

Service Agreement End-of-Year Final Allocations (Abridged)

An agreement between:

Department of Health Chief Executive Officer

And

Child and Adolescent Health Service

for the period

1 July 2020 – 30 June 2021

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BACKGROUND

- A. With effect from 1 July 2020, pursuant to section 46 of the *Health Services Act 2016* (the Act) the Parties entered into a Service Agreement (Interim). Section 46(4) of the Act provides that the Service Agreement is binding on the Parties.
- B. This Service Agreement was interim in its nature to reflect the delay in the 2020-21 State budget due to the COVID-19 pandemic.
- C. The Service Agreement details the health services that the Department CEO will purchase from the Child and Adolescent Health Service (CAHS) and the health services CAHS will deliver during the 2020-21 financial year.
- D. The State Budget handed down on 8 October 2020 changed the budget allocations set out in the Service Agreement and an amendment was executed through a Budget Deed of Amendment.
- E. The State Mid-year Review published on 14 December 2020 further changed the budget allocations set out in the Service Agreement and Budget Deed of Amendment and an amendment was executed through a Mid-year Review Deed of Amendment.
- F. Since the State Mid-year Review and up to 30 June 2021 changes to the budget allocations set out in the Mid-year Review Deed of Amendment have occurred and an amendment to these is required.
- G. This document is not required to be executed in accordance with section 41 of the Act as all amendments have been approved through other processes.

DEFINED TERMS

In this Deed:

1. **EOY** means End-of-year and refers to the 2020-21 Financial year
2. **EOY Final Allocations** means this document
3. **MYR Deed** means the Health Service Provider Mid-Year Review Deed of Amendment 2020-21 between the Parties.

1. OPERATION OF AMENDMENTS

The Service Agreement including amendments contained in the Budget Deed and the MYR Deed, will be read and construed subject to this Deed, and in all other respects the provisions of the Service Agreement are confirmed, and subject to the terms of the amendments contained in this Deed and the Service Agreement, Budget Deed and MYR Deed, will continue in full force and effect in accordance with its terms.

Each Party will promptly do and perform all further acts and execute and deliver all further documents (in form and content reasonably satisfactory to that Party) required by law or reasonably requested by any other Party to give effect to this Deed.

This Deed is governed by and will be construed according to the laws in force in Western Australia.

2. ENTIRE AGREEMENT

This Deed together with the Service Agreement, including amendments contained in the Budget Deed and the MYR Deed, constitutes the entire agreement between the Parties and supersedes any previous agreement between the Parties as to the subject matter of this Deed.

3. AMENDMENTS TO SERVICE AGREEMENT

With effect from the date of this Deed the Parties agree that the Service Agreement is varied so that:

- (a) The Schedule B: Summary of Activity and Funding table at page 25 of the Service Agreement, as amended by the Budget Deed and the MYR Deed, is amended. This amendment is attached hereto and marked as Annexure 1.

4. PUBLICATION OF DEED

The Department will publish an abridged version of this Deed on the WA Health internet site, in accordance with Schedule D9 of the National Health Reform Agreement. Any subsequent amendments to this Deed together with the Service Agreement will also be published in accordance with Schedule D9 of the National Health Reform Agreement.

Annexure 1

B: CAHS Summary of Activity and Funding

OBM Service	2020-21		2020-21		2020-21		2020-21		2020-21		2020-21	
	Service Agreement (Interim)		Changes from SA to BUD DOA		Changes from BUD DOA to MYR DOA		Mid-Year Review Deed of Amendment		Changes MYR DOA to EOY Final Alloc.		End-of-Year Final Allocations	
	WALUs	\$'000	WALUs	\$'000	WALUs	\$'000	WALUs	\$'000	WALUs	\$'000	WALUs	\$'000
01 Public Hospital Admitted Services	46,970	354,455	2,606	18,720	—	677	49,576	373,852	110	2,141	49,686	375,993
02 Public Hospital Emergency Services	7,437	57,762	75	701	—	68	7,512	58,531	—	211	7,512	58,742
03 Public Hospital Non-Admitted Services	14,893	107,314	323	3,427	—	185	15,216	110,926	—	422	15,216	111,348
04 Mental Health Services	2,812	72,316	—	2,325	—	128	2,812	74,769	242	2,527	3,054	77,297
05 Aged and Continuing Care Services	—	1,137	—	23	—	243	—	1,404	—	523	—	1,927
06 Public and Community Health Services	—	145,546	—	3,363	—	(2,787)	—	146,121	—	(2,225)	—	143,896
07 Pathology Services	—	—	—	—	—	—	—	—	—	—	—	—
08 Community Dental Health Services	—	—	—	—	—	—	—	—	—	—	—	—
09 Small Rural Hospital Services	—	—	—	—	—	—	—	—	—	—	—	—
10 Health System Management - Policy and Corporate Services	—	—	—	—	—	—	—	—	—	—	—	—
11 Health Support Services	—	—	—	—	—	—	—	—	—	—	—	—
Government Corrective Measures	—	(7,285)	—	—	—	—	—	(7,285)	—	—	—	(7,285)
Health Allocation Adjustments	—	33,010	—	5,120	—	7,615	—	45,746	—	5,885	—	51,631
Total—Activity and Funding	72,112	764,255	3,004	33,679	—	6,129	75,116	804,063	352	9,485	75,468	813,548
Less Income	—	(255,316)	—	(25,124)	—	(2,896)	—	(275,022)	—	—	—	(275,022)
Net—Activity and Funding	72,112	508,940	3,004	8,555	—	3,233	75,116	529,041	352	9,485	75,468	538,526

Notes

- a. "Less income" is the estimated value of revenue from sources other than State Appropriations.

CAHS—Commonwealth and State contributions to the National Health Funding Pool

	National Efficient Price (as per IHPA)	Total Expected NWAUs	Total Contribution	Commonwealth		State
				Contribution	Funding Rate	Contribution
ABF Service group	(NEP \$)	(#)	(NEP \$)	(NEP \$)	(%)	(NEP \$)
Acute Admitted	5,320	40,936	217,777,776	87,501,002	42.3	130,276,774
Admitted Mental Health	5,320	2,430	12,928,425	9,127,878	42.3	3,800,547
Sub-Acute	5,320	—	—	507,070	—	(507,070)
Emergency Department	5,320	6,929	36,862,280	16,162,205	42.3	20,700,075
Non Admitted	5,320	13,876	73,820,320	31,745,053	42.3	42,075,267
Total ABF	5,320	64,171	341,388,801	145,043,208	42.3	196,345,593
Non-ABF Service group			(\$)	(\$)	(%)	(\$)
Non Admitted Mental Health			495,381	157,480	31.8	337,901
Non Admitted CAMHS			47,791,505	5,199,284	10.9	42,592,221
Non Admitted Home Ventilation			11,166,360	5,024,862	45.0	6,141,498
Rural CSO sites			—	—	—	—
Teaching, Training and Research			26,799,090	10,382,723	38.7	16,416,367
Total Block Funding			86,252,336	20,764,350	24.1	65,487,986

Note:

This schedule relates to Commonwealth "in-scope" activity only and is a subset of the Summary of Activity and Funding Schedule

Sub acute funding relates to 2019-20 reconciliation and not funding for 2020-21 activity.

WA funds some services via ABF although the Commonwealth funds these same services as block.