

# **Service Agreement End-of-year Final Allocations 2025-26 (Abridged)**

An agreement between:

**Department of Health Chief Executive Officer**

and

**Child and Adolescent Health Service**

for the period

1 July 2025 – 30 June 2026

## CONTENTS

|                                                                                                |          |
|------------------------------------------------------------------------------------------------|----------|
| <b>BACKGROUND .....</b>                                                                        | <b>3</b> |
| <b>1. OPERATION OF AMENDMENTS .....</b>                                                        | <b>4</b> |
| <b>2. ENTIRE AGREEMENT .....</b>                                                               | <b>4</b> |
| <b>3. AMENDMENTS TO SERVICE AGREEMENT .....</b>                                                | <b>4</b> |
| <b>4. PUBLICATION OF END-OF-YEAR FINAL ALLOCATIONS .....</b>                                   | <b>4</b> |
| <b>Annexure 1 .....</b>                                                                        | <b>5</b> |
| <b>B: Summary of Activity and Budget Allocations .....</b>                                     | <b>5</b> |
| <b>CAHS—Commonwealth and State contributions to the National Health<br/>Funding Pool .....</b> | <b>6</b> |

## BACKGROUND

- A. With effect from 1 July 2025, pursuant to section 46 of the *Health Services Act 2016* (the Act) the Parties entered into a 2025-26 Service Agreement. Section 46(4) of the Act provides that the 2025-26 Service Agreement is binding on the Parties.
- B. The 2025-26 Service Agreement details the health and other services that the Department CEO will purchase from the Child and Adolescent Health Service (CAHS) and the health and other services CAHS will deliver during the 2025-26 financial year.
- C. Updated 2025-26 budget allocations have been advised by letter to CAHS since 1 July 2025, where applicable.
- D. Since the 2025-26 Service Agreement and up to 30 June 2026, changes to the budget allocations may have occurred and an amendment to these is required.
- E. 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.

## **1. OPERATION OF AMENDMENTS**

The 2025-26 Service Agreement will be read and construed subject to this End-of-Year Final Allocations, and in all other respects the provisions of the 2025-26 Service Agreement are confirmed, and subject to the terms of the amendments contained in this End-of-Year Final Allocations, will continue in full force and effect in accordance with its terms.

This End-of-Year Final Allocations is governed by and will be construed according to the laws in force in Western Australia.

## **2. ENTIRE AGREEMENT**

This End-of-Year Final Allocations together with the 2025-26 Service Agreement constitutes the entire agreement between the Parties and supersedes any previous agreement between the Parties as to the subject matter of this End-of-Year Final Allocations.

## **3. AMENDMENTS TO SERVICE AGREEMENT**

With effect from the date of this End-of-Year Final Allocations the 2025-26 Service Agreement is varied so that:

- (a) The Schedule B: Summary of Activity and Budget Allocations table at page 28 of the 2025-26 Service Agreement is amended. This amendment is attached hereto and marked as Annexure 1.

## **4. PUBLICATION OF END-OF-YEAR FINAL ALLOCATIONS**

The Department will publish an abridged version of this End-of-Year Final Allocations on the WA Health internet site, in accordance with Schedule E8 of the *National Health Reform Agreement 2011* and its 2026-2031 Addendum (NHRA). Any subsequent amendments to this End-of-Year Final Allocations together with the Service Agreement will also be published in accordance with Schedule E8 of the NHRA.

## Annexure 1

### B: Summary of Activity and Budget Allocations

| OBM Service                                                  | 2025-26           |                  | 2025-26                             |               | 2025-26                       |                  |
|--------------------------------------------------------------|-------------------|------------------|-------------------------------------|---------------|-------------------------------|------------------|
|                                                              | Service Agreement |                  | Changes from SA to EOY Final Alloc. |               | End-of-Year Final Allocations |                  |
|                                                              | WAUs              | \$'000           | WAUs                                | \$'000        | WAUs                          | \$'000           |
| 1. Public Hospital Admitted Services                         | 59,149            | 469,612          | (526)                               | (2,638)       | 58,623                        | 466,974          |
| 2. Public Hospital Emergency Services                        | 9,591             | 77,333           | —                                   | 224           | 9,591                         | 77,557           |
| 3. Public Hospital Non-Admitted Services                     | 16,785            | 135,339          | 991                                 | 7,932         | 17,776                        | 143,271          |
| 4. Mental Health Services                                    | 2,857             | 127,315          | —                                   | 3,127         | 2,857                         | 130,442          |
| 5. Aged and Continuing Care Services                         | —                 | 2,642            | —                                   | 121           | —                             | 2,763            |
| 6. Public and Community Health Services                      | —                 | 203,722          | —                                   | 5,128         | —                             | 208,851          |
| 7. Pathology Services                                        | —                 | —                | —                                   | —             | —                             | —                |
| 8. Community Dental Health Services                          | —                 | —                | —                                   | —             | —                             | —                |
| 9. Small Rural Hospital Services                             | —                 | —                | —                                   | —             | —                             | —                |
| 10. Health System Management - Policy and Corporate Services | —                 | —                | —                                   | —             | —                             | —                |
| 11. Health Support Services                                  | —                 | —                | —                                   | —             | —                             | —                |
| Government Corrective Measures (GCM)                         | —                 | (777)            | —                                   | —             | —                             | (777)            |
| Health Allocation Adjustments (HAA)                          | —                 | 178,992          | —                                   | 67,349        | —                             | 246,341          |
| <b>Total—Activity and Funding</b>                            | <b>88,382</b>     | <b>1,194,179</b> | <b>465</b>                          | <b>81,244</b> | <b>88,847</b>                 | <b>1,275,423</b> |
| Less Income                                                  | —                 | (92,660)         | —                                   | —             | —                             | (92,660)         |
| <b>Net—Activity and Funding</b>                              | <b>88,382</b>     | <b>1,101,518</b> | <b>465</b>                          | <b>81,244</b> | <b>88,847</b>                 | <b>1,182,762</b> |
| <b>Asset Investment Program</b>                              | <b>—</b>          | <b>26,593</b>    | <b>—</b>                            | <b>—</b>      | <b>—</b>                      | <b>26,593</b>    |

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

|                                        | National<br>Efficient Price<br>(as per IHPA) | Total<br>Expected<br>NWAUs | Total Contribution | Commonwealth       |                 | State              |
|----------------------------------------|----------------------------------------------|----------------------------|--------------------|--------------------|-----------------|--------------------|
|                                        |                                              |                            |                    | Contribution       | Funding<br>Rate | Contribution       |
| ABF Service group                      | (NEP \$)                                     | (#)                        | (NEP \$)           | (NEP \$)           | (%)             | (NEP \$)           |
| Acute Admitted                         | 7,258                                        | 55,250                     | 401,006,169        | 112,198,344        | 28.0            | 288,807,825        |
| Admitted Mental Health                 | 7,258                                        | 2,328                      | 16,899,890         | 4,842,716          | 28.7            | 12,057,174         |
| Sub-Acute                              | 7,258                                        | 286                        | 2,079,344          | 741,309            | 35.7            | 1,338,036          |
| Emergency Department                   | 7,258                                        | 8,464                      | 61,433,381         | 21,173,810         | 34.5            | 40,259,571         |
| Non Admitted                           | 7,258                                        | 18,397                     | 133,522,450        | 45,883,461         | 34.4            | 95,637,745         |
| Community Mental Health                | 7,258                                        | 7,889                      | 57,257,346         | 19,867,277         | 34.7            | 37,390,069         |
| <b>Total ABF</b>                       | <b>7,258</b>                                 | <b>92,615</b>              | <b>672,198,581</b> | <b>204,706,917</b> | <b>30.5</b>     | <b>475,490,420</b> |
| Non-ABF Service group                  |                                              |                            | (\$)               | (\$)               | (%)             | (\$)               |
| Other Mental Health                    |                                              |                            | 18,895,986         | 8,794,232          | 46.5            | 10,101,755         |
| Non Admitted Home Ventilation          |                                              |                            | 14,543,192         | 6,544,436          | 45.0            | —                  |
| Rural CSO sites/Stand Alone Facilities |                                              |                            | —                  | —                  | n/a             | —                  |
| Teaching, Training and Research        |                                              |                            | 35,471,319         | 14,233,112         | 40.1            | 21,238,207         |
| <b>Total Block Funding</b>             |                                              |                            | <b>68,910,497</b>  | <b>29,571,780</b>  | <b>42.9</b>     | <b>31,339,962</b>  |

### Note:

- a) This schedule relates to Commonwealth "in-scope" activity only, it is based on the NEP value and is a subset of the Summary of Activity and Funding Schedule of the Service Agreement.
- b) For 2025-26 Western Australia continues to block-fund Community Mental Health services whereas the Commonwealth has started using ABF for most of these services.
- c) WA funds non-admitted Home Ventilation Services at CAHS via ABF, while the Commonwealth block-funds these services. Consequently the Total Contributions for both Non Admitted (ABF Service Group) and Non Admitted Home Ventilation (Non-ABF Service Group) differ from the sums of the Commonwealth and State contributions by the corresponding amount of funding (\$7.998 million).