POLICY NOTE

THE NATIONAL ASSISTANCE (SUMS FOR PERSONAL REQUIREMENTS) (SCOTLAND) REGULATIONS 2014

SSI 2014/39

The above instrument was made in exercise of the powers conferred by section 22(4) of the National Assistance Act 1948. The instrument is subject to the negative resolution procedure and will come into force on 7 April 2014.

Legal Background

Under section 22 of the National Assistance Act 1948 ("the 1948 Act") (as applied by section 87(3) and (4) of the Social Work (Scotland) Act 1968), local authorities are required to charge residents in residential accommodation an appropriate contribution towards the cost of the residential accommodation (excluding any entitlement to free nursing and personal care under the Community Care and Health (Scotland) Act 2002 and associated regulations).

Policy Objectives

Personal Expenses Allowance

Under section 22(4) of the National Assistance Act 1948, in assessing a resident's ability to pay for residential accommodation, local authorities are required to allow the resident an amount for personal expenses which is usually increased each April at the same time as Social Security benefits are uprated. The amount is the same for residents whether they are placed in local authority or independent sector homes. These Regulations will increase the weekly rate of this allowance in line with average earnings from £23.90 to £24.55 from 7 April 2014. By virtue of section 53(1) of the Scotland Act 1998, the functions of making and amending those Regulations as regards Scotland are devolved to Scottish Ministers.

Consultation

The Convention of Scottish Local Authorities and the Association of Directors of Social Work were consulted and have agreed to the proposed amendments.

Financial Effect

Increasing the Personal Expenses Allowance from £23.90 to £24.55 per week will cost approximately £0.92 million for 2014-15. These are routine annual increases, which should be planned for by local authorities, and are set against the increasing charging revenue they receive from residents whose average income, including benefits income, increases annually. A Business and Regulatory Impact Assessment has not been prepared as these changes have no impact on the costs of business.

Integration and Reshaping Care Division 16 January 2014