

Hospice UK briefing on challenges facing hospices in England and the need for support - May 2023

Key points:

- Rising costs, from energy and food prices to staff costs required to meet NHS pay rises, mean **hospices across the UK are collectively budgeting for a deficit of £186 million this year.**
- Therefore, the £100 million announced in the Spring Budget for thousands of local charities and community organisations in England is insufficient to support the hospice sector.
- Hospices urgently need financial support to continue to offer their essential services. This should consist of:
 - **£30 million of Government funding for UK hospices to off-set the cost of increased energy bills** in the year ahead. This needs to go beyond the Energy Bill Discount Scheme.
 - **£102 million in Government funding for hospices in England to help them to keep pace with NHS pay rises for 2022-24.**
- It is unclear whether The Children's Hospice Grant, which provides vital funding to children's hospices, will continue next year. **This funding needs to be guaranteed for the future.**
- **The funding of hospice care is unsustainable**, with hospices having to fundraise on average two thirds of their income as donations plummet and the need for, and complexity of, care increases.

The impact of the cost of living crisis on hospices:

- By the end of this year, **86% of hospices will be impacted** by increasing energy prices. For hospices, reducing energy consumption is not an option. They need to keep medical machines running and their inpatient units warm for those in their care.
- **71% of hospice expenditure is spent on staff.** Hospices are determined to pay their brilliant staff a fair wage but they are struggling to find the funding to respond to the NHS pay deal.
- Hospice UK conducted a survey of 101 UK hospices between 28 February and 6 March. Of these:
 - **7 in 10 agreed that cost of living pressures are highly likely to result in reduced support being available to the wider system**, such as hospitals or care homes.
 - **7 in 10 agreed that cost of living pressures are highly likely to result in having to reduce the volume of certain services.**
 - Nearly half of those with in-patient units agreed that cost of living pressures are highly likely to **result in one or more in-patient bed(s) being temporarily or permanently unavailable.**

The value and sustainability of the hospice sector:

- On average, **two thirds of adults hospice income and four fifths of children's hospice income is raised through fundraising**, such as bake sales, charity shops and marathons.
- **Rising costs are coming at a time when local communities, who usually give so generously, are struggling themselves.** This means the cost of living crisis is squeezing donations whilst hospices' own costs spiral.
- Hospices are a critical part of the health and care system. **They provide care and support to 300,000 people a year across the UK** and work across the system to reduce pressure on the NHS and train and support health and care workers.
- The need for the sector's services is greater than ever before. There are more deaths in 2023 so far than five-year averages and growing numbers of people dying in areas where hospices offer the most support.

We would like to encourage you to reach out to hospices delivering services in your constituency to ask them what issues they would like you to raise in Parliament.

For more information, please contact policy@hospiceuk.org.