

## **EXECUTIVE NOTE**

### **The National Assistance (Sums for Personal Requirements) (Scotland) Regulations 2007 SSI/2007/103**

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 negative resolution procedure. It is intended that it will come into force on 9th April 2007.

#### **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**

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 updated. The amount is the same for residents whether they are placed in local authority or independent sector homes. It is proposed that from 9th April 2007 the minimum weekly rate of this allowance will increase in line with average earnings from £19.60 to £20.45.

#### **Consultation**

This is a routine increase to an existing allowance to ensure that residents in Scotland are treated no differently than their English counterparts. COSLA and ADSW were consulted on 2 February 2007 and agreed to the proposed increase.

#### **Financial Effect**

Increasing the Personal Expenses Allowance from £19.60 to £20.45 per week will cost approximately £1.3 million for 2007/08. These are routine annual increases, which should be planned for by local authorities, and which are balanced by the increasing charging revenue they receive from residents whose average income, including benefits income, increases annually. A Regulatory Impact assessment has not been prepared as these changes have no impact on the costs of business.

Scottish Executive Health Department  
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