



# What is the AN-ACC Transition Fund?

The Australian National Aged Care Classification (AN-ACC) care funding model replaced the Aged Care Funding Instrument (ACFI) on 1 October 2022. This fact sheet provides information about the AN-ACC Transition Fund that is available to support providers as they transition to the new funding arrangement.

## Overview

AN-ACC is a key component of the major aged care reforms being implemented in response to the final report of the Royal Commission into Aged Care Quality and Safety. The AN-ACC will provide more equitable care funding to providers that better matches resident funding with the costs of delivering care enabling a more efficient, transparent and sustainable system.

The AN-ACC Transition Fund commenced on 1 October 2022. This funding is provided to eligible providers to ensure they can adjust their business operations and transition smoothly from the ACFI to the AN-ACC and help them continue delivering services to residents without impacting their funding. It is not grand-parenting of the existing ACFI funding model

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The AN-ACC Transition Fund means that no residential aged care facility will receive less funding under AN-ACC compared to ACFI in the first two years of transition.

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## Who is eligible?

Approved providers of residential aged care services that will receive less funding under AN-ACC than the ACFI funding model will be eligible to access the AN-ACC Transition Fund.

The Department of Health and Aged Care (department) will identify and invite providers which are eligible to apply for the AN-ACC Transition Fund.

While the Transition Fund is open, each residential aged care service's data will be reviewed monthly to check whether they are eligible to apply for the Transition Fund.

## How do I apply for the Transition Fund?

To apply for the Transition Fund, your organisation must have received an invitation to apply from the department detailing how to access the Grant Opportunity Guidelines and application form.

Please note that an automated notification email from GrantConnect advising you of the AN-ACC Transition Fund grant opportunity is not an invitation to apply.

If you have not received an invitation to apply but believe your organisation is eligible to apply contact the department at [AN-ACCTFGrant@health.gov.au](mailto:AN-ACCTFGrant@health.gov.au). The AN-ACC Transition Fund is open for applications until 30 June 2024.

## Where can I access information about the Transition Fund Grant Opportunity?

The AN-ACC Transition Fund Grant Opportunity Guidelines (GOGs) and application form are available on [GrantConnect](#).

## Are funding expectations for each facility available?

The funding calculations have been made by the department to determine the eligibility for the AN-ACC Transition Fund by applying the ACFI Baseline, determined from ACFI claims submitted from 1 November 2021 – 31 January 2022 (based on the claims and any adjustments for this period processed prior to 1 July 2022 and with the amount indexed up by the same rate ACFI is indexed by in July 2022, including the homeless, viability and basic daily fee supplements and the adjusted subsidy reduction) against the most current AN-ACC projection.

Throughout the two years' grant period, each facility's data is analysed on a monthly basis. If circumstances change and a facility is found to be eligible, an invitation to apply will be extended to that facility.

## How will payments work?

AN-ACC Transition Fund payments will be paid monthly in arrears, based on the difference between the facility's ACFI base and the AN-ACC claim amount paid, where the AN-ACC amount is less than the ACFI base. The payment will be paid separately to AN-ACC funding payments, into a bank account nominated by the provider.

The AN-ACC Transition Fund payment will be calculated once the monthly AN-ACC claim has been submitted and paid by Services Australia. This means the AN-ACC Transition Fund payment amount will vary month to month depending on the actual AN-ACC funding claimed and paid.

## What does it mean if my facilities are co-located?

In some cases, projected funding outcomes for facilities that are co-located may show that the facility on its own will receive less funding under AN-ACC than ACFI. However, combining the

projected funding outcomes of co-located facilities may show no financial impact overall with the introduction of AN-ACC.

Facilities are considered to be co-located if they submitted a single consolidated ACFR for the 2020-21 financial year.

Providers may seek departmental approval to have facilities considered individually by emailing the AN-ACC Transition Fund at [AN-ACCTFGrant@health.gov.au](mailto:AN-ACCTFGrant@health.gov.au).

## More information and resources

See [the AN-ACC Funding Guide](#) for information on AN-ACC.

Further information about the AN-ACC care funding model, including general information, is available on the webpage [Australian National Aged Care Classification funding model](#). The following resources are also available to stay informed.

**Table 1 Aged care resources**

Information source	Description
<b>Resources and factsheets</b>	<a href="#">Resources and factsheets</a> can be located on the health website.
<b>Social media</b>	Follow us on <a href="#">Facebook</a> , <a href="#">Twitter</a> , <a href="#">LinkedIn</a> and <a href="#">Instagram</a>
<b>Subscriptions</b>	<a href="#">Subscribe to the Department of Health and Aged Care's newsletters</a> for aged care updates.
<b>Ageing and Aged Care Engagement Hub</b>	Find current engagement activities and register your interest to be involved in workshops, focus groups, webinars and surveys.  Website: <a href="https://www.agedcareengagement.health.gov.au/">https://www.agedcareengagement.health.gov.au/</a>
<b>My Aged Care service provider and assessor helpline</b>	For help with the My Aged Care system or technical support for providers and assessors.  Phone: 1800 836 799  The helpline is available from 8:00am to 8:00pm Monday to Friday and 10:00am to 2:00pm Saturday, local time across Australia.

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