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 558,000 in 2023 to 849,000 in 2033¹



The number of Australians with dementia is anticipated to grow

from 409,000 in 2023 to 802,900 by 2053¹

The need for care often arises without warning with families facing difficult financial decisions at an emotional time

58% of people using residential aged care were aged 85 and over in 2022-23²



Average published price of accommodation is \$505,000 in

major cities³

The cost of aged care is often complex to understand

What could aged care cost? Home care

Basic fee \$\$4,278 p.a. to \$4,774 p.a.⁴

Income tested care fee \$0 p.a. to \$13,670 p.a.⁴



Residential care

Basic fee \$23,203 p.a. Means tested care fee \$0 p.a. to \$34,174 p.a.⁴

Maximum accommodation payment \$550,000 (higher if approved by Aged Care Pricing Commissioner)



1 Department of Health and Aged Care - 2022-23 Report on the Operation of the Aged Care Act 1997.

2 GEN Aged Care Data - People using aged care 2022-23.

3 Department of Health and Aged Care - Financial Report on the Australian Aged Care Sector 2021-22.

4 Department of Health and Aged Care - Schedule of fees and charges for residential and home care from 20 September 2024.

Support your clients with aged care tools, calculators and strategies available at adviseronlineportal.com.au

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