

Glossary

DHB means a District Health Board, and includes a DHB's hospital(s) and/or associated health services that are provided by a DHB and for which that DHB purchases wound care products.

DHB Change Manager means the person responsible for managing the wound care change process within each DHB. This person may be a Procurement Manager or Clinical Product Coordinator or any other person designated by the DHB.

DV Limit means, for each of the relevant HSS Sub-categories, the relevant discretionary variance limit. The DV Limit is the maximum percentage of the total HSS Sub-category market allowed for discretionary purchasing of DV Medical Devices.

DV Medical Devices means non-HSS Products that are within the scope of the relevant HSS Sub-category.

Hospital Supply Status (HSS) means the status of being the only supplier of products within a Sub-category under a listing agreement with PHARMAC which DHBs are obliged to purchase from when purchasing from within that Sub-category, subject to any DV Limit.

HSS Brand means the brand of products supplied by the HSS Supplier under a listing agreement with PHARMAC.

HSS Products means the products supplied by the HSS Supplier within an HSS Sub-category under a listing with PHARMAC.

HSS Sub-category means a grouping of products within a defined scope as agreed between PHARMAC and the relevant HSS Supplier. An HSS Sub-category scope includes both HSS Products and non-HSS Products.

HSS Supplier means the supplier with Hospital Supply Status within an HSS Sub-category.

NPV means net present value. NPV calculations take into account the expected value of money over a period of time. PHARMAC typically calculates NPV savings over a 5 year period and includes an 8% discount rate each year after the first year.

Pharmaceutical Schedule means the pharmaceutical schedule produced by PHARMAC pursuant to section 48(a) of the New Zealand Public Health and Disability Act 2000.

RFP means Request for Proposals.

WCAG means the Wound Care Advisory Group established by PHARMAC to provide objective clinical advice as part of its consideration of wound care procurement opportunities.