

# Expansion of Flinders Medical Centre

## FEDERATION FUNDING AGREEMENT - HEALTH

Table 1: Formalities and operation of schedule	
Parties	Commonwealth South Australia
Duration	This Schedule is expected to expire on 30 December 2028, or on completion of the initiative, including acceptance of final performance reporting and processing of final payments.
Purpose	<p>This Schedule will support the delivery of the expansion of the Flinders Medical Centre, delivering 160 beds for the south of Adelaide across the Flinders Medical Centre and the Repat Health Precinct.</p> <p>The project will:</p> <ul style="list-style-type: none"> <li>• Increase bed capacity at the Flinders Medical Centre, providing 128 extra beds of which: <ul style="list-style-type: none"> <li>○ The majority will be in single rooms improving privacy and infection control.</li> <li>○ At least two-thirds will be overnight beds and one-third will be same-day beds (inclusive of 18 recliner chairs in a Medical Day Unit).</li> </ul> </li> <li>• Include a major upgrade and expansion of the Margaret Tobin Centre for mental health, increasing mental health intensive care ward capacity to 12 beds.</li> <li>• Upgrade outdated wards, modernising equipment and aesthetics.</li> <li>• Increase the capacity of the existing Intensive Care Unit through establishment of a new 16-bed 'satellite' Intensive Care Unit</li> <li>• Build four new additional operating theatres, increasing capacity for emergency and elective surgery</li> <li>• Upgrade and expand medical imaging services increasing access to angiography services in-house.</li> <li>• Provide a new eye surgery clinic, including two ophthalmology operating theatres and associated consultation spaces.</li> <li>• Establish 32 additional beds for older persons at the Repat as a hub for older persons health and wellbeing, including a 6-bed Complex and Restorative (CARE) service, an Emergency Department alternative for older persons and a 26-bed Geriatric Evaluation and Management (GEM) Unit.</li> </ul>

<p>Estimated financial contributions</p>	<p>The Commonwealth will provide an estimated total financial contribution to South Australia of \$249.0m in respect of this Schedule.</p> <hr/> <p><b>Table 1</b></p> <table border="1"> <thead> <tr> <th data-bbox="419 309 544 338">(\$ million)</th> <th data-bbox="751 309 847 338">2024-25</th> <th data-bbox="890 309 986 338">2025-26</th> <th data-bbox="1029 309 1125 338">2026-27</th> <th data-bbox="1168 309 1264 338">2027-28</th> <th data-bbox="1326 309 1390 338">Total</th> </tr> </thead> <tbody> <tr> <td data-bbox="419 353 699 383"><b>Estimated total budget<sup>1</sup></b></td> <td data-bbox="778 353 836 383"><b>59.50</b></td> <td data-bbox="916 353 973 383"><b>70.00</b></td> <td data-bbox="1050 353 1107 383"><b>59.75</b></td> <td data-bbox="1187 353 1244 383"><b>59.75</b></td> <td data-bbox="1310 353 1383 383"><b>249.00</b></td> </tr> <tr> <td data-bbox="419 405 699 472"><i>Less estimated National Partnership Payments</i></td> <td data-bbox="778 405 836 434">59.50</td> <td data-bbox="916 405 973 434">70.00</td> <td data-bbox="1050 405 1107 434">59.75</td> <td data-bbox="1187 405 1244 434">59.75</td> <td data-bbox="1310 405 1383 434">249.00</td> </tr> <tr> <td data-bbox="419 495 603 584">Balance of non-Commonwealth contributions</td> <td data-bbox="788 495 788 524">-</td> <td data-bbox="925 495 925 524">-</td> <td data-bbox="1059 495 1059 524">-</td> <td data-bbox="1197 495 1197 524">-</td> <td data-bbox="1319 495 1319 524">-</td> </tr> </tbody> </table> <p><sup>1</sup>Note: South Australia is committing a minimum of \$249 million to this initiative.</p>	(\$ million)	2024-25	2025-26	2026-27	2027-28	Total	<b>Estimated total budget<sup>1</sup></b>	<b>59.50</b>	<b>70.00</b>	<b>59.75</b>	<b>59.75</b>	<b>249.00</b>	<i>Less estimated National Partnership Payments</i>	59.50	70.00	59.75	59.75	249.00	Balance of non-Commonwealth contributions	-	-	-	-	-
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<p>Additional terms</p>	<p>South Australia will provide the Commonwealth with a detailed delivery schedule for the upgrade and expansion activities supported by this Schedule and will advise the Commonwealth as soon as practicable of any significant delays with potential to impact the delivery of the performance milestones described in Table 2. Where necessary South Australia will provide the Commonwealth with updated delivery scheduling information that reflects any significant changes.</p> <p>South Australia will provide an annual progress report in October of each year until all deliverables are complete. Annual progress reports will address progress towards achieving all elements described in the 'Purpose' of this Schedule in the context of South Australia's delivery schedule, include photographic evidence of progress, and will outline expected activities within the coming twelve months. Annual reports may be provided in conjunction with reports addressing performance milestones (see Table 2) where their timing is aligned (within two months).</p> <p>The completion of all works described in Table 2 of this agreement will be evidenced by a certificate of practical completion and photographs as a minimum; and any other relevant information necessary to demonstrate that the outputs are complete.</p>																								

**Table 2: Performance requirements, reporting and payment summary**

Output	Performance milestones	Report due	Payment
Expansion of the Flinders Medical Centre (FMC) and Repat Health Precinct	Commencement of construction works for the new Acute Services Building at the Flinders Medical Centre; and the delivery and opening of initial expansion works including: <ul style="list-style-type: none"> <li>• 20 new beds at Flinders Medical Centre for an Older Persons Assessment and Liaison (OPAL) Unit and Residential Care Outreach Team (RCOT)</li> <li>• 32 new bed older persons unit at the Repat, comprising a 26-bed Geriatric Evaluation and Management (GEM) Unit; and a 6-bed Complex and Restorative (CARE) service.</li> <li>• A new MRI and CT suite at the Flinders Medical Centre</li> </ul>	28/02/2025	\$59.50m
	Completion of the upgrade and expansion of the Margaret Tobin Centre for mental health, including operational commissioning and opening (providing 10 new beds, increasing Psychiatric Intensive Care Unit capacity from 8 to 12 beds and total facility capacity from 38 to 48 beds).	28/02/2026	\$70.00m
	Completion of the framing for the highest point ('topping out') of the overall building structure for the new Flinders Medical Centre Acute Services Building and assembly of external wall linings and cladding (evidenced by photographic and other appropriate evidence to confirm the milestone is satisfied).	30/05/2027	\$59.75m
	Completion, operational commissioning and opening of the new Flinders Medical Centre Acute Services Building, providing 98 new beds across seven-levels and including: <ul style="list-style-type: none"> <li>• A day of surgery admissions area</li> <li>• An 18 same-day bed medical day unit</li> <li>• Four new operating theatres and recovery areas, including the establishment of a new 'hybrid theatre' to support increased access angiography services in house.</li> <li>• An Eye Surgery Clinic including two ophthalmology operating theatres and associated consultation spaces</li> <li>• A 16 bed 'satellite' Intensive Care Unit and supporting CT scanner</li> <li>• Two 32 bed adult inpatient units</li> </ul>	30/05/2028	\$59.75m
	Final Report on the Flinders Medical Centre and Repat Health Precinct upgrade and expansion works supported though this Schedule, including confirmation of delivery of all elements described in the 'Purpose' section (including opening dates) and an assessment of the impacts, benefits and outcomes (including lessons learned) of the expansion and upgrade activities.	20/12/2028	\$0.00

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

*Signed for and on behalf of the Commonwealth  
of Australia by*



**The Honourable Mark Butler MP**  
Minister for Health and Aged Care

[Day] [Month] [Year]

18 12 2024

*Signed for and on behalf of the  
State of South Australia by*



**The Honourable Chris Picton MP**  
Minister for Health and Wellbeing

[Day] [Month] [Year]

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