

# **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 2016 – 30 June 2017

# CONTENTS

<b>BACKGROUND</b> .....	<b>3</b>
<b>DEFINED TERMS</b> .....	<b>4</b>
<b>1. OPERATION OF AMENDMENTS</b> .....	<b>5</b>
<b>2. ENTIRE AGREEMENT</b> .....	<b>5</b>
<b>3. AMENDMENTS TO SERVICE AGREEMENT</b> .....	<b>5</b>
<b>4. PUBLICATION OF EOY FINAL ALLOCATIONS</b> .....	<b>5</b>
Annexure 1 .....	6
B: CAHS Summary of Activity and Funding.....	6
CAHS Commonwealth Specific Purpose Payment Activity and Funding .....	7

## BACKGROUND

- A. On 1 July 2016, pursuant to section 46 of the *Health Services Act 2016* (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 (CAHS) and the health services CAHS will deliver during the 2016-17 financial year.
- C. The State Mid-Year Review handed down on 20 December 2016 changed the funding set out in Service Agreement and an amendment to these was executed through a Mid-year Review Deed of Amendment.
- D. Since the State Mid-year Review and up to 30 June 2017 changes to the funding set out in the Mid-year Review Deed of Amendment 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.

## DEFINED TERMS

In this EOY Final Allocations:

1. **EOY** means End-of-year and refers to the 2016-17 Financial year
2. **EOY Final Allocations** means this document
3. **MYR DOA** means the Health Service Provider Mid-Year Review Deed of Amendment 2016–17 between the Parties
4. **Parties** means the parties to the Service Agreement, the MYR DOA and to the EOY Final Allocations and “Party” means any one of them

## **1. OPERATION OF AMENDMENTS**

The Service Agreement, including amendments contained in the MYR DOA, will be read and construed subject to this EOY Final Allocations, and in all other respects the provisions of the Service Agreement are confirmed, and subject to the terms of the amendments contained in this EOY Final Allocations and the Service Agreement will continue in full force and effect in accordance with its terms.

This EOY Final Allocations is governed by and will be construed according to the laws in force in Western Australia.

## **2. ENTIRE AGREEMENT**

This EOY Final Allocations together with the Service Agreement, including amendments contained in the MYR DOA, constitutes the entire agreement between the Parties and supersedes any previous agreement between the Parties as to the subject matter of this EOY Final Allocations.

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

With effect from the date of this EOY Final Allocations the Service Agreement is varied so that:

- (a) The Section 10: Summary of Activity and Funding table at page 13 of the Service Agreement, as amended by the MYR DOA, is amended. This amendment is attached hereto and marked as Annexure 1.

## **4. PUBLICATION OF EOY FINAL ALLOCATIONS**

The Department will publish an abridged version of this EOY Final Allocations on the WA health system internet site, in accordance with Schedule D9 of the National Health Reform Agreement.

## Annexure 1

### 10: CAHS Summary of Activity and Funding

	2016-17		2016-17		2016-17		2016-17		2016-17	
	Executed Service Agreement		Changes from SA to MYR DOA		Mid-Year Review Deed of Amendment		Changes MYR DOA to EOY Final Alloc.		End-of-year Final Allocations	
	WAUs	\$'000	WAUs	\$'000	WAUs	\$'000	WAUs	\$'000	WAUs	\$'000
Schedule A—Inpatient ABF Activity and Funding	29,902	166,269	—	(1)	29,902	166,268	(232)	(1,298)	29,670	164,970
Schedule B—Emergency Department ABF Activity and Funding	6,618	36,797	—	(0)	6,618	36,797	—	—	6,618	36,797
Schedule C—Non-admitted ABF Activity and Funding	13,047	72,547	—	(2)	13,047	72,546	—	—	13,047	72,546
Schedule C1—Non-admitted Aggregate ABF Activity and Funding	—	—	—	—	—	—	—	—	—	—
Schedule D2—Small Rural Hospitals	—	—	—	—	—	—	—	—	—	—
Schedule E—Public Health Program Funding	—	104,837	—	1,644	—	106,481	—	—	—	106,481
Schedule F—Teaching Training and Research	—	18,721	—	—	—	18,721	—	—	—	18,721
Schedule G—Special Purpose Program Funding	—	55,175	—	30,856	—	86,031	—	32,448	—	118,479
Schedule I—Financial Products	—	57,229	—	(2,208)	—	55,021	—	(43,574)	—	11,447
Schedule Q—Mental Health Funding (MHC funds only)	2,652	61,191	—	—	2,652	61,191	—	—	2,652	61,191
<b>Total—Child and Adolescent Health Service</b>	<b>52,219</b>	<b>572,767</b>	<b>—</b>	<b>30,289</b>	<b>52,219</b>	<b>603,056</b>	<b>(232)</b>	<b>(12,424)</b>	<b>51,987</b>	<b>590,632</b>

#### Notes

- Mid-Year Review Deed of Amendment (MYR DOA) reflects adjustments endorsed by the WA State Government through the 2016-17 Mid-Year Review process as well as all other approved adjustments that have occurred since the release of the Service Agreement 2016-17.
- End-of-year (EOY) Final Allocations reflects all other approved adjustments that have occurred since the release of the MYR DOA in January 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	4,883	27,124	42.6	56,410,370
Admitted Mental Health <i>(Includes MHC)</i>	4,883	2,596	37.3	4,729,356
Sub-Acute <i>(Includes MHC)</i>	4,883	5	36.5	8,922
Emergency Department	4,883	6,294	42.1	12,934,554
Non Admitted	4,883	12,513	47.8	29,232,248
<b>ABF Total</b>	<b>4,883</b>	<b>48,532</b>	<b>43.6</b>	<b>103,315,449</b>

Non-ABF Service group	Total	Commonwealth		State
	Contribution (\$)	Contribution (\$)	Funding Rate (%)	Contribution (\$)
Non Admitted Mental Health	11,530,462	3,276,208	28.4	8,254,254
Other "In scope" Program Services	—	—	—	—
Rural CSO sites	—	—	—	—
Teaching, Training and Research <i>(Includes MHC)</i>	19,637,832	7,421,836	37.8	12,215,996
<b>Total Block Funding</b>	<b>31,168,294</b>	<b>10,698,044</b>	<b>34.3</b>	<b>20,470,250</b>

**Note:**

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