

Appendix 5 – Predicted Inflationary and Demand Pressures on contract value.

Financial Year - Stating 2024/25	Number of Clients	Per Client		Total	Prior Year Hourly Rate £	Inflation					Annual Budget Impact		
		Average Weekly Home Care Package (Hours)	Average Annual Home Care Package (Hours)	Total Home Care Hours per week (Hours)		Staffing Element - 70% of Contract %age	£	Non Staffing Element - 30% of Contract %age	£	Uplifted Hourly Rate £	Annual Hours (Hours)	Annual Growth Requirement £m's	Annual Cost - Budget Requirement £m's
Base Year 2023/24	690	11.59	605	8,000						£ 20.58	417,143		8,585
Year 1	695	11.59	605	8,058	£ 20.58	5%	£0.72	7%	£0.43	£ 21.73	420,166	546	9,131
Year 2	700	11.59	605	8,116	£ 21.73	5%	£0.76	3%	£0.20	£ 22.69	423,189	470	9,602
Year 3	705	11.59	605	8,174	£ 22.69	5%	£0.79	2%	£0.14	£ 23.62	426,212	465	10,067
Year 4	710	11.59	605	8,232	£ 23.62	5%	£0.83	2%	£0.14	£ 24.59	429,234	487	10,554
Year 5	715	11.59	605	8,290	£ 24.59	5%	£0.86	2%	£0.15	£ 25.60	432,257	510	11,064
Year 6	720	11.59	605	8,348	£ 25.60	5%	£0.90	2%	£0.15	£ 26.64	435,280	534	11,598
Year 7	725	11.59	605	8,406	£ 26.64	5%	£0.93	2%	£0.16	£ 27.74	438,303	559	12,157
Year 8	730	11.59	605	8,464	£ 27.74	5%	£0.97	2%	£0.17	£ 28.87	441,325	586	12,743
Year 9	735	11.59	605	8,522	£ 28.87	5%	£1.01	2%	£0.17	£ 30.06	444,348	613	13,356
Year 10	740	11.59	605	8,580	£ 30.06	5%	£1.05	2%	£0.18	£ 31.29	447,371	642	13,999
10 Yr Contract Value											114,270		