

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

An agreement between:

Department of Health Chief Executive Officer

and

WA Country Health Service

for the period

1 July 2025 – 30 June 2026

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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 WA Country Health Service (WACHS) and the health and other services WACHS will deliver during the 2025-26 financial year.
- C. Updated 2025-26 budget allocations have been advised by letter to WACHS 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 30 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 2020-25 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 Service Agreement		2025-26 Changes from SA to EOY Final Alloc.		2025-26 End-of-Year Final Allocations	
	WAOs	\$'000	WAOs	\$'000	WAOs	\$'000
1. Public Hospital Admitted Services	125,810	928,735	(82)	8,246	125,728	936,981
2. Public Hospital Emergency Services	59,406	444,585	—	4,236	59,406	448,821
3. Public Hospital Non-Admitted Services	33,361	250,124	2,026	17,286	35,387	267,410
4. Mental Health Services	5,621	202,709	813	19,504	6,434	222,213
5. Aged and Continuing Care Services	—	149,613	—	63,901	—	213,514
6. Public and Community Health Services	—	473,521	—	19,233	—	492,753
7. Pathology Services	—	—	—	—	—	—
8. Community Dental Health Services	—	—	—	—	—	—
9. Small Rural Hospital Services	—	342,039	—	3,259	—	345,298
10. Health System Management - Policy and Corporate Services	—	—	—	—	—	—
11. Health Support Services	—	—	—	—	—	—
Government Corrective Measures (GCM)	—	(2,571)	—	—	—	(2,571)
Health Allocation Adjustments (HAA)	—	228,588	—	27,605	—	256,192
Total—Activity and Funding	224,198	3,017,342	2,757	163,269	226,955	3,180,611
Less Income	—	(133,473)	—	—	—	(133,473)
Net—Activity and Funding	224,198	2,883,869	2,757	163,269	226,955	3,047,138
Asset Investment Program	—	99,126	—	—	—	99,126

WACHS—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	7,258	101,216	734,625,002	249,549,268	34.0	514,082,357
Admitted Mental Health	7,258	6,099	44,268,356	15,343,483	34.7	28,924,874
Sub-Acute	7,258	9,651	70,047,466	18,809,041	26.9	54,461,383
Emergency Department	7,258	54,019	392,070,991	110,906,605	28.3	308,221,994
Non Admitted	7,258	30,746	223,154,105	77,830,823	34.9	152,999,135
Community Mental Health	7,258	-	-	-	—	-
Total ABF	7,258	201,731	1,464,165,921	472,439,220	32.3	1,058,689,742
Non-ABF Service group			(\$)	(\$)	(%)	(\$)
Other Mental Health			135,320,737	61,697,079	45.6	73,623,658
Non Admitted Home Ventilation			—	—	—	—
Rural CSO sites/Stand Alone Facilities			399,880,143	143,765,475	36.0	189,151,627
Teaching, Training and Research			39,120,790	15,697,487	40.1	23,423,302
Total Block Funding			574,321,669	221,160,041	38.5	286,198,587

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) WA funds eight (8) Rural CSO sites via ABF although the Commonwealth funds these same hospitals as block via the NEC Determination. The ABF estimates exclude their activity. State contribution has been adjusted accordingly.