

POLICY NOTE

THE NATIONAL ASSISTANCE (SUMS FOR PERSONAL REQUIREMENTS) (SCOTLAND) REGULATIONS 2015

SSI 2015 No. 65

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 6 April 2015.

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).

Section 22(5) of the 1948 Act provides that, in assessing a resident’s ability to pay, the local authority shall apply regulations made by the Secretary of State. 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.

Section 22(4) of the 1948 Act, as applied by section 87(3) and (4) of the Social Work (Scotland) Act 1968, requires a local authority to assume in assessing a person’s liability to pay for accommodation provided under the 1968 Act or section 25 of the Mental Health (Care and Treatment) (Scotland) Act 2003 that persons will require to retain a sum of money per week to cover the cost of their personal requirements, for example, clothes and toiletries.

Policy Objectives

Personal Expenses Allowance

The National Assistance (Assessment of Resources) Regulations 1992, made under section 22(4) of the 1948 Act, prescribe the abovementioned weekly personal expenses allowance. This allowance is usually increased each April at the same time as Social Security benefits are updated. The amount of allowance 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 the increase in the standard minimum guarantee of Pension Credit from £24.55 to £25.05 from 6th April 2015.

Consultation

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

Financial Effect

Increasing the Personal Expenses Allowance from £24.55 to £25.05 per week will cost approximately £0.69 million for 2015-16. 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
14 January 2015