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Panel on Welfare Services

Updated background brief prepared by the Legislative Council Secretariat for the meeting on 11 November 2013

Provision of subsidized residential care places for the elderly

Purpose

This paper gives a brief account of past discussions of the Panel on Welfare Services ("the Panel") and relevant subcommittees on the provision of subsidized residential care places for the elderly.

Background

2. At present, there are about 76 000 residential care services ("RCS") places in Hong Kong (including about 26 000 subsidized places), serving about 61 000 elders. Subsidized residential care places are provided in subvented residential care homes for the elderly ("RCHEs") run by non-governmental organizations, contract RCHEs and private RCHEs participating in the Enhanced Bought Place Scheme ("EBPS") as well as self-financing nursing homes ("NHs") under the Nursing Home Place Purchase Scheme ("NHPPS"). The provision of subsidized places by service type, the number of elders on the waiting lists and average waiting time as at the end of December 2012 are set out in **Appendix I**.

3. Given that subsidized residential care places are in huge demand, access to subsidized RCHE places since November 2003 is subject to care need assessments under the Standardized Care Need Assessment Mechanism for Elderly Services ("SCNAMES"). However, there is no means test for subsidized residential care places. Eligible elders will be put on the Central Waiting List ("CWL") for subsidized care and attention ("C&A") places and NH places.

Deliberations by members

Supply of subsidized residential care places

4. Regarding the planned provision of RCS, the Administration advised that it had secured resources for about 1 700 additional RCS places which would commence operation from 2012-2013 to 2014-2015. These additional places comprised subsidized and non-subsidized places in six new contract RCHEs, NH places, C&A places with continuum of care ("COC") converted from subvented RCHEs which did not have a long-term element and EA1 places (i.e. places with higher standard of staffing and space provision) under EBPS. The Administration had also earmarked sites in 11 development projects for the construction of new contract RCHEs and would continue to identify suitable sites for this purpose.

5. On the provision of NH places, the Administration advised that the proportion of NH places in contract RCHEs had been increased gradually from about 70% on average in 2010 to 90% in 2012 as places were upgraded upon contract extension or re-tendering, bringing about an additional 310 NH places to come on stream from 2012-2013 to 2014-2015. The Administration would continue to purchase suitable NH places from self-financing NHs under NHPPS in the coming years.

6. Members, however, noted that the actual number of additional subsidized NH places to be provided would depend on the response of the service operators. Some members pointed out that the response of service operators would indeed hinge on the purchasing price for NH places. In response to members' concern about the purchasing price for NH places from self-financing RCHEs, the Administration advised that this would be determined taking into account the manpower provision, rental, operating costs, etc. of individual homes.

7. Members were concerned about the slow progress of the conversion of subvented RCHEs places to C&A places with COC. According to the Administration, the conversion programme was effective in increasing the supply of C&A places with COC. While funding was available for the conversion works, the works would only be carried out in RCHEs when there was a certain number of places vacated as a result of natural wastage to avoid disturbance to existing residents.

Provision of C&A places and NH places

8. Noting that of the additional 266 subsidized RCHE places to be provided from 2013-2014 to 2014-2015, 90% were NH places and 10% were C&A places, members of the Panel urged the Administration to look into the disproportionate provision of these two types of places and adopt measures to meet the demand

for these places.

9. The Administration advised that it had been closely monitoring the demand for various types of subvented RCHE places. As NH homes provided more intensive professional nursing care and required more sophisticated supporting facilities, the supply of NH places in the private sector was very limited, and the waiting time for subsidized NH places was notably longer than that of C&A places. Hence, the Administration saw a need to fill the service gap by taking measures to increase the supply of subsidized NH places, one of which was to increase the proportion of NH places in contract RCHEs from an average of 50% to 90%. Accordingly, the Administration had focused its resources on the provision of NH places and hence there would be a higher proportion of such places.

10. Members suggested that as the demand for C&A and NH places was equally huge, the Administration should increase the overall supply by building more new RCHEs and purchasing more places from private operators. Administration explained that it had been making good use of the readily available C&A places in the private sector, and at the same time helping to enhance the quality of private RCHEs because they had to meet the higher service standards stipulated in the EBPS agreements. According to the 2013-2014 Budget, recurrent funding on elderly care services would be increased by \$73 million for the additional provision of some 600 subsidized residential care places for the elderly through the construction of three contract RCHEs, purchase of additional EA1 places under EBPS and making better use of space in subvented homes. Together with those subsidized residential care places with funding earmarked earlier, 2 300 additional subsidized residential care places would be provided from 2012-2013 to 2015-2016.

Waitlisting situation

11. In the light of an ageing population, members expressed grave concern about the long waiting time for and the long-term planning on the provision of subsidized residential care places for the elderly. Members considered that it was the Government's responsibility to provide adequate residential care places for those elders who had long-term care ("LTC") needs. While welcoming the Government's initiatives to increase the provision of residential care places, members stressed the need to set specific targets for admission to and shortening the waiting time for various types of residential care places, in particular the provision of NH places. Members strongly called on the Administration to project the demand for long-term care places for the elderly population so as to better plan for the additional number of residential care places to be provided in the coming years.

12. In the view of the Administration, it would not be pragmatic to set a

target time for admission to subvented/contract RCHEs as the demand would change due to various factors, such as the availability of suitable sites and the preference of individual waitlistee. It was worth noting that there was no means test for subsidized residential care places. All eligible applicants, including those whose families were financially capable of paying fees for higher quality private RCHEs, would be put on CWL.

Allocation mechanism for residential care services

13. When the Panel discussed the provision of residential care services for elderly couple, members noted that preference for a specific location was a factor which had prolonged the waiting time for subsidized RCHEs. Members also noted that elderly couples applying for RCHEs might be placed in different homes according to their impairment levels as assessed under SCNAMES. They were of the view that the Administration should give due consideration to the wish of some RCS applicants for residing in the same RCHE with their spouse. Members called on the Administration to review the existing allocation mechanism for RCS with a view to providing some flexibility to allow an elderly couple to stay in the same RCHE with appropriate care level, even though they were assessed of different impairment levels.

14. The Administration advised that under the existing mechanism, elders would only be allocated with residential care places which offered service at the appropriate care levels according to their impairment level. Priority admission to RCHEs for frail elders could be arranged having regard to the recommendations of their case workers (i.e. social workers responsible for the cases) and provided that the applicants had no specific preference for particular locations or RCHEs. Such arrangement was to ensure that the process was fair to other applicants on CWL.

15. Members pointed out that in the light of an ageing population, the Administration should plan ahead to ensure an adequate supply of subsidized RCHEs to meet the increasing demand, including the supply of RCS places specifically designed for group applicants.

16. According to the Administration, RCS was allocated on a first-come-first-served basis with reference to the date on which an applicant completed SCNAMES, i.e. the long term care date. RCS applicants who opted for group applications would have the same LTC date if they had undergone SCNAMES on the same day. However, if individual applicants with different LTC dates later decided to jointly submit a group application, the LTC date for the group application would be the latest of the original LTC dates of the group members. The Administration pointed out that of some 20 000 elders on CWL, more than 30% and 20% of the elders waiting for subsidized C&A and NH places respectively had turned down the offer of placement, even though the

offer suited their preferences. This had suggested that some elders who applied for subsidized RCS were in fact not ready to move into RCHEs. The Administration would, however, continue to provide more subsidized RCS places, and at the same time strengthen the community care services to facilitate elders to age in place.

Service standards and quality of RCHEs

17. The service standards and quality of private RCHEs had been a subject of concern of the Panel. Noting from the sporadic media reports about elder abuse cases in private RCHEs, members expressed grave concern about the service quality of private homes. Some members suggested that the Administration should purchase more places from private RCHEs with a view to improving the service quality of these homes.

18. Members pointed out that notwithstanding the long waiting time for RCS, some elders preferred waiting for subvented RCHE places to admission to private RCHEs because of the substandard quality of some private RCHEs. Members considered that in addition to purchasing more places for private RCHEs, the Administration should help upgrade the living environment and service quality of private RCHEs. Some members noted with concern that some private RCHEs were alleged to improperly use the Comprehensive Social Security Assistance ("CSSA") payments of the elderly residents and enquired about the monitoring mechanism of the service quality of private RCHEs.

The Administration advised that of some 50 000 private RCHE places, 19. about 7 300 were subsidized places under EBPS. There was a licensing system to regulate RCHEs under the Residential Care Home (Elderly Persons) The Director of Social Welfare had also issued a Code Ordinance (Cap. 459). of Practice for Residential Care Homes (Elderly Persons) under section 22(1) of the Ordinance to ensure that the premises, design, staffing, operation, management, etc. of licensed RCHEs complied with the licensing requirements and that RCHEs had the necessary resources to attend to the care needs of their residents and provide a safe hygienic living environment for them. Various measures were implemented to encourage RCHEs to enhance their service quality, for instance, the Social Welfare Department ("SWD") had introduced the Pilot Scheme on Visiting Pharmacist Services for RCHEs since 2010 to enhance the drug management capabilities of RCHEs and their staff. Training was provided to RCHE staff on a regular basis to enhance their knowledge and SWD had also worked closely with the Department of skills in elderly care. Health and Hospital Authority in devising service guidelines and making case referral.

20. On the monitoring of RCHEs, the Administration explained that SWD had conducted at least seven inspections, most of them unannounced, to private

RCHEs per year, and would follow up on complaint cases of embezzlement of CSSA payments of the elderly residents and rectify irregularities promptly. Names of RCHEs being convicted for misbehaviour would be made public on the SWD website. The Administration advised that to provide high quality EBPS places, additional resources had been earmarked for purchasing about 600 additional EA1 places and upgrading more than 600 EA2 places to EA1 level in 2012-2013.

Latest development

21. At its meeting on 11 November 2013, the Panel will be consulted on the Administration's proposal to seek funding from the Lotteries Fund for the construction of a new contract RCHE cum a day care centre for the elderly at the ex-Kwong Choi Market, Tuen Mun. The Administration aims to submit the proposal to the Finance Committee in December 2013.

Relevant papers

22. A list of relevant papers on the Legislative Council website is in Appendix II.

Council Business Division 2 Legislative Council Secretariat 5 November 2013

Appendix I

Provision of Subsidized Residential Care Places for the Elderly

and Average Waiting Time

(as at end December 2012)

Types of RCS places	No. of subsidized places	No. of elderly people on the waiting list	Average waiting time (months)
Nursing home places (including Nursing Home Place Purchase Scheme)	2 957	6 385	37
Care-and-attention (''C&A'') places (overall)	21 769	22 293	25
 Subvented/Contract /Conversion Homes places 	14 432	N/A	34 (Note 1)
 Places offered by the Enhanced Bought Places Scheme ("EBPS") 	7 337	N/A	7 (Note 2)
Self-care hostel and Home-for-the aged places	1 551	N/A	N/A
Total	26 277	28 678 (Note 3)	N/A

- Note 1 When the elderly applicant had no preference for specific residential care homes for the elderly ("RCHEs") (in terms of location or religious background, for instance), the average waiting time for subsidized C&A places in subvented/contract RCHEs was 19 months.
- Note 2 When the elderly applicants had no preference for specific RCHEs (in terms of location or religious background, for instance), they could be offered subsidized C&A places under EBPS within one month.
- Note 3 Include over 3 000 elderly persons who were using subsidized community care services while waiting for residential care places.
- Source: Extract from the Administration's paper for the meeting of the Joint Subcommittee on Long-term Care Policy held on 29 January 2013 (Annex 1 of LC Paper No. CB(2)548/12-13(01))

Appendix II

Relevant papers on				
provision of subsidized residential care places for the elderly				

Committee	Date of meeting	Paper
Panel on Welfare Services	22 October 2009 (Item I)	Agenda Minutes
Panel on Welfare Services	14 December 2009 (Item IV)	<u>Agenda</u> <u>Minutes</u>
Subcommittee on Residential and Community Care Services for Persons with Disabilities and the Elderly	-	<u>Report</u>
Panel on Welfare Services	21 October 2011 (Item I)	Agenda Minutes
Panel on Welfare Services	12 March 2012 (Item V)	Agenda Minutes
Panel on Welfare Services	10 July 2012 (Item III)	Agenda Minutes
Panel on Welfare Services	12 November 2012 (Item IV)	Agenda Minutes
Panel on Welfare Services	21 January 2013 (Item I)	Agenda Minutes
Joint Subcommittee on Long-term Care Policy	29 January 2013 (Item I)	Agenda Minutes
Joint Subcommittee on Long-term Care Policy	2 July 2013 (Item I)	Agenda Minutes

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