

Public Dental Services for Adults – 2023-2025

FEDERATION FUNDING AGREEMENT – HEALTH

Table 1: Formalities and operation of schedule																																					
Parties	Commonwealth New South Wales Victoria Queensland Western Australia South Australia Tasmania Australian Capital Territory Northern Territory																																				
Duration	This Schedule is expected to expire on 30 June 2025.																																				
Purpose	This Schedule will support the delivery of additional dental services to eligible adult dental patients.																																				
Estimated financial contributions	<p>The Commonwealth will provide an additional estimated total financial contribution to the States of \$215.6m in respect of this Schedule.</p> <table border="1"> <thead> <tr> <th>Table 1 (\$ million)</th> <th>2023-24</th> <th>2024-25</th> </tr> </thead> <tbody> <tr> <td>Estimated total budget</td> <td>107.75</td> <td>107.75</td> </tr> <tr> <td><i>Less estimated National Partnership Payments</i></td> <td><i>107.75</i></td> <td><i>107.75</i></td> </tr> <tr> <td>- NSW</td> <td>34.37</td> <td>34.37</td> </tr> <tr> <td>- VIC</td> <td>26.88</td> <td>26.88</td> </tr> <tr> <td>- QLD</td> <td>21.66</td> <td>21.66</td> </tr> <tr> <td>- WA</td> <td>9.69</td> <td>9.69</td> </tr> <tr> <td>- SA</td> <td>9.38</td> <td>9.38</td> </tr> <tr> <td>- TAS</td> <td>3.39</td> <td>3.39</td> </tr> <tr> <td>- ACT</td> <td>0.97</td> <td>0.97</td> </tr> <tr> <td>- NT</td> <td>1.42</td> <td>1.42</td> </tr> <tr> <td><i>Balance of non-Commonwealth contributions</i></td> <td><i>0.00</i></td> <td><i>0.00</i></td> </tr> </tbody> </table>	Table 1 (\$ million)	2023-24	2024-25	Estimated total budget	107.75	107.75	<i>Less estimated National Partnership Payments</i>	<i>107.75</i>	<i>107.75</i>	- NSW	34.37	34.37	- VIC	26.88	26.88	- QLD	21.66	21.66	- WA	9.69	9.69	- SA	9.38	9.38	- TAS	3.39	3.39	- ACT	0.97	0.97	- NT	1.42	1.42	<i>Balance of non-Commonwealth contributions</i>	<i>0.00</i>	<i>0.00</i>
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Additional terms	<p>Dental Weighted Activity Units¹ Throughput under this Schedule will be measured in terms of Dental Weighted Activity Units (DWAUs), calculated using the Australian Dental Association three-digit item codes and a weighting for those items as set out in Schedule B1.</p>																																				

States are required to report to the Commonwealth in the format provided in Schedule B2. Data reported should reflect activity delivered in the specified performance period only and not cumulatively. States are permitted to use their own reporting or performance measures within their jurisdiction.

Performance Benchmarks or Milestones

Performance activity is measured from 1 April 2023 to 31 March 2025.

The Parties agree to meet the following performance benchmarks, which will be assessed relative to the 2023 funding activity targets:

- (a) the States and Territories will maintain their State/Territory funded DWAU activity (baseline) level, as identified in Table 2 in this Schedule;
- (b) over the life of the Schedule, the States and Territories will provide the Commonwealth Funded DWAU activity (above baseline) level as set out in Table 2 below.

Payments will be paid proportional to the achievement against the performance benchmarks outlined in Table 2, on a pro rata basis, i.e. 100 per cent of funding for achieving 100 per cent of the Commonwealth Funded Activity DWAU Target.

If a performance benchmark is not fully met, the unmet performance benchmark and the remaining available funding tied to the unmet benchmark may be added to a subsequent period, subject to Commonwealth Budget Rules.

Rollover

DWAUs achieved above 100% of the required activity under the 2022-23 Federation Funding Agreement for Public Dental Services for Adults are eligible under this Schedule.

Table 2: Performance requirement and payments – National Overview

Performance milestones	Report due	Total National Funding Pool
2023-24 Performance milestones		
<p>Performance Period 1 (PP1) to be measured - 1 April 2023 to 30 September 2023</p> <p>PP1 State/Territory Funded Activity Target = 335,165.32*</p> <p>PP1 Commonwealth Funded Activity Target = 78,022.03*</p> <p>Total Activity Target = 413,187.35*</p> <p>2022-23 Rolled over DWAU = 253,204.60</p> <p>*Total sum of all states/territories</p> <p>Payment</p> <ul style="list-style-type: none"> Eligible payment is based on percentage of Commonwealth Funded Activity Target achieved capped at 100%. If the Total Activity Target is achieved, then maximum PP1 funding for this period can be received. If the Total Activity Target is not achieved, then roll over DWAU can be accessed if required. <p>Formula for payment:</p> <p>Maximum PP1 Funding Cap × $\frac{\text{Commonwealth Funded Activity achieved in PP1 (+ Rolled over DWAU, if required)}}{\text{Commonwealth Funded Activity Target}}$</p>	30/11/2023	\$53,875,000
<p>Performance Period 2 (PP2) to be measured – 1 October 2023 to 31 March 2024</p> <p>PP2 State/Territory Funded Activity Target = 335,165.32*</p> <p>PP2 Commonwealth Funded Activity Target = 78,022.03*</p> <p>Total Activity Target = 413,187.35</p> <p>*Total sum of all states/territories</p> <p>Payment</p> <ul style="list-style-type: none"> Eligible payment is based on percentage of Commonwealth Funded Activity Target achieved capped at 100%. If the Total Activity Target is achieved, then maximum PP2 funding for this period can be received. If the Total Activity Target is not achieved, then roll over DWAU can be accessed if required. <p>Formula for payment:</p> <p>Maximum PP2 Funding Cap × $\frac{\text{Commonwealth Funded Activity achieved in PP2 (+ Rolled over DWAU, if required)}}{\text{Commonwealth Funded Activity Target}}$</p>	10/05/2024	\$53,875,000

2024-25 Performance milestones

<p>Performance Period 3 (PP3) to be measured – 1 April 2024 to 30 September 2024</p> <p>PP3 State/Territory Funded Activity Target = 335,165.32*</p> <p>PP3 Commonwealth Funded Activity Target = 78,022.03*</p> <p>Total Activity Target = 413,187.35</p> <p>*Total sum of all states/territories</p> <p>Payment</p> <ul style="list-style-type: none"> Eligible payment is based on percentage of Commonwealth Funded Activity Target achieved capped at 100%. If the Total Activity Target is achieved, then maximum PP3 funding for this period can be received. If the Total Activity Target is not achieved, then roll over DWAU can be accessed if required. <p>Formula for payment:</p> <p>Maximum PP3 Funding Cap × $\frac{\text{Commonwealth Funded Activity achieved in PP3 (+ Rolled over DWAU, if required)}}{\text{Commonwealth Funded Activity Target}}$</p>	<p>30/11/2024</p>	<p>\$53,875,000</p>
<p>Performance Period 4 (PP4) to be measured – 1 October 2024 to 31 March 2025</p> <p>PP4 State/Territory Funded Activity Target = 335,165.32*</p> <p>PP4 Commonwealth Funded Activity Target = 78,022.03*</p> <p>Total Activity Target = 413,187.35</p> <p>*Total sum of all states/territories</p> <p>Payment</p> <ul style="list-style-type: none"> Eligible payment is based on percentage of Commonwealth Funded Activity Target achieved capped at 100%. If the Total Activity Target is achieved, then maximum PP4 funding for this period can be received. If the Total Activity Target is not achieved, then roll over DWAU can be accessed if required. <p>Formula for payment:</p> <p>Maximum PP4 Funding Cap × $\frac{\text{Commonwealth Funded Activity achieved in PP4 (+ Rolled over DWAU, if required)}}{\text{Commonwealth Funded Activity Target}}$</p>	<p>10/05/2025</p>	<p>\$53,875,000</p>

Table 2B: Victoria – Performance requirements, reporting and payment summary

Output	Performance milestones	Report due	Payment
2023-24 Performance milestones			
<p>Performance Period 1 (PP1) to be measured – 1 April 2023 to 30 September 2023</p>	<p>PP1 State/Territory Funded Activity Target = 92,466.22 PP1 Commonwealth Funded Activity Target = 19,034.38 Total Activity Target = 111,500.60 2022-23 Rolled over DWAU = 4,466.53</p> <p>Payment</p> <ul style="list-style-type: none"> • Eligible payment is based on percentage of Commonwealth Funded Activity Target achieved capped at 100%. • If the Total Activity Target is achieved, then maximum PP1 funding for this period can be received. • If the Total Activity Target is not achieved, then roll over DWAU can be accessed if required. <p>Formula for payment:</p> $\text{Maximum PP1 Funding Cap} \times \frac{\text{Commonwealth Funded Activity achieved in PP1 (+ Rolled over DWAU, if required)}}{\text{Commonwealth Funded Activity Target}}$	30/11/2023	\$13,440,968
<p>Performance Period 2 (PP2) to be measured – 1 October 2023 to 31 March 2024</p>	<p>PP2 State/Territory Funded Activity Target = 92,466.22 PP2 Commonwealth Funded Activity Target = 19,034.38 Total Activity Target = 111,500.60</p> <p>Payment</p> <ul style="list-style-type: none"> • Eligible payment is based on percentage of Commonwealth Funded Activity Target achieved capped at 100%. • If the Total Activity Target is achieved, then maximum PP2 funding for this period can be received. • If the Total Activity Target is not achieved, then roll over DWAU can be accessed if required. <p>Formula for payment:</p> $\text{Maximum PP2 Funding Cap} \times \frac{\text{Commonwealth Funded Activity achieved in PP2 (+ Rolled over DWAU, if required)}}{\text{Commonwealth Funded Activity Target}}$	10/05/2024	\$13,440,968

2024-25 Performance milestones

<p>Performance Period 3 (PP3) to be measured – 1 April 2024 to 30 September 2024</p>	<p>PP3 State/Territory Funded Activity Target = 92,466.22 PP3 Commonwealth Funded Activity Target = 19,034.38 Total Activity Target = 111,500.60</p> <p>Payment</p> <ul style="list-style-type: none"> • Eligible payment is based on percentage of Commonwealth Funded Activity Target achieved capped at 100%. • If the Total Activity Target is achieved, then maximum PP3 funding for this period can be received. • If the Total Activity Target is not achieved, then roll over DWAU can be accessed if required. <p>Formula for payment:</p> <p align="center">Maximum PP3 Funding Cap × $\frac{\text{Commonwealth Funded Activity achieved in PP3 (+ Rolled over DWAU, if required)}}{\text{Commonwealth Funded Activity Target}}$</p>	<p align="center">30/11/2024</p>	<p align="center">\$13,440,968</p>
<p>Performance Period 4 (PP4) to be measured – 1 October 2024 to 31 March 2025</p>	<p>PP4 State/Territory Funded Activity Target = 92,466.22 PP4 Commonwealth Funded Activity Target = 19,034.38 Total Activity Target = 111,500.60</p> <p>Payment</p> <ul style="list-style-type: none"> • Eligible payment is based on percentage of Commonwealth Funded Activity Target achieved capped at 100%. • If the Total Activity Target is achieved, then maximum PP4 funding for this period can be received. • If the Total Activity Target is not achieved, then roll over DWAU can be accessed if required. <p>Formula for payment:</p> <p align="center">Maximum PP4 Funding Cap × $\frac{\text{Commonwealth Funded Activity achieved in PP4 (+ Rolled over DWAU, if required)}}{\text{Commonwealth Funded Activity Target}}$</p>	<p align="center">10/05/2025</p>	<p align="center">\$13,440,968</p>

The Parties have confirmed their commitment to this schedule as follows:

Handwritten: 6/12/23

Signed for and on behalf of the Commonwealth of Australia by

Handwritten signature in blue ink

The Honourable Mark Butler MP
Minister for Health and Aged Care

Handwritten: 18 12 23
[Day] [Month] [Year]

Signed for and on behalf of the State of Victoria by

The Honourable Mary-Anne Thomas MP
Minister for Health

[Day] [Month] [Year]