

Statement of commitments

(Parent and Group)

as at 30 June 2008

in thousands of New Zealand Dollars

	Note	Parent and Group 2008 Actual	Parent and Group 2008 Actual
Capital Commitments			
Capital Commitments approved and contracted		39,400	18,129
Operating Commitments			
To the Crown, SOEs or other Crown entities		411	411
To third parties		27,117	32,832
		27,528	33,243
Total Commitments		66,928	51,372
Non-cancellable commitments – Total			
Not more than one year		50,861	36,621
One to two years		4,733	5,238
Two to three years		3,673	1,992
Three to four years		2,248	1,859
Four to five years		2,059	1,740
Over five years		3,354	3,922
		66,928	51,372
Non-cancellable commitments – operating lease commitments			
Not more than one year		851	482
One to two years		1,090	114
Two to three years		1,132	69
Three to four years		89	64
Four to five years		6	-
Over five years			
		3,168	729

The Board's Funder Arm has a number of open ended or evergreen contracts at the end of the financial year. Funder Arm operating commitments as at 30 June 2008 in respect of the 2008/9 financial year total \$141.4m and in respect of the 2009/10 financial year, total \$96.2m. In addition to these amounts, there is a total of \$263.4m committed for the 2011/13 financial years.

The operating commitments disclosed in this note include committed obligations for health purchasing expenditure with various external parties. The DHB is also obligated to funding significant streams of 'demand driven' health purchasing expenditure. Commitments of this nature are in place for the purchase of pharmacy, laboratory and GP services. Because this expenditure is 'demand driven' it is not possible to quantify the obligation in this note. Expenditure of this nature in the 2007/08 year totalled \$176.3m (2006/07 \$160.7m).

The accompanying accounting policies & notes form part of these financial statements.