

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 2021 – 30 June 2022

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BACKGROUND

- A. With effect from 1 July 2021, pursuant to section 46 of the *Health Services Act 2016* (the Act) the Parties entered into a 2021-22 Service Agreement (Interim). Section 46(4) of the Act provides that the 2021-22 Service Agreement (Interim) is binding on the Parties.
- B. The 2021-22 Service Agreement (Interim) 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 2021-22 financial year.
- C. The 2021-22 Service Agreement (Interim) was issued on an interim basis due to delivery of the 2021-22 State Budget being delayed to 9 September 2021, following the 13 March 2021 State election.
- D. Updated 2021-22 budget allocations have been advised by letter to CAHS where applicable since 1 July 2021.
- E. A Deed of Amendment was issued on 9 May 2022 reflecting adjustments to the 2021-22 Service Agreement (Interim) resulting from the 2021-22 State Budget, the 2021-22 Mid-year Review, the 2022-23 budget process and other WA health system allocation adjustments since the 2021-22 Service Agreement (Interim) was issued.
- F. Since the Deed of Amendment and up to 30 June 2021 changes to the budget allocations may 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.

1. OPERATION OF AMENDMENTS

The 2021-22 Service Agreement (Interim) including amendments contained in the Deed of Amendment, will be read and construed subject to this Deed, and in all other respects the provisions of the 2021-22 Service Agreement (Interim) are confirmed, and subject to the terms of the amendments contained in this Deed and the 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 2021-22 Service Agreement (Interim), including amendments contained in the 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 2021-22 Service Agreement (Interim) is varied so that:

- (a) The Schedule B: CAHS Summary of Activity and Funding table at page 24 of the 2021-22 Service Agreement (Interim), as amended by the 2021-22 Deed of Amendment, 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	2021-22		2021-22		2021-22		2021-22		2021-22	
	Service Agreement (Interim)		Changes from SA to Deed of Amendment		Deed of Amendment		Changes from DOA to EOY Final Alloc.		End-of-Year Final Allocations	
	WALUs	\$'000	WALUs	\$'000	WALUs	\$'000	WALUs	\$'000	WALUs	\$'000
1. Public Hospital Admitted Services	48,601	340,359	4,974	40,082	53,575	380,441	—	6,487	53,575	386,929
2. Public Hospital Emergency Services	6,846	48,323	364	2,880	7,210	51,203	—	873	7,210	52,076
3. Public Hospital Non-Admitted Services	14,529	100,559	1,757	13,355	16,286	113,914	—	1,942	16,286	115,857
4. Mental Health Services	2,873	78,497	194	5,975	3,067	84,472	—	1,540	3,067	86,012
5. Aged and Continuing Care Services	—	3,105	—	121	—	3,226	—	55	—	3,281
6. Public and Community Health Services	—	151,645	—	8,665	—	160,311	—	3,009	—	163,320
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	—	(1,469)	—	109	—	(1,360)	—	—	—	(1,360)
Health Allocation Adjustments (HAA)	—	64,290	—	52,423	—	116,714	—	14,808	—	131,522
Total—Activity and Funding	72,849	785,310	7,289	123,611	80,138	908,921	—	28,715	80,138	937,636
Less Income	—	(285,415)	—	218,297	—	(67,118)	—	(3,072)	—	(70,190)
Net—Activity and Funding	72,849	499,895	7,289	341,908	80,138	841,803	—	25,643	80,138	867,446

1. The allocations included in "Less Income" have been subject to a changed classification standard which means that significant items previously included in Own Source Revenue have been re-classified as sourced from the Government sector.

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

	National Efficient Price	Total Expected NWAUs	Total Contribution	Commonwealth		State
				Contribution	Funding Rate	Contribution
ABF Service group	(NEP \$)	(#)	(NEP \$)	(NEP \$)	(%)	(NEP \$)
Acute Admitted	5,597	48,846	273,392,953	103,552,205	41.4	169,840,749
Admitted Mental Health	5,597	2,822	15,797,333	7,359,085	41.4	8,438,248
Sub-Acute	5,597	228	1,277,403	1,005,992	41.4	271,411
Emergency Department	5,597	6,635	37,136,867	16,919,371	41.4	20,217,496
Non Admitted	5,597	13,502	75,570,490	35,942,405	41.4	39,628,085
Total ABF	5,597	72,034	403,175,047	164,779,058	41.4	238,395,989
Non-ABF Service group			(\$)	(\$)	(%)	(\$)
Non Admitted Mental Health			—	—	—	—
Non Admitted CAMHS			54,318,342	8,553,007	15.7	45,765,335
Non Admitted Home Ventilation			11,659,509	5,246,779	45.0	0
Rural CSO sites			—	—	—	—
Teaching, Training and Research			30,286,389	11,827,398	39.1	18,458,991
Total Block Funding			96,264,240	25,627,184	26.6	64,224,326

Note:

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

WA funds Ventilation Services at CAHS via ABF although the Commonwealth funds these same services as block.

Commonwealth \$ contribution is inclusive of adjustments related to the 2020-21 annual reconciliation.