

Australia's aged care sector driving demand for financial advice



DEMOGRAPHIC CHANGES ARE DRIVING THE DEMAND FOR AGED CARE SERVICES

85+ AGE GROUP IS PROJECTED TO GROW FROM 500,000 IN 2017 TO **1.8M** IN 2057¹



59% OF THOSE AGED 85+ REPORT A NEED FOR HEALTH CARE ASSISTANCE²

THE NEED FOR CARE OFTEN ARISES WITHOUT WARNING WITH FAMILIES FACING DIFFICULT FINANCIAL DECISIONS AT AN EMOTIONAL TIME

60% OF AGED CARE RESIDENTS OWN* THEIR PRIMARY RESIDENCE³

AVERAGE PRICE OF ACCOMMODATION IS **\$447,000** IN MAJOR CITIES⁴



* includes those that hold a mortgage

THE COST OF AGED CARE IS OFTEN COMPLEX TO UNDERSTAND

WHAT COULD AGED CARE COST?

BASIC FEE
\$3,475 p.a. to \$3,880 p.a.⁵

INCOME TESTED CARE FEE
\$0 p.a. to \$11,102 p.a.⁵

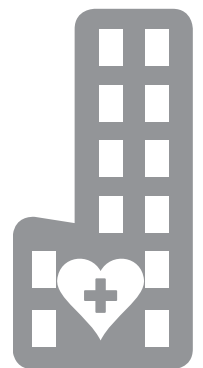


HOME CARE

BASIC FEE
\$18,845 p.a.⁵

MEANS TESTED CARE FEE
\$0-\$27,755 p.a.⁵

MAXIMUM ACCOMMODATION PAYMENT
\$550,000
(higher if approved by Aged Care Pricing Commissioner)⁵



RESIDENTIAL CARE#

Extra-service fees may also be payable

1. Australian Institute of Health and Welfare – Australia's Welfare 2017
2. Australian Institute of Health and Welfare – Australia's Welfare 2015
3. Australian Institute of Health and Welfare – National Aged Care Data Clearinghouse
4. Aged Care Financing Authority – Annual Report on the Funding and Financing of the Aged Care Sector - 2019
5. Department of Health – Schedule of Fees and Charges for Residential and Home Care from 20 September 2019



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