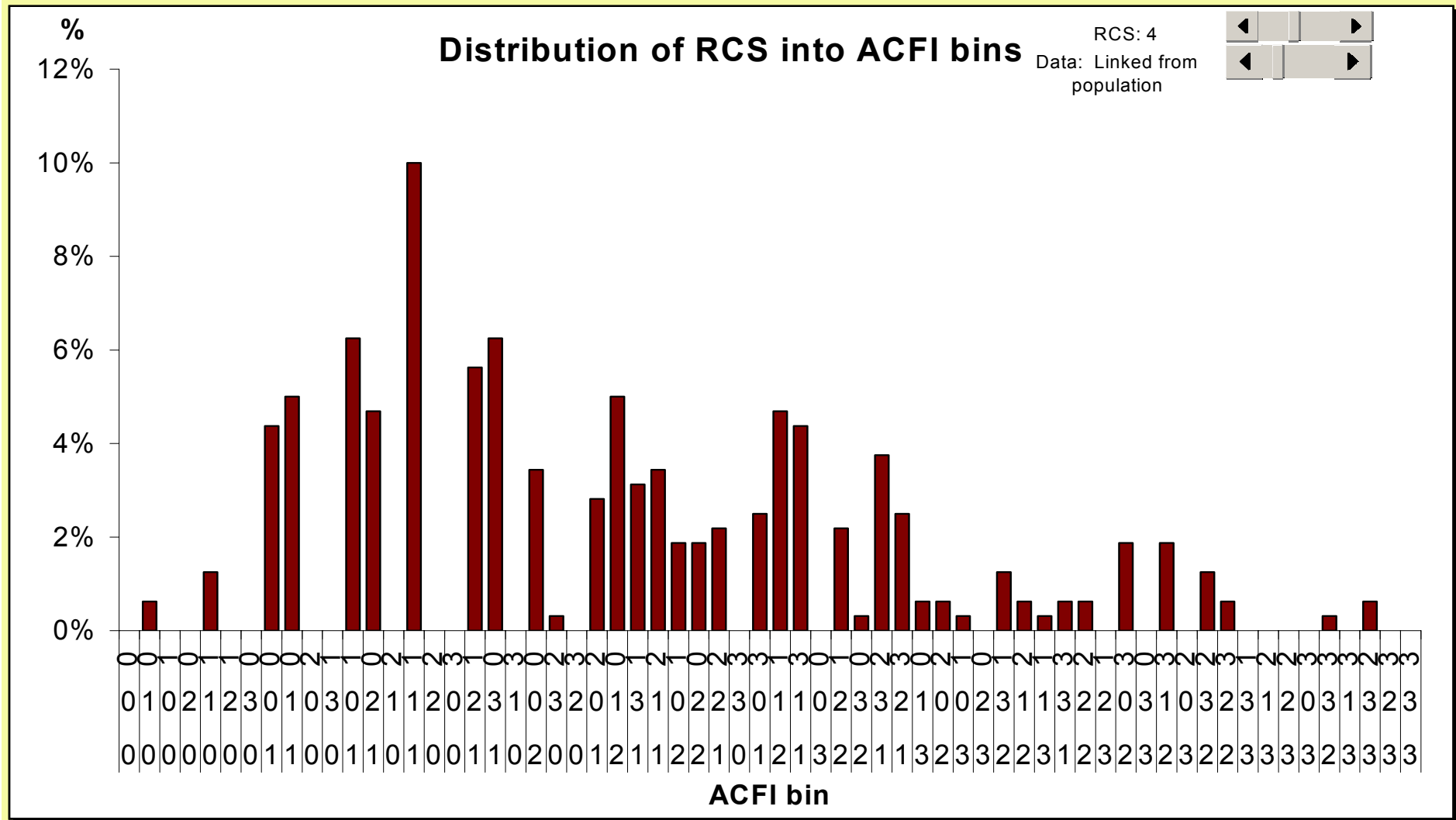
# RCS-ACFI mapping (RCS 3)



# Access Economics RCS 3

- Many Low Scoring assessments for a high care RCS assessment
- Income compared to 748 at RCS rate of \$95.90 per day
- Result is an overall loss of \$9,089.52 per day under the 2B arrangement

# RCS-ACFI mapping (RCS 4)



# Access Economics RCS 4

- These assessments are closer to the mark, however, there are still a high percentage scoring 0 or 1 on the nursing questions. This resident is RCS **HIGH**
- Income compared to 277 at RCS rate of \$67.79 per day
- Result is an overall loss of \$609.83 per day under the 2B arrangement

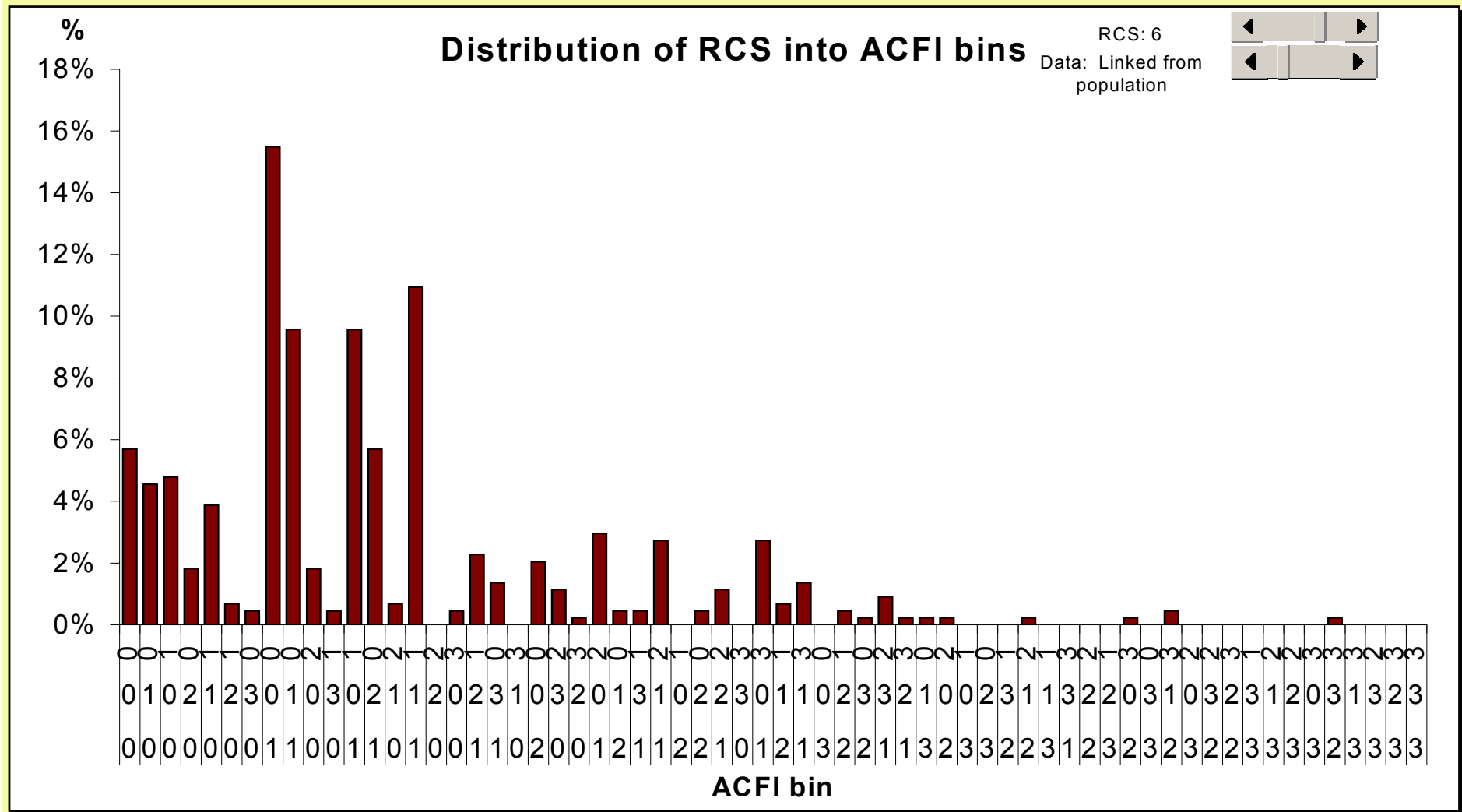


# Access Economics RCS 5

- More accurate, however, some residents scored too high. This could be RCS high residents with no high care ACAT approval.
- Income compared to 587 at RCS rate of \$41.29 per day
- Result is an overall gain of \$7,796.95 per day under the 2B arrangement



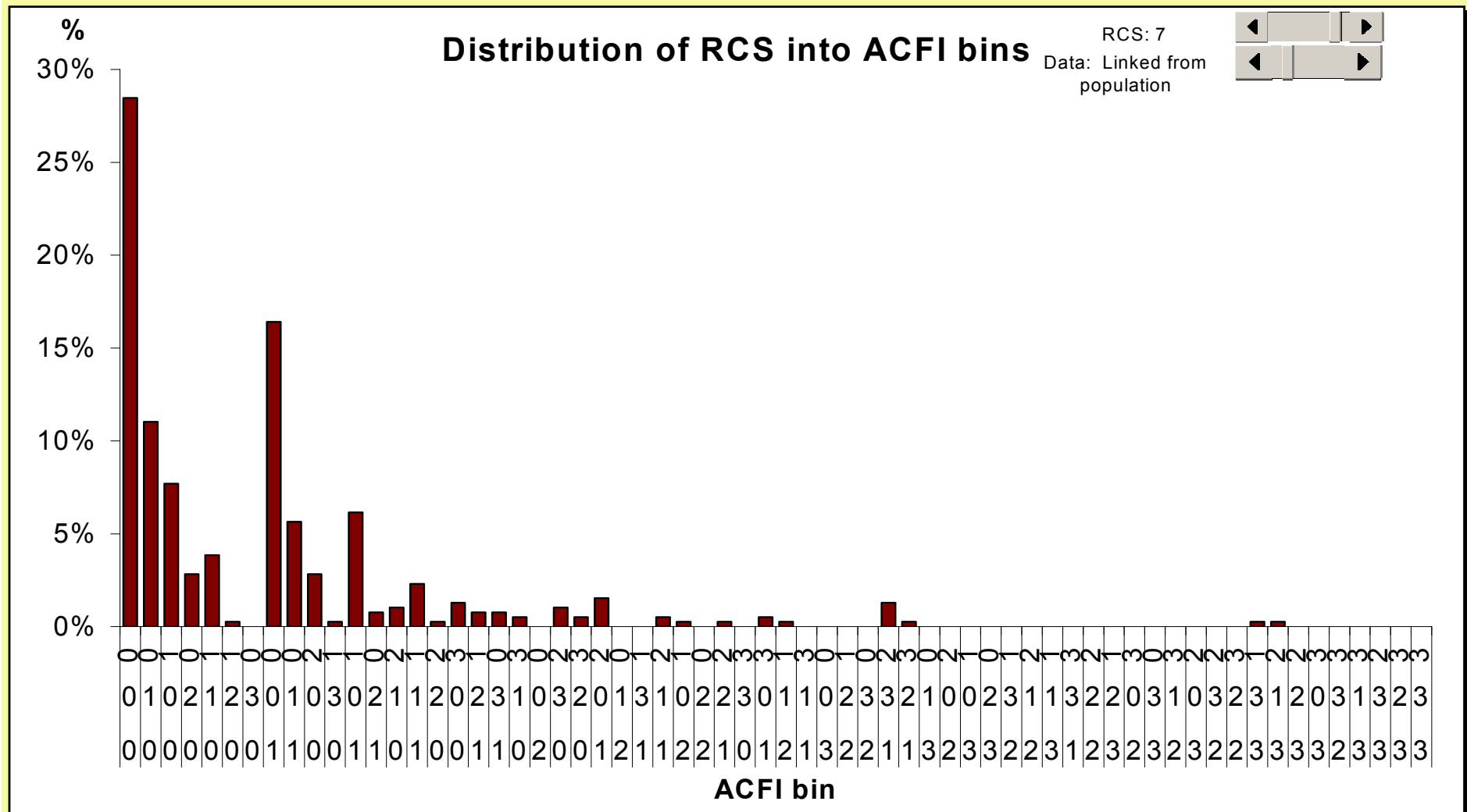
# RCS-ACFI mapping (RCS 6)



# Access Economics RCS 6

- Again more accurate, however, a small number of residents seem too dependent for the RCS category. Could relate to lack of high care ACAT approval.
- Income compared to 477 at RCS rate of \$34.22 per day
- Result is an overall gain of \$2,537.98 per day under the 2B arrangement

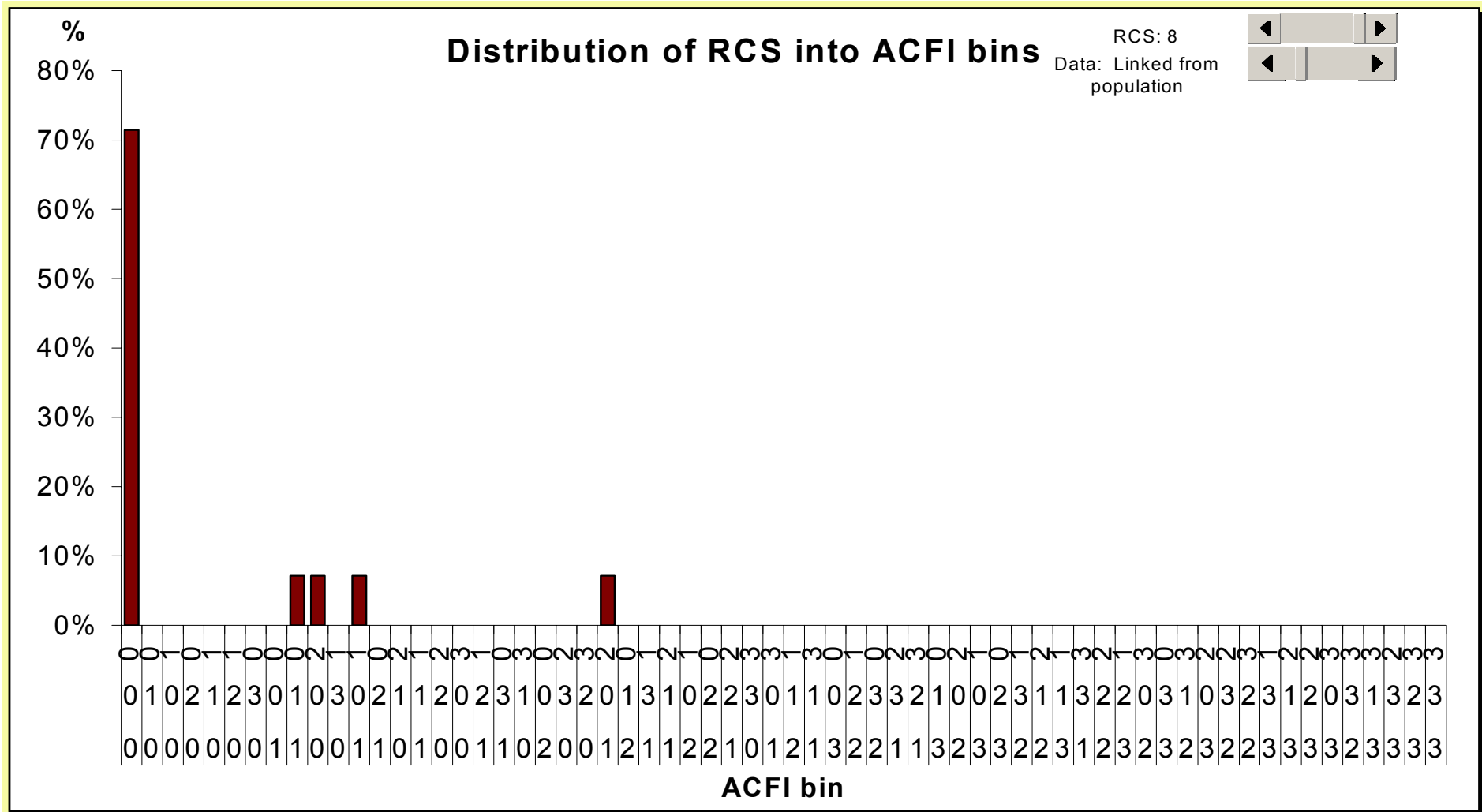
# RCS-ACFI mapping (RCS 7)



# Access Economics RCS 7

- Alarming to see the low scores for this category. Would lead to Cat 8 under RCS. Still a few High scores
- Income compared to 427 at RCS rate of \$25.27 per day
- Result is an overall loss of \$1,871.11 per day under the 2B arrangement

# RCS-ACFI mapping (RCS 8)



# Access Economics RCS 8

- This is per expectations
- Income compared to 19 at RCS rate of \$0.00 per day
- Result is an overall gain of \$235.59 per day under the 2B arrangement

# Summary – Per Day

Arrangement	2B
Category 1	2,860.33
Category 2	(2,337.01)
Category 3	(9,089.52)
Category 4	( 609.83)
Category 5	7,796.95
Category 6	2,537.98
Category 7	(1,871.11)
Category 8	<u>235.59</u>
Total	( 476.62)

# Summary

- Total Residents – 149,176 (say) 150,000
- Residents in survey - 4,858
- Daily result on survey residents
  - 2B - \$476.62 (loss)
- Annual result to Industry
  - 2B - \$5.4 million loss



# Hidden Results

- The analysis shows a serious funding shift from high care to low care
- Under the 2B arrangement high care residents will lose \$103.41 million and low care residents will receive an extra \$98.04 million