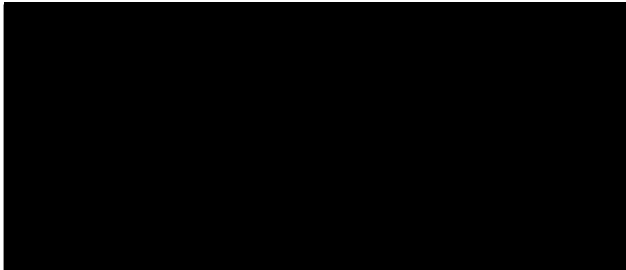


25 February 2020



Re: Official Information Act request – Capital expenditure for the last ten years

I refer to your Official Information Act request dated 30 January 2020 requesting the following information.

Please supply the following information under the Official Information Act (OIA):

1. What was your DHB's capital expenditure of the last ten years.
2. What capital has your DHB spent on infrastructure over the last ten years.
3. What was the source of the funding spent on capital expenditure during this time period.

Our responses are provided in Table 1 below:

1. Total Capital Expenditure (Capex) for the last ten years amounts to \$482.468 million as summarised in Table 1 below.

Table 1: Auckland DHB Capital Expenditure and Financing Sources for the last ten years:

In \$'000s	Yr 1 2009-10	Yr 2 2010-11	Yr 3 2011-12	Yr 4 2012-13	Yr 5 2013-14	Yr 6 2014-15	Yr 7 2015-16	Yr 8 2016-17	Yr 9 2017-18	Yr 10 2018-19	Total
Asset Class	Capex Spend										
Land			0	0	0	5,614	0	0		1,000	6,614
Buildings & Plant	12,010	19,627	28,320	20,546	15,032	28,047	23,156	18,712	23,930	37,520	226,899
Clinical Equipment	25,771	19,119	19,307	12,783	14,273	23,141	32,681	12,158	16,819	21,333	197,385
Other Equipment	960	4,840	1,575	1,456	2,871	2,583	4,474	1,710	8,934	1,496	30,899
IS/IT	6,385	8,487	(47)	168	2,884	1,106	565	(2,569)	(3,384)	2,118	15,713
Motor Vehicles	0	(3)	905	822	912	921	512	110		779	4,958
	45,126	52,070	50,060	35,775	35,972	61,412	61,388	30,121	46,298	64,246	482,468
Funding Source	Funding										
Donations	2,573	6,659	1,416	1,651	1,105	2,759	4,559	8,163	12,684	3,992	45,561
Depreciation	39,233	41,715	46,832	32,241	34,867	58,653	56,829	21,576	29,084	45,752	406,783
Leasing								382	4,530	6,420	11,332
Equity Injections - Capital	3,320	3,696	1,812	1,883	0	0	0	0	0	8,082	18,792
											0
Total funding for Capex	45,126	52,070	50,060	35,775	35,972	61,412	61,388	30,121	46,298	64,246	482,468

Note: The negative expenditure lines in the IS/IT asset category reflect the transfer of assets developed by Auckland DHB to the northern region DHBs' shared services provider, healthAlliance.

2. The amount spent on infrastructure is not readily available from our records. However, infrastructure assets fall under the Building & Plant asset category shown in Table 1 above. The total spend on this asset category for the past ten years is \$226.899 million and this includes spend on facilities upgrades and refurbishments including on infrastructure. More recently, the DHB is implementing a Facilities Infrastructure Remediation Programme (FIRP) of which the Tranche 1 project approved by the Crown has a capital cost of \$305 million.
3. The funding source for the Capex for the past ten years is made up of the following (refer to Table 1):
 - \$406.783 million DHB cash;
 - \$45.561 million donations;
 - \$11.332 million lease financing; and
 - \$18.792 million Crown Equity.

You are entitled to seek a review of the response by the Ombudsman under section 28(3) of the Official Information Act. Information about how to make a complaint is available at www.ombudsman.parliament.nz or freephone 0800 802 602.

Please note that this response, or an edited version of this response, may be published on the Auckland DHB website.

Yours faithfully



Ailsa Claire, OBE
Chief Executive