

# Places to people: how residential aged care providers can prepare for success in a competitive market

From 1 July 2025 when the new Aged Care Act commences, places will be assigned to older people approved to access residential care services. This will give them more choice and control over which provider delivers their care.

Aged care providers will no longer need an allocation of places to provide residential care, giving them greater control over their business decisions.

Below is some guidance to help residential aged care providers succeed in a competitive market.

# **Build your market**

By adjusting or expanding your services, you will be able to better meet community needs. You may also be able to achieve higher occupancy levels, stronger financial performance and overall competitiveness within the market.

#### **Update your My Aged Care profile**

Make sure you keep your details up to date through the <u>My Aged Care Service and Support Portal</u>. It often takes only a few small changes to <u>improve your organisation's profile</u>, and give potential clients a better sense of who you are and the services you provide.

#### **Connect with our Local Network**

We have regional offices across Australia. Our local teams can help you understand and be ready for the aged care reforms.

| Regional offices   | Enquiries                       |
|--------------------|---------------------------------|
| Queensland         | Engagement.QLD@health.gov.au    |
| Northern Territory | NTPlaces@health.gov.au          |
| Tasmania           | TAS.Office@Health.gov.au        |
| Victoria           | VIC.Office@health.gov.au        |
| Western Australia  | WAPlaces@health.gov.au          |
| South Australia    | SAPlaces@health.gov.au          |
| NSW/ACT            | Engagement.NSWACT@health.gov.au |

#### **Primary Health Networks**

Talk to <u>your local Primary Health Network (PHN)</u>. We fund these independent organisations to coordinate primary health care in their region. PHNs know the local aged care health and service needs. They can use this knowledge to best support your service.

#### Make local connections

Connect with local home care providers and/or retirement villages as a potential source of referrals to your home.

#### Plan for construction and refurbishments

The changes should not impact your plans for residential developments in the meantime. Refurbishments or maintenance of existing homes can continue and can increase your attractiveness in the market.

#### Assess local demand for services

Your leadership team may need to place a greater focus on analysing demand in your community and your strategic marketing approach to increase your organisation's competitiveness.

Consider demand for aged care services in your local area and adjust your service offerings. For example

- Community demographics (such as age, health status, cultural, religious or care needs, household wealth) – the <u>'data by region' section of the Australian Bureau of Statistics</u> <u>website</u> is a useful starting point.
- Existing supply of services in the area, and whether there are gaps in the supply of particular services the stocktake data on the Australian Institute of Health and Welfare's GEN Aged Care Data website provides a snapshot of the operational and allocated aged care places as at 30 June each year. We also have a collection of aged care research and reporting on the department's website.

 If you are considering developing new residential homes, undertake early planning. Consider expanding into areas where there will be demand for your care and accommodation offerings.

## Supports to build your business

The department supports aged care providers to <u>improve their financial viability and capability</u> to meet the demands of a strengthened aged care market.

#### **Market Adjustment Program (MAP)**

The <u>MAP</u> is an invitation-only program that provides funding to ensure continuity of care for aged care residents. The MAP can help providers to avoid premature aged care service closures and, in appropriate situations, support orderly exits and service consolidation. It may also fund initiatives aimed at improving business capability to reduce likelihood of deteriorating performance.

# Remote and Aboriginal and Torres Strait Islander Aged Care Service Development Assistance Panel

If you are providing aged care services in a rural or remote town, you may be eligible to access professional support through the <u>Remote and Aboriginal and Torres Strait Islander Aged Care Service Development Assistance Panel</u>.

#### **Aged Care Business and Workforce Advisory Service**

Eligible aged care providers can <u>apply for free</u>, <u>independent and confidential advice to improve their operations</u>. The service, provided by EY, helps providers – including those in regional, rural and remote areas – review their operations and give advice on business management, financial strategies and workforce challenges.

If you think your business may be at financial risk, please reach out to the <u>Aged Care Quality</u> and <u>Safety Commission</u> early. They will help you to improve your financial situation, anticipate issues and apply strategies to reduce financial risks that have the potential to impact quality of care.

### Let's change aged care together

We invite Australians to continue to have their say about the aged care reforms.



Visit agedcareengagement.health.gov.au



Phone 1800 318 209 (Aged care reform free-call phone line)

For translating and interpreting services, call 131 450 and ask for 1800 318 209. To use the National Relay Service, visit nrschat.nrscall.gov.au/nrs to choose your preferred access point on their website, or call the NRS Helpdesk on 1800 555 660.