

Service Agreement Mid-Year Review Deed of Amendment (Abridged)

An agreement between:

Department of Health Chief Executive Officer

And

Child and Adolescent Health Service

for the period

1 July 2017 – 30 June 2018

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BACKGROUND

- A. On 1 July 2017, pursuant to section 46 of the Act the Parties entered into a Service Agreement. Section 46(4) of the Act provides that the Service Agreement is binding on the Parties.
- B. The Service Agreement details the health services that the Department CEO will purchase from the Child and Adolescent Health Service and the health services the Child and Adolescent Health Service will deliver during the 2017-18 financial year.
- C. The State budget delivered in September 2017 changed the funding set out in the Service Agreement. After September 2017, the Parties agreed to changes to the Service Agreement and executed the Budget Deed of Amendment.
- D. The State Mid-Year Review published on 20 December 2017 changes the funding set out in the Service Agreement and the Budget Deed of Amendment and an amendment to these is required.
- E. Section 50 of the Act stipulates that a Party that wants to amend the terms of the Service Agreement must provide written notice of the proposed amendment to the other party.
- F. This Deed is executed in accordance with section 50 of the Act.

DEFINED TERMS

In this Deed:

1. **Act** means the *Health Services Act 2016*.
2. **Budget Deed of Amendment** means the Deed of Amendment signed by the Parties after the State budget was delivered in September 2017
3. **Deed** means this Deed of Amendment
4. **Parties** means the parties to the Service Agreement and to the Deed and to the Budget Deed of Amendment and “Party” means any one of them
5. **Policy Framework** means a policy framework issued under section 26 of the Act.
6. **Service Agreement** means the Health Service Provider Service Agreement 2017–18 between the Parties and as amended from time-to-time including all schedules and annexures
7. **Schedule** means a schedule to the Service Agreement.

1. OPERATION OF AMENDMENTS

The Service Agreement and the Budget Deed of Amendment will be read and construed subject to this Deed, and in all other respects the provisions of the Service Agreement and the Budget Deed of Amendment are confirmed, and subject to the terms of the amendments contained in this Deed, the Service Agreement and the Budget Deed of Amendment 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 and the Budget Deed of Amendment 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 A: Summary of Activity and Funding table at page 19 of the Service Agreement 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 system 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.

Parties to the Agreement:

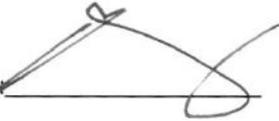
Executed as a Deed of Amendment in the state of Western Australia.

Parties to the Agreement:

Department CEO

Dr David J Russell-Weisz
Director General
Department of Health

Date: 1/5/18

Signed: 

The Common Seal of the
Child and Adolescent Health Service)
was hereunto affixed in the presence of:)



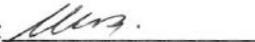
Ms Deborah Karasinski
Board Chair
Child and Adolescent Health Service

Date: 23 March 2018

Signed: 

Dr Robyn Lawrence
Chief Executive
Child and Adolescent Health Service

Date: 23 March 2018

Signed: 

Annexure 1

A: CAHS Summary of Activity and Funding

OBM Service	2016-17		2017-18		2017-18		2018-19		2019-20		2020-21	
	Final Position		Deed of Amendment		Mid-Year Review DOA		Forward Estimate		Forward Estimate		Forward Estimate	
	WAOs	\$'000	WAOs	\$'000	WAOs	\$'000	WAOs	\$'000	WAOs	\$'000	WAOs	\$'000
01 Public Hospital Admitted Services	29,979	195,014	34,633	263,316	34,633	235,814	32,997	258,379	33,255	262,235	33,488	265,780
02 Public Hospital Emergency Services	6,618	42,712	6,747	50,789	6,747	45,850	6,655	51,239	6,884	52,822	7,078	54,551
03 Public Hospital Non-Admitted Services	13,047	82,788	11,169	79,013	11,169	74,674	11,432	82,371	11,712	84,719	11,986	87,298
04 Mental Health Services	2,343	63,103	2,185	68,265	2,185	64,646	2,135	18,914	2,178	19,378	2,219	19,842
05 Aged and Continuing Care Services	—	5,700	—	7,417	—	7,646	—	910	—	932	—	946
06 Public and Community Health Services	—	175,137	—	179,374	—	188,679	—	146,243	—	149,888	—	151,297
07 Community Dental Health Services	—	—	—	—	—	—	—	—	—	—	—	—
08 Small Rural Hospital Services	—	—	—	—	—	—	—	—	—	—	—	—
09 Health System Management - Policy and Corporate Services	—	—	—	—	—	—	—	—	—	—	—	—
10 Health Support Services	—	—	—	—	—	—	—	—	—	—	—	—
<i>Expense Transfer</i>	—	185	—	—	—	—	—	—	—	—	—	—
<i>System Manager Initiatives</i>	—	25,992	—	16,332	—	16,333	—	6,409	—	7,223	—	10,793
Total	51,987	590,632	54,734	664,506	54,734	633,642	53,219	564,466	54,029	577,196	54,771	590,509

Notes

- The figures in all schedules include an allocation for Financial Products and HSS Resources Received Free of Charge. These may be subject to change.
- Mid-Year Review Deed of Amendment (DOA) reflects adjustments endorsed by the WA State Government through the 2017 18 Mid-Year Review process as well as all other approved adjustments that have occurred since the release of the Service Agreement Deed of Amendment 2017 18 on 15 September 2017.

CAHS Commonwealth Specific Purpose Payment Activity and Funding

ABF Service group	National Efficient Price (NEP \$) (as set by IHPA)	Total Expected NWAUs (#)	Commonwealth	
			Funding Rate (%)	Contribution (\$)
Acute Admitted	4,910	31,215	43.1	66,085,592
Admitted Mental Health	4,910	2,157	38.3	4,051,479
Sub-Acute	4,910	—	35.6	—
Emergency Department	4,910	6,443	42.4	13,415,238
Non Admitted	4,910	11,504	51.4	29,033,759
ABF Total	4,910	51,319	44.7	112,586,067

Non-ABF Service group	Total Contribution (\$)	Commonwealth		State Contribution (\$)
		Contribution (\$)	Funding Rate (%)	
Non Admitted Mental Health	2,730,114	800,180	29.3	1,929,935
Other "In scope" Program Services	—	—	—	—
Rural CSO sites	—	—	—	—
Teaching, Training and Research	20,740,514	7,888,429	38.0	12,852,085
Total Block Funding	23,470,628	8,688,608	37.0	14,782,020

Note:

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