

21 June 2017

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Office of the Leader of the Opposition

By email: alexandra.marett@parliament.govt.nz
Cc: labourresearchoia@parliament.govt.nz

REF: OIA-1652

Dear Alex

Response to your request for information

Thank you for your request for official information emailed to NZ Health Partnerships (NZHP) on 23 May 2017. You have requested answers to the following questions which we respond as follows:

1. **How much did the 5.5 per cent price increase last year cost the six participating district health boards in dollars for the 15 year period of the contract, broken down annually and by DHB?**

The 5.5 per cent uplift introduced in September 2016, if applied over the life of the Food Services Agreement (FSA), will lower benefits by around \$15m. Taking into account the uplift, the six participating DHBs are still expected to save a total of \$30 - \$40m over the 15-year deal.

2. **How much is the 3.5 per cent price increase due on the 1 July 2017 going to cost participating DHBs if no other DHBs sign up to the contract, broken down annually and total cost over the 15 year contract period?**

The FSA Annual Indexation Price Review, which is based on variables including food and labour inflation and total DHB participation volumes, has not yet been reviewed or ratified by the participating DHBs. However, NZHP expects price increases per site to range from 0.55 to 1.66 per cent.

I will send you a breakdown of the price increases after the Review is finalised.

3. **Which DHBs by name are still considering the Compass food contract?**

NZHP is not aware of any other DHBs that are considering joining the FSA.

4. **Which DHBs by name have accepted the Compass food contract to date?**

Waitemata, Auckland, Counties Manukau, Hauora Tairāwhiti, Nelson Marlborough, Southern DHBs have joined the FSA.

5. **Copies of any complaints sent or forwarded onto NZ Health Partnerships limited (including emails) since October 2016 regarding the quality of the food (meals on wheels, hospital, etc.) being served by Compass under the National Food Business Case.**

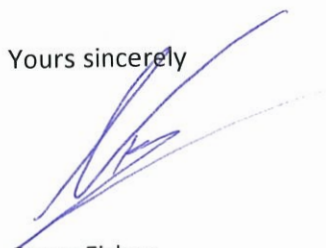


To conduct the necessary consultations as per section 15A(1b) of the Official Information Act 1982 I need to extend the time for response to this question by four weeks to Wednesday 19 July 2017.

Your rights

Please note under section 28(3) of the Official Information Act, you have the right to complain to the Office of the Ombudsman and to seek an investigation and review of this decision. Email: info@ombudsman.parliament.nz.

Yours sincerely



Steve Fisher

General Manager, Communications and HR

