

# **Leaders Summit 2019**

Ciarán Foley, Chef Executive Officer, cfoley@alhvillage.com.au





## Royal Commission into Aged Care Quality & Safety

■ 136 Royal Commissions Since 1902

135: Royal Commission into Misconduct in the Banking,
 Superannuation and Financial Services Industry (2017-2019)

79 Recommendations

 131: Royal Commission into Institutional Responses to Child Sexual Abuse (2013-2017)

**409 Recommendations** 



#### As an Industry we need to predict the recommendations and act on them now

#### **CUSTOMER SERVICE**

- Quality Accommodation
- Protection
- Culture of Respect

#### **WORKFORCE**

- Screening of Staff at recruitment, supervision, appraisal & evaluation
- Competitive Renumeration
- Staff Qualifications
- Our Industry View about Nurse & Care Staff Ratios



#### **COMPLAINT SCHEME**

#### **ACCREDITATION**

(Aged Care Quality & Safety Commission)

# FUNDING & BEST APPROACHES TO MEET OUR CUSTOMERS' NEEDS



## **FUNDING**

- ➤ ACFI Implemented in 2008
- > Reform awaited
- > Onerous, complex and purposely designed to be



#### **ACFI BREAKDOWN**

Activities of Daily Living

Behaviours

1. Nutrition

2. Mobility

3. Personal Hygiene

4. Toileting

5. Continence

6. Cognitive Skills

7. Wandering

8. Verbal Behaviour

9. Physical Behaviour

10. Depression

Nil: \$0.00

Low: \$37.36

Medium: \$81.36 High: \$112.71

Nil: \$0.00

Low: \$8.54

Medium: \$17.70

High: \$36.90

NNN= \$0.00 per day

HHH= \$217.77 per day

11. 12.

Complex Health Care 11. Medication

12. Complex Health Care

Nil: \$0.00

Low: \$16.57

Medium: \$47.20

High: \$68.16



➤ I estimate underclaiming by \$1-2 billion per annum

- ➤ Government is keen to announce that Aged Care Providers are funded by the tax payer by between 60% 70%
  - Is this accurate and what units of measurement are they using?
  - AHV RACF received funding of 59% of our 2016 Budget
  - AHV RACF received funding of 54% of our 2017 Budget
  - AHV RACF received funding of 55% of our 2018 Budget



#### Most Providers cover:

- all capital costs
- all renovation costs
- all maintenance and preventative maintenance costs
- gardening costs and
- any new capital development
- We carry all financial credit risks and a double debt of repaying the bank debt and the debt of the Accommodation Payment
- ACFI does not discriminate in relation to a Provider's land/location or development costs



## **Government Control and Interference**

- ➤ Dictates Supply (ACAR and bed licences)
- Dictates Location of bed licences
- Rations Supply and Dictates where services can be provided
- Dictates Price
- Dictates largely the Accommodation Payment and its parameters
- > It sets the Compliance Standards
- ➤ It operates the Complaints Scheme
- ➤ It engages in Wages Control (Fair Work Legislation)
- ➤ It prejudices and favours involvement of Trades Unions (Fair Work Legislation)



# **PPC Partnership**

- Public (Government)
- ❖ Private (Provider, FP & NFP)
- Consumer (Resident <u>but</u> also the Government)



# **PPC Partnership**

- ➤ If Customers can pay, they should pay
- > We need as Customers to plan for the final years of our lives
- > We need as Providers to create a Culture of Strong Customer Focus
- ➤ If our services are great and fairly priced, our Customers will pay a Fair Price for a Fair Service, the essence of Free Trade

## We need to 'Change the Paradigm!'

- From Government Provider to Government Customer/Purchaser of Services
- From Aged Care Provider to Aged Care Contractor

#### 'Customer and Contractor'



## **PPC Partnership**

- > As Contractors (Providers), we need to be Values and Ethically Driven
- ➤ There needs to be **Mutual Respect** between all partners and this includes our public servants at Council, State and Federal levels
- ➤ A Partnership in planning, paying and providing great services to Australia's older persons
- Let us plan to be the 'Best in the World' and our services to be a shining light to the rest of the world
- ➤ Let us aim to achieve this over the next 5 years, 2024

"Anything is Possible, Don't Think Limits"