

Service Agreement End-of-year Final Allocations 2023-24 (Abridged)

An agreement between:

Department of Health Chief Executive Officer

and

WA Country Health Service

for the period

1 July 2023 – 30 June 2024

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BACKGROUND

- A. With effect from 1 July 2023, pursuant to section 46 of the Health Services Act 2016 (the Act) the Parties entered into a 2023-24 Service Agreement. Section 46(4) of the Act provides that the 2023-24 Service Agreement is binding on the Parties.
- B. The 2023-24 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 2023-24 financial year.
- C. Updated 2023-24 budget allocations have been advised by letter to WACHS since 1 July 2023, where applicable.
- D. Since the 2023-24 Service Agreement and up to 30 June 2024, 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 2023-24 Service Agreement will be read and construed subject to this End-of-Year Final Allocations, and in all other respects the provisions of the 2023-24 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 2023-24 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 2023-24 Service Agreement is varied so that:

- (a) The Schedule B: Summary of Activity and Funding table at page 27 of the 2023-24 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 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 Funding

OBM Service	2023-24		2023-24		2023-24	
	Service Agreement		Changes from SA to EOY Final Alloc.		End-of-Year Final Allocations	
	WAs	\$000	WAs	\$000	WAs	\$000
01 Public Hospital Admitted Services	115,204	782,748	4,901	69,049	120,105	851,797
02 Public Hospital Emergency Services	47,592	321,766	2,025	28,534	49,617	350,301
03 Public Hospital Non-Admitted Services	26,345	178,561	1,121	15,804	27,466	194,365
04 Mental Health Services	6,491	184,043	—	3,165	6,491	187,208
05 Aged and Continuing Care Services	—	135,881	—	65,352	—	201,234
06 Public and Community Health Services	—	386,790	—	11,838	—	398,628
07 Pathology Services	—	—	—	—	—	—
08 Community Dental Health Services	—	—	—	—	—	—
09 Small Rural Hospital Services	—	302,007	—	14,626	—	316,633
10 Health System Management - Policy and Corporate Services	—	—	—	—	—	—
11 Health Support Services	—	—	—	—	—	—
Government Corrective Measures (GCM)	—	(1,572)	—	(162)	—	(1,734)
Health Allocation Adjustments (HAA)	—	150,159	—	127,395	—	277,554
Total—Operating Activity and Funding	195,633	2,440,383	8,046	335,602	203,679	2,775,985
Less Income	—	(123,487)	—	—	—	(123,487)
Net—Operating Activity and Funding	195,633	2,316,896	8,046	335,602	203,679	2,652,498
Asset Investment Program	—	117,707	—	(64,330)	—	53,377

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	6,032	94,920	572,556,263	212,896,892	37.2	383,724,839
Admitted Mental Health	6,032	6,444	38,869,390	14,261,750	36.7	24,607,640
Sub-Acute	6,032	7,165	43,219,073	19,363,202	44.8	26,529,812
Emergency Department	6,032	40,656	245,239,540	90,299,296	36.8	177,388,705
Non Admitted	6,032	19,974	120,485,914	61,796,580	51.3	65,057,639
Total ABF	6,032	169,160	1,020,370,180	398,617,719	39.1	677,308,634
Non-ABF Service group			(\$)	(\$)	(%)	(\$)
Non Admitted Mental Health			89,306,820	31,497,671	35.3	57,809,149
Non Admitted CAMHS			20,797,231	3,984,656	19.2	16,812,576
Non Admitted Home Ventilation			—	—	—	—
Rural CSO sites			324,226,788	122,795,221	37.9	145,875,393
Teaching, Training and Research			33,952,923	13,389,442	39.4	20,563,482
Total Block Funding			468,283,763	171,666,990	36.7	241,060,600

Note:

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.

The Commonwealth contribution amounts include the outcomes of the 2022-23 NHRA reconciliation, however not the NPCR adjustment.

The CCR reflects these adjustments and relates to the annual revenue, not the actual entitlement.

WA funds eight (8) Rural CSO sites via ABF although the Commonwealth funds these same hospitals as block via the NEC Determination.