Department of Health

Counsel and Care Conference – Best Value from Care Spending

John Bolton
Director of Strategic Finance

2 January, 1988

Strategic Finance

3. Understanding where the money is spent

Category of Care	Spend £bn	% Increase between 2003-08	Proportion of total LA PSS spend on Adults/Older People)
Older People	£8.8 billion	20% increase over 5 years	57% ↓
Adults with PD/SI	£1.5 billion	29% increase over 5 years	9% →
Adults with LD	£3.5billion	32% increase over 5 years	23% ↑
Adults with MH	£1.1 billion	19% increase over 5 years	7% →

"NHS Spends nearly £30bn p.a. on Older Peoples services, £18bn on Mental Health and £5.4bn on Learning Disability"

3. Understanding where the money is spent

Spend on Residential Care (2007/08)

- £7.5 billion (46% of total spend) on residential care

	Residential Spend	Proportion of Total Residential Spend
- Older People Nursing Care placements - Older People Residential Care placements	£1.5b £3.24b	21% 46%
Older People	**£4.75b**	**67%**
Physically Disabled	£380m	5%
Learning Disability	£1.64b	23%
Mental Health	£350m	5%

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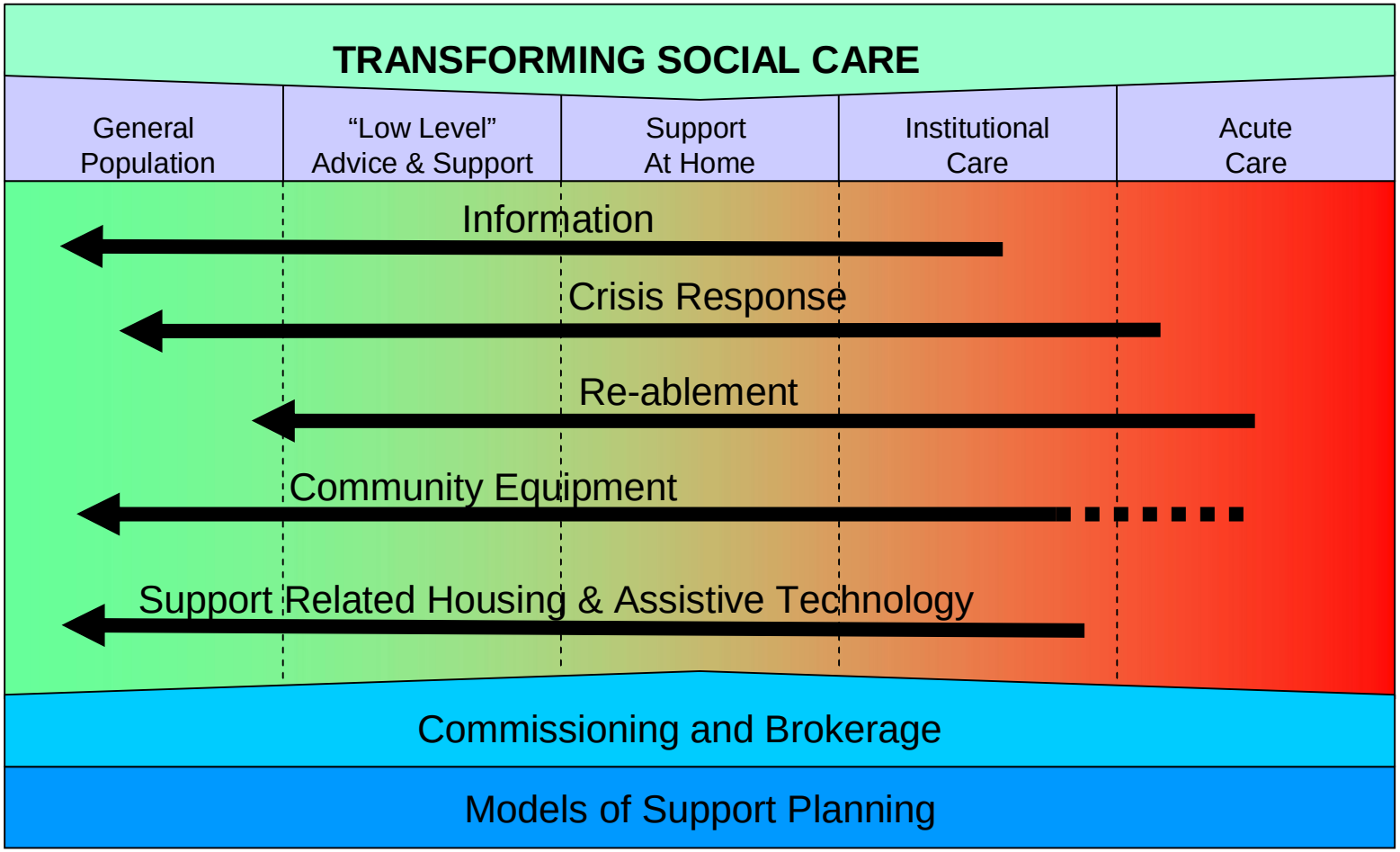
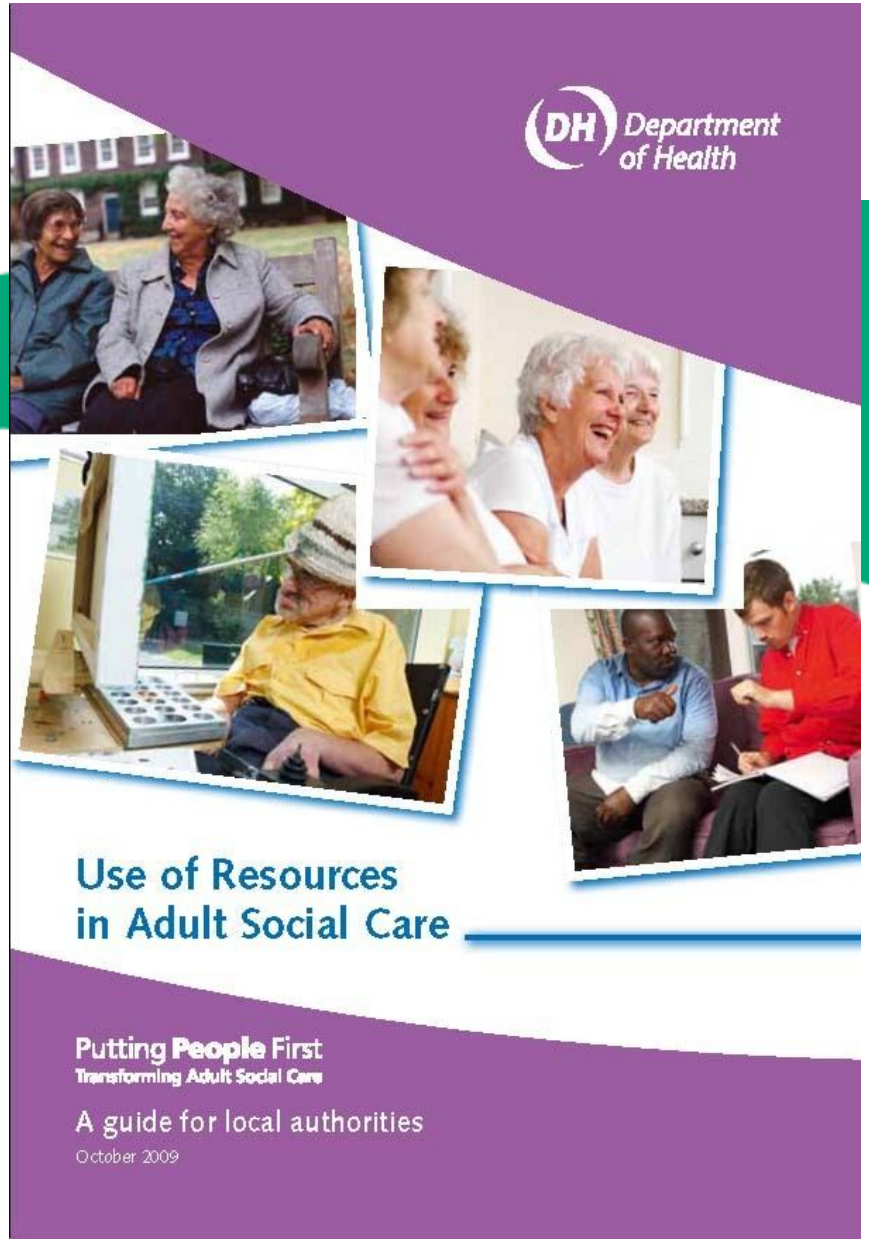
People choose less dependent options: this is typically more cost effective





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Key messages

Building the models that support and sustain people in the community
Reablement with Intermediate Care
New Technology
Work and Training
Housing with support

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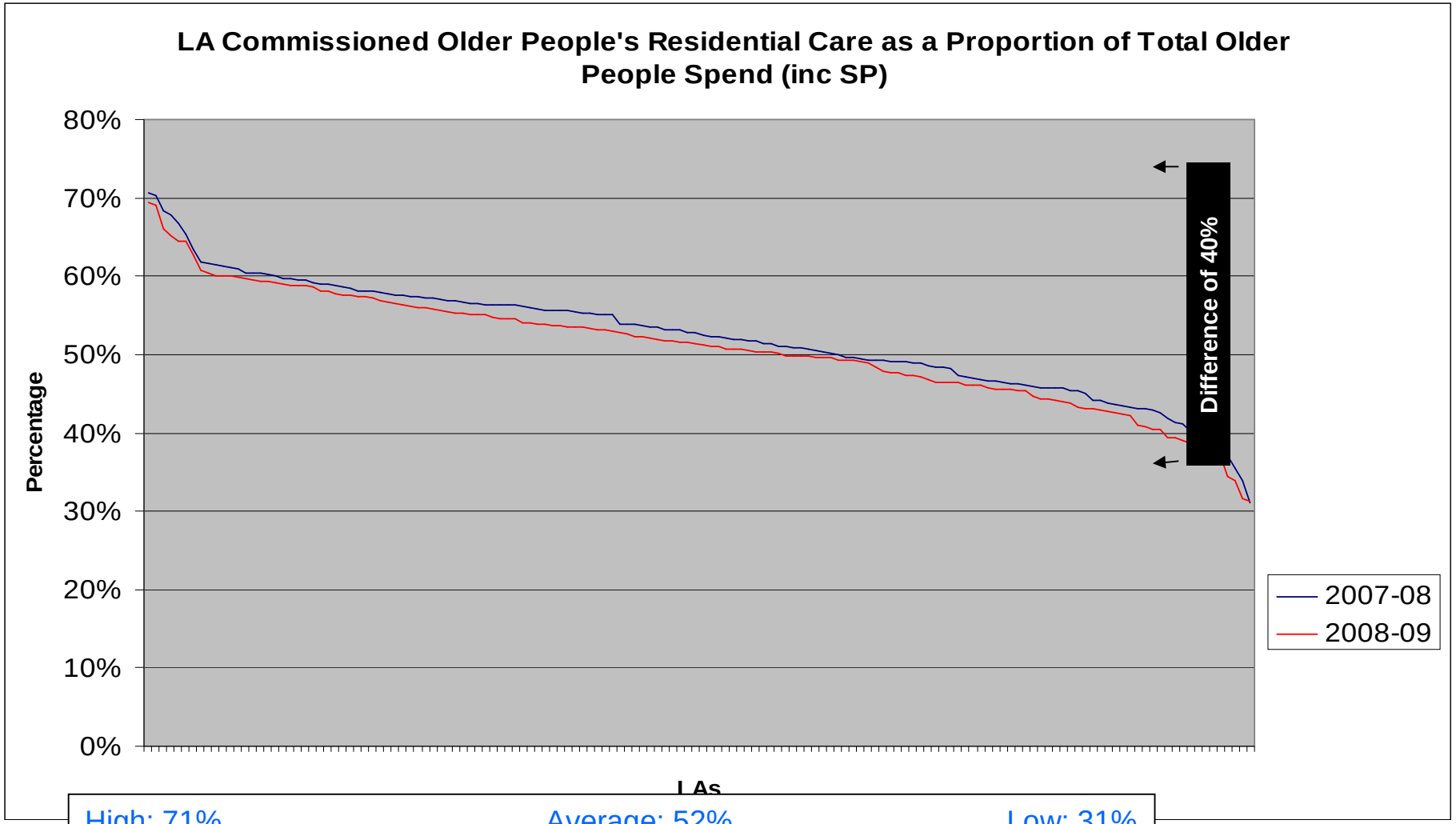
What proportion of the spend goes into Residential Care?



High: 71%	Average: 52%	Low: 31%
High: 69%	Average: 51%	Low: 31%

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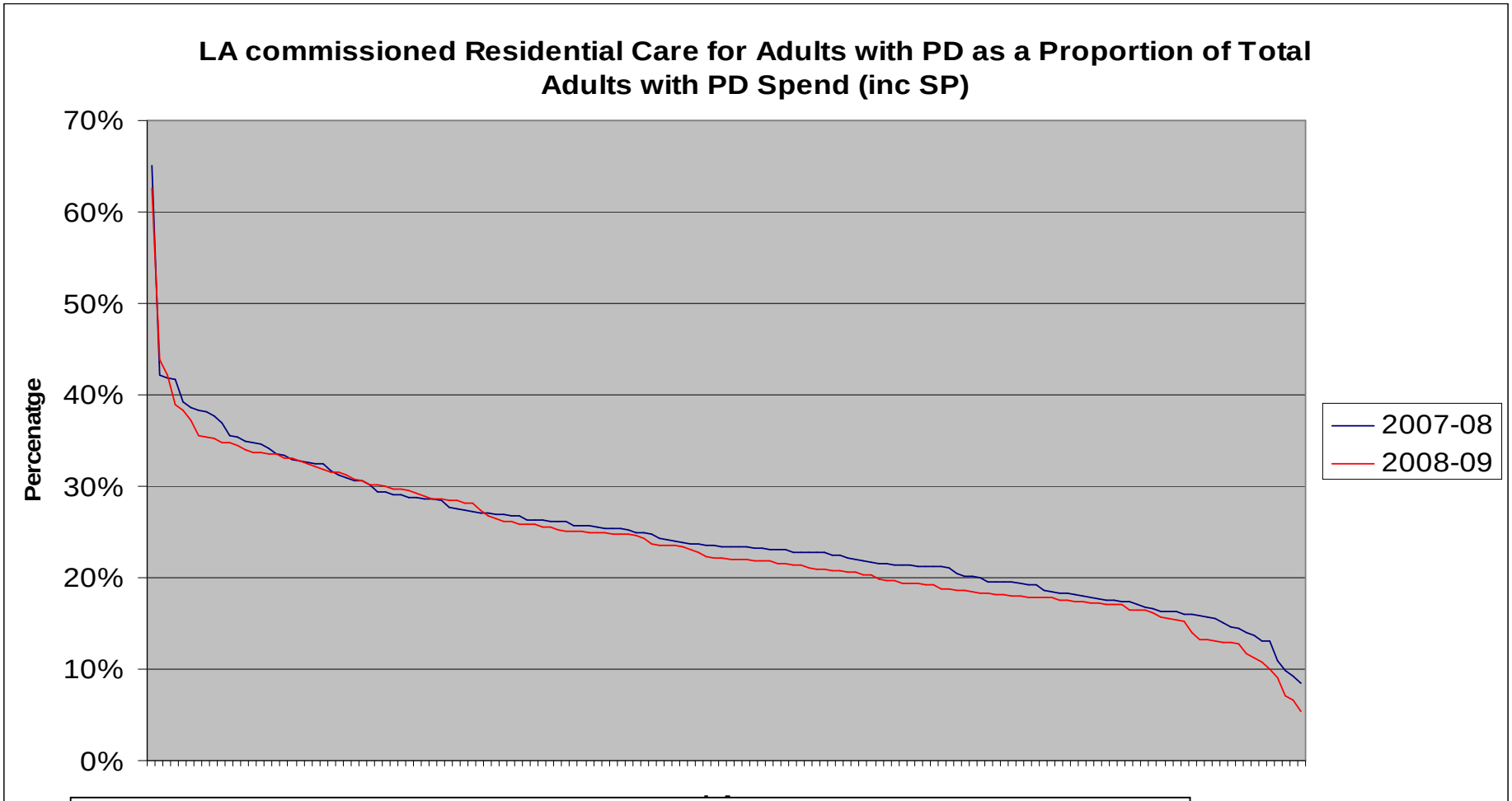
PROPORTION OF COUNCILS PHYSICAL DISABILITY RESIDENTIAL CARE SPEND AS A PROPORTION OF THEIR PHYSICAL DISABILITY CARE SPEND



High: 65%	Average: 24%	Low: 8%
High: 63%	Average: 23%	Low: 5%

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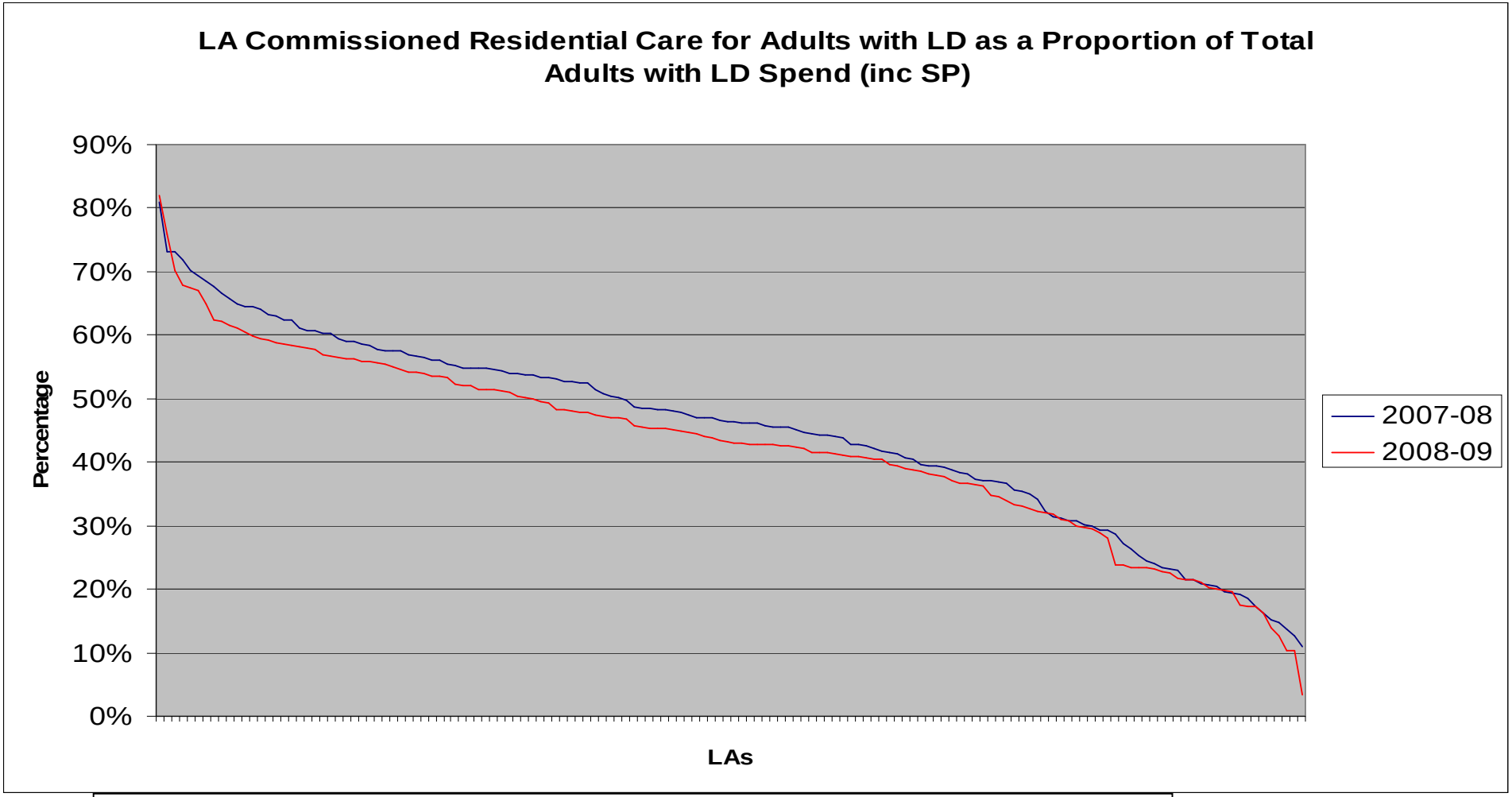
PROPORTION OF COUNCILS LEARNING DISABILITY RESIDENTIAL CARE SPEND AS A PROPORTION OF THEIR LEARNING DISABILITY CARE SPEND



High: 81%	Average: 45%	Low: 11%
High: 82%	Average: 43%	Low: 3%

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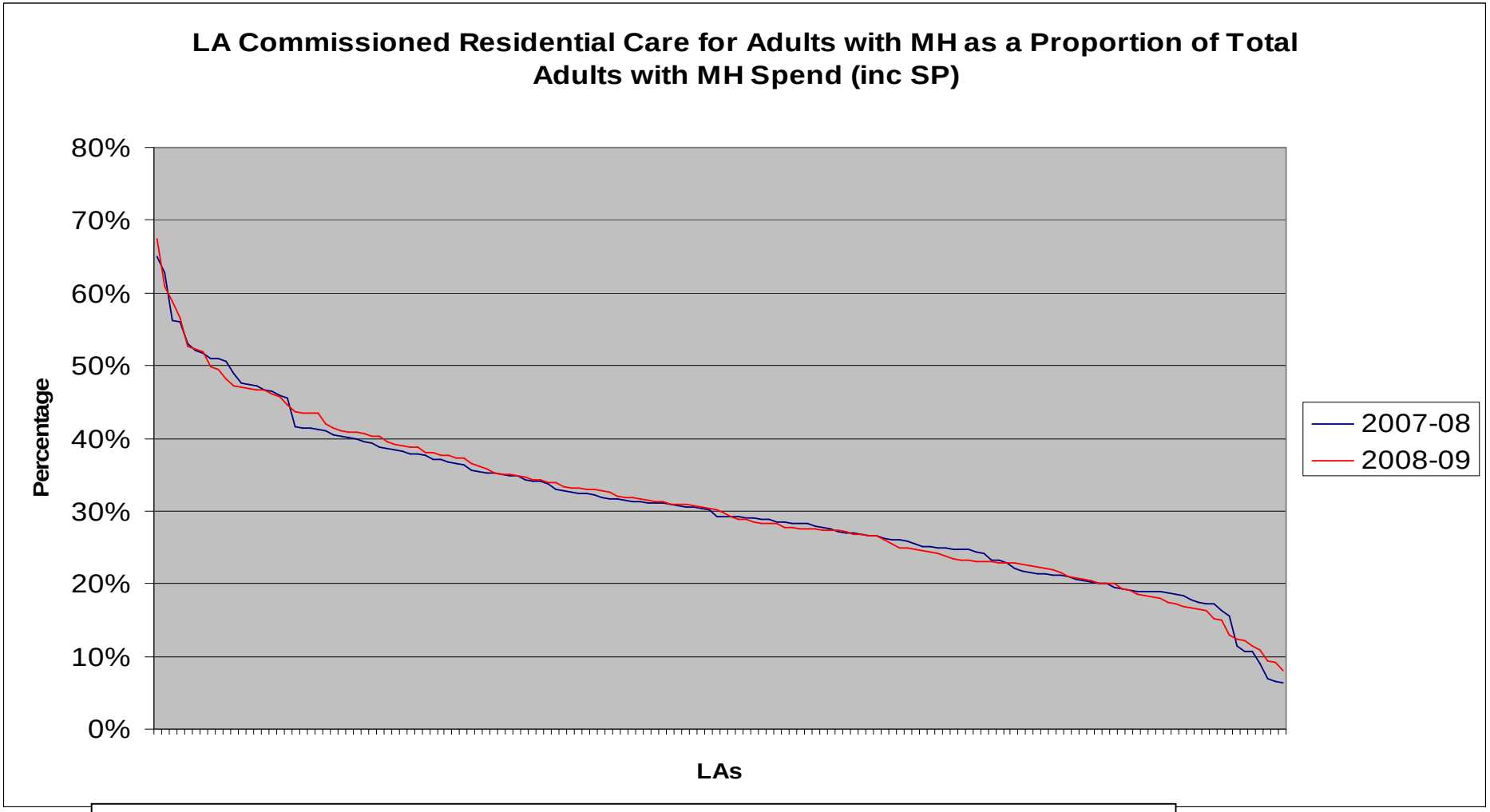
PROPORTION OF COUNCILS MENTAL HEALTH RESIDENTIAL CARE SPEND AS A PROPORTION OF THEIR MENTAL HEALTH CARE SPEND



High: 65%	Average: 31%	Low: 6%
High: 67%	Average: 31%	Low: 8%

North Yorkshire's Telecare approach

OUTCOMES

- Today, telecare is available for **all** individuals needing Adult an[illegible] Services support as part of the range of mainstream personalised solutions to suit their individual circumstances
- 12,265 telecare users (Aug 09)

EVALUATION

- In Sept 2008 an analysis of 132 new users of telecare was undertaken
- Net average efficiency was **£3,600 per person pa**, a **38% reduction** in care costs.
- In the first year of the programme NYCC has **saved over £1 million** that would otherwise have been spent on domiciliary or residential care

North Yorkshire County Council

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HOMECARE RE-ABLEMENT: Does it work ? (1)

Homecare Package at First Review *			
Care package req'd post 1st review (6 wks)	Matched service users (control group)	Re-ablement Pilot (selective)	Re-ablement Roll-out (intake)
Discontinued	5%	62%	58%
Decreased	13%	26%	17%
Maintained	71%	10%	17%
Increased	11%	2%	8%
Total	100%	100%	100%

* Leicestershire De Montfort study 2000

Beyond Use of Resources

- Health and social care – interdependencies and efficiencies
- Provider led procurement – moving towards partnerships – commissioning for outcomes
- Understanding cost effective interventions – most cost effective models of care and support
- The wider understanding of prevention and well-being
- Personalisation – creative solutions which are cost effective – choice that is cost effective.

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Putting **People First**

Transforming Adult Social Care

Thank you