

Vote Housing and Urban Development

APPROPRIATION MINISTER(S): Minister of Housing and Urban Development (M96)

APPROPRIATION ADMINISTRATOR: Ministry of Housing and Urban Development

RESPONSIBLE MINISTER FOR MINISTRY OF HOUSING AND URBAN DEVELOPMENT: Minister of Housing and Urban Development

Overview of the Vote

Vote Housing and Urban Development was established as a new Vote on 1 October 2018, coinciding with the establishment of the new Ministry of Housing and Urban Development.

The Minister of Housing and Urban Development is responsible for appropriations in Vote Housing and Urban Development for the 2019/20 financial year covering the following:

- a total of just over \$1 million for providing services relating to administering the Legacy Social Housing Fund and the Community Housing Regulatory Authority
- \$3 million for providing resource consenting processes in Special Housing Areas where a Special Housing Area is declared outside of a Housing Accord, and is fully funded from Local Authorities as required
- a total of just under \$27 million for operational activities associated with the facilitation and implementation of the KiwiBuild Programme and administration and management of Crown owned properties held under the Housing Act 1955
- a total of just over \$15 million for negotiating and managing contracts with, and administering payments to housing and support services providers
- a total of just over \$20 million for policy advice and other support to Ministers relating to housing and urban development issues and performance monitoring of Housing New Zealand Corporation (HNZC) and Tamaki Redevelopment Company, and governance advice to the Minister of Housing and Urban Development in respect of these agencies
- a total of just under \$1 million for the provision of financial capability services for Pacific Island households to sustain home ownership over time
- a total of just under \$11 million for the purchase of housing related services from HNZ, including home ownership initiatives and Healthy Housing
- a total of just over \$106 million to provide HomeStart grants for people who meet the required eligibility criteria
- a total of just over \$255 million for interest-free loans from the Housing Infrastructure Fund to Local Authorities to finance infrastructure needed to unlock residential development
- a total of just over \$474 million for the KiwiBuild programme, which includes purchasing land for housing development, operating expenses for the facilitation, acquisition and development of KiwiBuild dwellings
- a total of just under \$24 million to maintain the supply of tenanted Community Group Housing properties

- a total of just under \$1,151 million to secure the purchase and provision of public housing and associated support services, and
- a total of just under \$139 million to deliver transitional housing places and associated support services.

The Minister of Housing and Urban Development is also responsible for a capital injection of \$400,000 to fund the accommodation fit-out costs for the Ministry of Housing and Urban Development.

Details of these appropriations are set out in Parts 2-4.

Details of Appropriations and Capital Injections

Annual Appropriations and Forecast Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Departmental Output Expenses			
Administering the Legacy Social Housing Fund (M96) This appropriation is limited to the administration costs of the Legacy Social Housing Fund.	692	692	600
Community Housing Regulatory Authority (M96) This appropriation is limited to the administration of the Community Housing Regulatory Authority.	1,104	1,104	700
Consenting in Special Housing Areas (M96) This appropriation is limited to the costs of providing resource consenting processes in Special Housing Areas where a Special Housing Area is declared outside a Housing Accord.	3,000	-	3,000
Facilitating the Redevelopment of Surplus Crown Land (M96) This appropriation is limited to the activities associated with the facilitation of Crown land redevelopment.	2,454	2,454	2,503
KiwiBuild Unit (M96) This appropriation is limited to the activities associated with the facilitation and implementation of the KiwiBuild Programme.	16,849	13,000	24,250
Management of Housing Places, Providers and Services (M96) This appropriation is limited to negotiating and managing contracts with housing and housing support service providers, and administering payments for housing places and support services.	13,473	13,473	15,263
Total Departmental Output Expenses	37,572	30,723	46,316
Departmental Capital Expenditure			
Ministry of Housing and Urban Development - Capital Expenditure PLA (M96) This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Housing and Urban Development, as authorised by section 24(1) of the Public Finance Act 1989	1,000	1,000	400
Total Departmental Capital Expenditure	1,000	1,000	400
Non-Departmental Output Expenses			
Financial capability services to support Pacific households into home ownership (M96) This appropriation is limited to the provision of financial capability services for Pacific Island households.	-	-	630
Housing New Zealand Corporation Support Services (M96) This appropriation is limited to housing related services from Housing New Zealand Corporation, including home ownership initiatives and Healthy Housing.	9,350	9,350	10,698
Management of Crown Properties held under the Housing Act 1955 (M96) This appropriation is limited to the administration and management of Crown owned properties held under the Housing Act 1955.	1,392	8	8
KiwiBuild Operations (M96) This appropriation is limited to the operating expenses incurred in relation to the facilitation, acquisition and development of KiwiBuild dwellings.	11,182	3,000	-
Total Non-Departmental Output Expenses	21,924	12,358	11,336

Titles and Scopes of Appropriations by Appropriation Type	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Benefits or Related Expenses			
KiwiSaver HomeStart Grant (M96) This appropriation is limited to KiwiSaver HomeStart grants for people who meet the required eligibility criteria.	73,699	65,000	106,120
Total Benefits or Related Expenses	73,699	65,000	106,120
Non-Departmental Other Expenses			
Housing Assistance (M96) This appropriation is limited to payments made to Housing New Zealand Corporation and other mortgage providers to compensate for the difference between the cost of funds and the rate at which funds are lent, and provide write-offs for loans.	869	200	789
Impairment of Land held by the Crown for sale (M96) This appropriation is limited to expenses incurred as a result of the impairment of land held by the Crown for sale, including write-down and write-offs.	33,529	33,529	-
Social Housing Provider Development (M96) This appropriation is limited to providing support to third party providers of social and/or affordable housing services.	5,428	400	-
Total Non-Departmental Other Expenses	39,826	34,129	789
Multi-Category Expenses and Capital Expenditure			
Community Group Housing MCA (M96) The single overarching purpose of this appropriation is to purchase housing services from Housing New Zealand Corporation and Community Group Housing providers to maintain the supply of tenanted Community Group Housing properties.	19,296	13,496	23,795
Non-Departmental Output Expenses			
Community Group Housing Market Rent Top-Up This category is limited to the provision of funding to Housing New Zealand Corporation to pay the difference between the contracted rent with each Community Group Housing provider and market rent for the leased properties.	10,418	10,418	13,891
Non-Departmental Other Expenses			
Community Housing Rent Relief This category is limited to the provision of a rent relief fund to Community Group Housing providers for the sole purpose of helping them meet their contracted rent payments.	3,078	3,078	4,104
Non-Departmental Capital Expenditure			
Acquisition and Improvement of Community Group Housing Properties This category is limited to providing debt or equity to Housing New Zealand Corporation to acquire, modernise or reconfigure properties leased by Community Housing Providers.	5,800	-	5,800

Titles and Scopes of Appropriations by Appropriation Type	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Policy Advice and Related Outputs MCA (M96) The single overarching purpose of this appropriation is to provide policy advice and other support to Ministers in discharging their policy decision-making and other portfolio responsibilities.	17,374	17,374	20,338
Departmental Output Expenses			
<i>Crown Monitoring Advice</i> This category is limited to activity related to performance monitoring Housing New Zealand Corporation and Tamaki Redevelopment Company and governance advice to the Minister of Housing and Urban Development in respect of these agencies.	347	347	432
<i>Policy Advice</i> This category is limited to advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision making by Ministers on government policy matters relating to housing and urban development.	15,844	15,844	19,646
<i>Related Services to Ministers</i> This category is limited to the provision of support, information and services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities on matters relating to housing and urban development.	1,183	1,183	260
Public Housing MCA (M96) The single overarching purpose of this appropriation is to secure and purchase the provision of public housing and associated support services.	802,873	740,750	1,150,597
Non-Departmental Output Expenses			
<i>Purchase of Public Housing Provision</i> This category is limited to purchasing the provision of public housing and related services from public housing providers in accordance with reimbursement agreements or tailored agreements under the Housing Restructuring and Tenancy Matters Act 1992.	733,457	725,000	1,093,458
<i>Services for People in Need of or at risk of Needing Public Housing</i> This category is limited to the provision of support services to those in need of public housing or those at risk of entering or exiting public housing.	20,236	10,000	37,965
<i>Services Related to the Provision of Public Housing</i> This category is limited to the provision of services related to the provision of public housing by a public housing provider.	750	750	900
Non-Departmental Other Expenses			
<i>Support for the Provision of Public Housing Supply</i> This category is limited to providing support to secure access to properties for public housing providers to use for public housing.	48,430	5,000	18,274

Titles and Scopes of Appropriations by Appropriation Type	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Transitional Housing MCA (M96) The single overarching purpose of this appropriation is to fund the delivery of transitional housing places and services in New Zealand.	152,740	147,910	138,862
Non-Departmental Output Expenses			
<i>Provision of Transitional Housing Places</i> This category is limited to supporting transitional housing providers to provide transitional housing places.	50,876	50,876	58,762
<i>Transitional Housing Services</i> This category is limited to payments to transitional housing providers on a per household basis to cover tenancy and property management, and services to support tenants in transitional housing to move into sustainable housing.	40,645	40,645	48,363
Non-Departmental Capital Expenditure			
<i>Acquisition, Development and Construction of Transitional Housing</i> This appropriation is limited to funding the acquisition, construction and development or redevelopment of land or properties for the purpose of providing transitional housing.	61,219	56,389	31,737
Total Multi-Category Expenses and Capital Expenditure	992,283	919,530	1,333,592
Total Annual Appropriations and Forecast Permanent Appropriations	1,166,304	1,062,740	1,498,553

Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Non-Departmental Output Expenses		
KiwiBuild Housing (M96) This appropriation is limited to the acquisition, construction and provision of KiwiBuild dwellings. Commences: 01 October 2018 Expires: 30 June 2022	Original Appropriation Adjustments to 2017/18 Adjustments for 2018/19 Adjusted Appropriation Actual to 2017/18 Year End Estimated Actual for 2018/19 Estimate for 2019/20 Estimated Appropriation Remaining	2,039,923 - - 2,039,923 - 55,835 474,420 1,509,668
Non-Departmental Other Expenses		
Housing Infrastructure Fund - Fair Value Write Down (M96) This appropriation is limited to the expense incurred in the fair-value write down of interest-free loans from the Housing Infrastructure Fund to Territorial Local Authorities. Commences: 01 October 2018 Expires: 30 June 2020	Original Appropriation Adjustments to 2017/18 Adjustments for 2018/19 Adjusted Appropriation Actual to 2017/18 Year End Estimated Actual for 2018/19 Estimate for 2019/20 Estimated Appropriation Remaining	190,791 - - 190,791 - 190,791 - -

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000	
Non-Departmental Capital Expenditure			
Housing Infrastructure Fund Loans (M96) This appropriation is limited to interest-free loans from the Housing Infrastructure Fund of a duration of ten years or under to Territorial Local Authorities to finance the infrastructure needed to unlock residential development. Commences: 01 October 2018 Expires: 30 June 2023	Original Appropriation	642,824	
	Adjustments to 2017/18	-	
	Adjustments for 2018/19	-	
	Adjusted Appropriation	642,824	
	Actual to 2017/18 Year End	-	
	Estimated Actual for 2018/19	4,203	
	Estimate for 2019/20	255,107	
	Estimated Appropriation Remaining	383,514	
	Vacant or Underutilised Crown Land Programme (M96) This appropriation is limited to the Crown's contribution to the development of housing in selected locations. Commences: 01 October 2018 Expires: 30 June 2022	Original Appropriation	55,354
		Adjustments to 2017/18	-
Adjustments for 2018/19		-	
Adjusted Appropriation		55,354	
Actual to 2017/18 Year End		-	
Estimated Actual for 2018/19		-	
Estimate for 2019/20		-	
Estimated Appropriation Remaining	55,354		

Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	1,166,304	1,062,740	1,498,553
Total Forecast MYA Non-Departmental Output Expenses	55,835	55,835	474,420
Total Forecast MYA Non-Departmental Other Expenses	190,791	190,791	-
Total Forecast MYA Non-Departmental Capital Expenditure	4,203	4,203	255,107
Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations	1,417,133	1,313,569	2,228,080

Capital Injection Authorisations

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Ministry of Housing and Urban Development - Capital Injection (M96)	8,229	8,229	400

Supporting Information

Part 1 - Vote as a Whole

1.1 - New Policy Initiatives

Policy Initiative	Appropriation	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Maintaining and strengthening the Housing First Programme as a Response to Ending Homelessness	Public Housing MCA Purchase of Public Housing Provision Non-Departmental Output Expense	-	9,067	17,866	24,806	35,258
	Services for People in Need of or at Risk of Needing Public Housing Non-Departmental Output Expense	-	24,806	24,557	29,260	28,445
Supporting Pacific Island Households into Home Ownership through Financial Capability Services	Financial capability services to support Pacific households into home ownership Non-Departmental Output Expense	-	630	630	750	630
Incomes for People Receiving Benefits - Indexing Main Benefits, Removing Deductions and Changing Abatement Thresholds	Public Housing MCA Purchase of Public Housing Provision Non-Departmental Output Expense	-	(27)	(3,409)	(8,750)	(12,186)
Ministry of Housing And Urban Development Capability - Baseline Funding	Management of Housing Places, Providers and Services Departmental Output Expense	-	5,000	-	-	-
	Policy Advice and Related Outputs MCA - Policy Advice Departmental Output Expense	-	5,000	-	-	-
Transitional Housing - Funding for the Continued Provision of Transitional Housing to Support Those in Need	Transitional Housing MCA Provision of Transitional Housing Places Non-Departmental Output Expense	-	34,311	26,763	18,819	13,395
	Transitional Housing Services Non-Departmental Output Expenses	-	10,029	12,694	15,936	17,217
	Acquisition, Development and Construction of Transitional Housing Non-Departmental Capital Expenditure	-	20,737	-	-	-

Policy Initiative	Appropriation	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Establishing the Ministry	Community Housing Regulatory Authority Departmental Output Expense	99	-	-	-	-
	Facilitating the Redevelopment of Surplus Crown Land Departmental Output Expense	508	-	-	-	-
	KiwiBuild Unit Departmental Output Expense	2,022	-	-	-	-
	Management of Housing Places, Providers and Services Departmental Output Expense	884	(30)	(30)	(30)	(30)
	Policy Advice and Related Outputs MCA - Policy Advice Departmental Output Expense	5,115	(30)	(30)	(30)	(30)
Te Atatu Development	KiwiBuild Operations Non-Departmental Output Expense	1,450	-	-	-	-
Reprioritisation of Funding - Housing And Urban Development - Housing Assistance	Housing Assistance Non-Departmental Other Expense	-	(370)	(370)	(370)	(370)
Reprioritisation of Funding - Housing And Urban Development - Housing New Zealand Corporation Support Services	Housing New Zealand Corporation Support Services Non-Departmental Output Expense	-	(1,000)	(1,000)	(1,000)	(1,000)
Reprioritisation of Funding - Housing And Urban Development - Management Of Crown Properties Held Under The Housing Act 1955	Management Of Crown Properties Held Under The Housing Act 1955 Non-Departmental Output Expense	-	(1,387)	(1,387)	(1,387)	(1,387)
Total Initiatives		10,078	106,736	76,284	78,004	79,942

1.2 - Trends in the Vote

Summary of Financial Activity

	2014/15	2015/16	2016/17	2017/18	2018/19		2019/20			2020/21	2021/22	2022/23
	Actual \$000	Actual \$000	Actual \$000	Actual \$000	Final Budgeted \$000	Estimated Actual \$000	Departmental Transactions Budget \$000	Non- Departmental Transactions Budget \$000	Total Budget \$000	Estimated \$000	Estimated \$000	Estimated \$000
Appropriations												
Output Expenses	-	-	-	-	115,331	98,916	46,316	485,756	532,072	867,119	696,907	25,619
Benefits or Related Expenses	-	-	-	-	73,699	65,000	N/A	106,120	106,120	106,120	106,120	106,120
Borrowing Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	-	-	-	-	230,617	224,920	-	789	789	789	789	789
Capital Expenditure	-	-	-	-	5,203	5,203	400	255,107	255,507	173,694	161,267	103,907
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-	-	N/A	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)												
<i>Output Expenses</i>	-	-	-	-	873,756	855,063	20,338	1,253,339	1,273,677	1,371,225	1,474,951	1,477,569
<i>Other Expenses</i>	-	-	-	-	51,508	8,078	-	22,378	22,378	4,104	20,994	20,994
<i>Capital Expenditure</i>	-	-	-	-	67,019	56,389	N/A	37,537	37,537	5,800	5,800	5,800
Total Appropriations	-	-	-	-	1,417,133	1,313,569	67,054	2,161,026	2,228,080	2,528,851	2,466,828	1,740,798
Crown Revenue and Capital Receipts												
Tax Revenue	-	-	-	-	-	-	N/A	-	-	-	-	-
Non-Tax Revenue	-	-	-	-	4,914	4,914	N/A	109,730	109,730	667,873	731,688	646,513
Capital Receipts	-	-	-	-	300	300	N/A	31,600	31,600	20,200	-	31,200
Total Crown Revenue and Capital Receipts	-	-	-	-	5,214	5,214	N/A	141,330	141,330	688,073	731,688	677,713

Note - where restructuring of the vote has occurred then, to the extent practicable, prior years information has been restated as if the restructuring had occurred before the beginning of the period covered. In this instance Total Appropriations for the Budgeted and Estimated Actual year may not equal Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations in the Details of Appropriations and Capital Injections.

Adjustments to the Summary of Financial Activity Table Due to Vote Restructuring

There have been no restructuring adjustments to prior year information in the Summary of Financial Activity table.

Part 2 - Details of Departmental Appropriations

2.1 - Departmental Output Expenses

Administering the Legacy Social Housing Fund (M96)

Scope of Appropriation

This appropriation is limited to the administration costs of the Legacy Social Housing Fund.
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Expenses and Revenue

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	692	692	600
Revenue from the Crown	692	692	600
Revenue from Others	-	-	-

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Building and Housing; Departmental Output Expenses: Administering the Legacy Social Housing Fund	77	77	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve safe, healthy and affordable homes through the effective and efficient administration of the Legacy Social Housing Fund.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Effective and efficient administration of the Legacy Social Housing Fund	Achieve	Achieved	Achieve

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Housing and Urban Development in its annual report.

Reasons for Change in Appropriation

As the Vote was established on 1 October 2018, the 2019/20 appropriation represents the agreed funding transfers from Vote Building and Housing for a full year offset by initial one-off establishment funding of \$169,000 provided in 2018/19 from Vote Social Housing.

Community Housing Regulatory Authority (M96)

Scope of Appropriation

This appropriation is limited to the administration of the Community Housing Regulatory Authority.

Expenses and Revenue

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,104	1,104	700
Revenue from the Crown	1,104	1,104	700
Revenue from Others	-	-	-

Comparators for Restructured Appropriation

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote, Type and Title of Appropriation			
Vote Building and Housing; Departmental Output Expenses: Community Housing Regulatory Authority	319	319	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve efficient registration and regulation of Community Housing providers in order to ensure that their tenants are appropriately housed, and support the growth of a fair, efficient and transparent community housing sector.

How Performance will be Assessed and End of Year Reporting Requirements

	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Applications for registering of Community Housing providers are processed within 60 working days	90%	90%	90%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Housing and Urban Development in its annual report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
Establishment of Ministry	2018/19	99	-	-	-	-
Previous Government						
Social Housing Reform Programme	2015/16	700	700	700	700	700

Reasons for Change in Appropriation

As the Vote was established on 1 October 2018, the 2019/20 appropriation represents the agreed funding transfers from Vote Building and Housing for a full year offset by additional one-off funding of \$199,000 for initial establishment activity in 2018/19.

Consenting in Special Housing Areas (M96)

Scope of Appropriation

This appropriation is limited to the costs of providing resource consenting processes in Special Housing Areas where a Special Housing Area is declared outside a Housing Accord.

Expenses and Revenue

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	3,000	-	3,000
Revenue from the Crown	-	-	-
Revenue from Others	3,000	-	3,000

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve certainty and assurance to the public that resource consenting will be carried out for Special Housing Areas.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Resource consents issued according to statutory timeframes	100%	100%	100%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Housing and Urban Development in its annual report.

Facilitating the Redevelopment of Surplus Crown Land (M96)

Scope of Appropriation

This appropriation is limited to the activities associated with the facilitation of Crown land redevelopment.

Expenses and Revenue

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	2,454	2,454	2,503
Revenue from the Crown	2,454	2,454	2,503
Revenue from Others	-	-	-

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Building and Housing; Departmental Output Expenses: Redevelopment of Surplus Crown Land	1,424	1,424	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve safe, healthy and affordable homes by the effective and efficient redevelopment of surplus Crown land.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Compliance with relevant legislation, Government policy and Treaty settlement provisions in relation to acquisition, development and disposal of land	100%	100%	100%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Housing and Urban Development in its annual report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
Establishment of Ministry	2018/19	508	-	-	-	-
Previous Government						
Vacant and Underutilised Crown Land Programme - Land Acquisition	2017/18	500	500	500	500	500
Redevelopment of Surplus Crown Land	2015/16	2,003	2,003	2,003	2,003	2,003

Reasons for Change in Appropriation

As the Vote was established on 1 October 2018, the 2019/20 appropriation represents the agreed funding transfers from Vote Building and Housing for a full year offset by additional one-off funding of \$508,000 for initial establishment activity.

KiwiBuild Unit (M96)

Scope of Appropriation

This appropriation is limited to the activities associated with the facilitation and implementation of the KiwiBuild Programme.

Expenses and Revenue

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	16,849	13,000	24,250
Revenue from the Crown	16,849	13,000	24,250
Revenue from Others	-	-	-

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Building and Housing; Departmental Output Expenses: KiwiBuild Unit	5,781	5,781	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to facilitate the development of KiwiBuild affordable homes.

How Performance will be Assessed and End of Year Reporting Requirements

	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Number of greenfield and urban regeneration projects investigated, or due diligence completed	5	5	5

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Housing and Urban Development in its annual report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
Establishment of Ministry	2018/19	2,022	-	-	-	-
KiwiBuild Programme	2017/18	7,697	-	-	-	-

Reasons for Change in Appropriation

As the Vote was established on 1 October 2018, the 2019/20 appropriation represents the agreed funding transfers from Vote Building and Housing and transfer from KiwiBuild Non-Departmental appropriations for a full year.

Management of Housing Places, Providers and Services (M96)*Scope of Appropriation*

This appropriation is limited to negotiating and managing contracts with housing and housing support service providers, and administering payments for housing places and support services.

Expenses and Revenue

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	13,473	13,473	15,263
Revenue from the Crown	12,165	12,165	15,263
Revenue from Others	1,308	1,308	-

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Social Housing; Social Housing Outcomes Support MCA: Departmental Output Expenses: Services to Support People to Access Accommodation	36,663	36,663	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve essential contract management and administrative services for public and transitional housing places and support services provided to those in need.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Public housing, transitional housing and responses to housing and homelessness will be delivered in accordance with the work programme agreed with Minister	100%	100%	100%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Housing and Urban Development in its annual report.

Reasons for Change in Appropriation

As the Vote was established on 1 October 2018, the 2019/20 appropriation represents the agreed funding transfers from Vote Social Housing and additional Budget 2019 funding of \$5.000 million for 2019/20 only to cover the decreasing funding profile.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
Ministry of Housing And Urban Development Capability - Baseline Funding	2019/20	-	5,000	-	-	-
Establishment of Ministry	2018/19	884	(30)	(30)	(30)	(30)

2.3 - Departmental Capital Expenditure and Capital Injections

Ministry of Housing and Urban Development - Capital Expenditure PLA (M96)

Scope of Appropriation

This appropriation is limited to the purchase or development of assets by and for the use of the Ministry of Housing and Urban Development, as authorised by section 24(1) of the Public Finance Act 1989

Capital Expenditure

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	1,000	1,000	-
Intangibles	-	-	-
Other	-	-	400
Total Appropriation	1,000	1,000	400

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the implementation of the Ministry of Housing and Urban Development's capital expenditure plan.

How Performance will be Assessed and End of Year Reporting Requirements

	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Capital expenditure is in accordance with the Capital Asset Management Plan	New in 2019/20	New in 2019/20	Achieve

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Housing and Urban Development in its annual report.

Reasons for Change in Appropriation

The decrease in this appropriation represents the one-off capital investment required to establish the Ministry in 2018/19 being higher than capital requirements in 2019/20.

*Capital Injections and Movements in Departmental Net Assets***Ministry of Housing and Urban Development**

Details of Net Asset Schedule	2018/19 Estimated Actual \$000	2019/20 Projected \$000	Explanation of Projected Movements in 2019/20
Opening Balance	-	5,600	
Capital Injections	8,229	400	The amount of \$400,000 has been transferred into 2019/20 to fund future fixed asset purchases that could not be made in 2018/19.
Capital Withdrawals	(2,629)	-	The estimated actual amount represents a capital to operating swap for IT services and the residual amounts upon transferring of asset and liabilities to the new Ministry.
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
Closing Balance	5,600	6,000	

Part 3 - Details of Non-Departmental Appropriations

3.1 - Non-Departmental Output Expenses

Financial capability services to support Pacific households into home ownership (M96)

Scope of Appropriation

This appropriation is limited to the provision of financial capability services for Pacific Island households.

Expenses

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	630

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve greater knowledge for Pacific Island households to sustain home ownership over time.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of the annual appropriation for a non-departmental other expense is less than \$5 million.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Housing and Urban Development in its annual report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
Supporting Pacific Island Households into Home Ownership through Financial Capability Services	2019/20	-	630	630	750	630

Reasons for Change in Appropriation

This appropriation was established in 2019/20.

Housing New Zealand Corporation Support Services (M96)

Scope of Appropriation

This appropriation is limited to housing related services from Housing New Zealand Corporation, including home ownership initiatives and Healthy Housing.

Expenses

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	9,350	9,350	10,698

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Building and Housing; Non-Departmental Output Expenses: HNZN Housing Support Services	2,348	2,348	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve improved access to home ownership.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Maximum number of new loans underwritten through the Welcome Home Loan programme	2,500	1,289	2,500

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Housing New Zealand Corporation in its annual report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
Reprioritisation of Funding - Housing and Urban Development - Housing New Zealand Corporation Support Services	2019/20	-	(1,000)	(1,000)	(1,000)	(1,000)
Previous Government						
Establish a multi-category appropriation for Community Group Housing	2015/16	(2,400)	(2,400)	(2,400)	(2,400)	(2,400)
Increase for Resourcing to Support the new HomeStart Policy Programme	2015/16	916	916	916	916	916
KiwiSaver Administration Increased Costs	2014/15	466	466	466	466	466

Reasons for Change in Appropriation

As the Vote was established on 1 October 2018, the 2019/20 appropriation represents the agreed funding transfers from Vote Building and Housing and a reduction of \$1 million in Budget 2019 funding to align to recent expenditure trends.

Conditions on Use of Appropriation

Reference	Conditions
Cabinet decision updated by briefing notes to the Minister	Welcome Home Loans are only available to applicants that meet income and credit criteria set by participating tenders and Housing New Zealand Corporation.

KiwiBuild Housing (M96)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
KiwiBuild Housing (M96)	Original Appropriation	2,039,923
This appropriation is limited to the acquisition, construction and provision of KiwiBuild dwellings.	Adjustments to 2017/18	-
	Adjustments for 2018/19	-
Commences: 01 October 2018	Adjusted Appropriation	2,039,923
Expires: 30 June 2022	Actual to 2017/18 Year End	-
	Estimated Actual for 2018/19	55,835
	Estimate for 2019/20	474,420
	Estimated Appropriation Remaining	1,509,668

What is Intended to be Achieved with this Appropriation

This appropriation is intended to facilitate the development of KiwiBuild affordable homes.

How Performance will be Assessed and End of Year Reporting Requirements

	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Progress towards 100,000 KiwiBuild affordable homes by 2028	Achieve	Achieved	Achieve

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister of Housing and Urban Development in the Vote Housing and Urban Development Non-Departmental Appropriations Report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
KiwiBuild Programme	2018/19	210,000	-	-	-	-
KiwiBuild Programme - KiwiBuild Capital	2018/19	-	100,000	510,000	1,035,735	-

The funding from the "KiwiBuild Programme - KiwiBuild Capital" initiative has been transferred to this appropriation from the KiwiBuild Capital Multi-Year appropriation, in order to ensure compliance with the relevant inventory accounting standards.

Management of Crown Properties held under the Housing Act 1955 (M96)*Scope of Appropriation*

This appropriation is limited to the administration and management of Crown owned properties held under the Housing Act 1955.

Expenses

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,392	8	8

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Building and Housing; Non-Departmental Output Expenses: Management of Crown Properties held under the Housing Act 1955	3	3	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the effective and efficient administration and management of properties held under the Housing Act 1955.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of this annual appropriation for a non-departmental output expense is less than \$5 million.

Reasons for Change in Appropriation

The decrease in appropriation of \$1.387 million per year represents an agreed reduction to match the expected expenditure for 2018/19 in outyears.

Conditions on Use of Appropriation

Reference	Conditions
Housing Act 1955 (section 32)	Any money required to carry out works authorised under Part 1 of the Housing Act 1955 may be paid out of money appropriated by Parliament for the purpose.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
Reprioritisation of Funding - Housing and Urban Development - Management of Crown Properties Held Under the Housing Act	2019/20	-	(1,387)	(1,387)	(1,387)	(1,387)

3.2 - Non-Departmental Benefits or Related Expenses

KiwiSaver HomeStart Grant (M96)

Scope of Appropriation

This appropriation is limited to KiwiSaver HomeStart grants for people who meet the required eligibility criteria.

Expenses

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	73,699	65,000	106,120

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Building and Housing; Non-Departmental Benefits or Related Expenses: KiwiSaver HomeStart grant	22,421	22,421	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve improved access to home ownership.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s15D(2)(b)(ii) of the Public Finance Act 1989, as additional performance information is unlikely to be informative because this appropriation is solely for payments of the KiwiSaver HomeStart grant under the KiwiSaver Act 2006. Performance information relating to the administration of the payment is provided by the Housing New Zealand Corporation in its annual report.

Reasons for Change in Appropriation

As the Vote was established on 1 October 2018, the 2019/20 appropriation represents the agreed funding transfers from Vote Building and Housing for a full year.

Conditions on Use of Appropriation

Reference	Conditions
KiwiSaver Act 2006	First home withdrawal is provided for in the KiwiSaver Act 2006. It is administered by KiwiSaver scheme providers and allows KiwiSaver members to withdraw part or all of their savings (excluding the Government's contribution of tax credits) to put towards the purchase of a first home.
Cabinet decisions	<p>In April 2015, Cabinet agreed that home ownership assistance for first home buyers participating in KiwiSaver would include a deposit subsidy and first home withdrawal where savers can withdraw part or all of their savings and accumulated interest.</p> <p>The deposit subsidy is not provided for in legislation. Cabinet approved the deposit subsidy and high level design details outside the KiwiSaver Act 2006, because the Housing New Zealand Corporation (HNZC) is already authorised to administer suspensory loans under the Housing Corporation Act 1974.</p> <p>Cabinet also delegated authority to the HNZC to apply Schedule 1 (Part 8) of the KiwiSaver Act 2006, where possible, to the deposit subsidy design. Schedule 1 provides, for example, a definition of what constitutes a first home buyer and the type of home that can be purchased.</p>

3.4 - Non-Departmental Other Expenses

Housing Assistance (M96)

Scope of Appropriation

This appropriation is limited to payments made to Housing New Zealand Corporation and other mortgage providers to compensate for the difference between the cost of funds and the rate at which funds are lent, and provide write-offs for loans.

Expenses

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	869	200	789

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Building and Housing; Non-Departmental Other Expenses: Housing Assistance	290	290	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve safe, healthy and affordable homes by providing financial assistance to Housing New Zealand Corporation and other mortgage providers.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of this annual appropriation for a non-departmental other expense is less than \$5 million.

Reasons for Change in Appropriation

As the Vote was established on 1 October 2018, the 2019/20 appropriation represents the agreed funding transfers from Vote Building and Housing for a full year offset by a \$370,000 reduction in Budget 2019 to reflect past expenditure trends.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
Reprioritisation of Funding - Housing And Urban Development - Housing Assistance	2019/20	-	(370)	(370)	(370)	(370)

3.5 - Non-Departmental Capital Expenditure

Housing Infrastructure Fund Loans (M96)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Housing Infrastructure Fund Loans (M96) This appropriation is limited to interest-free loans from the Housing Infrastructure Fund of a duration of ten years or under to Territorial Local Authorities to finance the infrastructure needed to unlock residential development.	Original Appropriation	642,824
	Adjustments to 2017/18	-
	Adjustments for 2018/19	-
	Adjusted Appropriation	642,824
Commences: 01 October 2018	Actual to 2017/18 Year End	-
Expires: 30 June 2023	Estimated Actual for 2018/19	4,203
	Estimate for 2019/20	255,107
	Estimated Appropriation Remaining	383,514

What is Intended to be Achieved with this Appropriation

This appropriation is intended to enable council infrastructure (storm water, potable water, waste water and transport) to be developed, and to enable new houses to be built sooner.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Number of Housing Infrastructure Fund loans with a contract signed by 30 June 2019	9	9	Expired
Loan payments are made to recipients within 20 business days from receipt of a compliant drawdown notice	100%	100%	100%

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Minister of Housing and Urban Development in the Vote Housing and Urban Development Non-Departmental Appropriations report.

Part 4 - Details of Multi-Category Expenses and Capital Expenditure

4 - Multi-Category Expenses and Capital Expenditure

Community Group Housing (M96)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to purchase housing services from Housing New Zealand Corporation and Community Group Housing providers to maintain the supply of tenanted Community Group Housing properties.

Scope of Appropriation

Non-Departmental Output Expenses

Community Group Housing Market Rent Top-Up

This category is limited to the provision of funding to Housing New Zealand Corporation to pay the difference between the contracted rent with each Community Group Housing provider and market rent for the leased properties.

Non-Departmental Other Expenses

Community Housing Rent Relief

This category is limited to the provision of a rent relief fund to Community Group Housing providers for the sole purpose of helping them meet their contracted rent payments.

Non-Departmental Capital Expenditure

Acquisition and Improvement of Community Group Housing Properties

This category is limited to providing debt or equity to Housing New Zealand Corporation to acquire, modernise or reconfigure properties leased by Community Housing Providers.

Expenses, Revenue and Capital Expenditure

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	19,296	13,496	23,795
Non-Departmental Output Expenses			
Community Group Housing Market Rent Top-Up	10,418	10,418	13,891
Non-Departmental Other Expenses			
Community Housing Rent Relief	3,078	3,078	4,104
Non-Departmental Capital Expenditure			
Acquisition and Improvement of Community Group Housing Properties	5,800	-	5,800

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Non-Departmental Output Expenses			
<i>Community Group Housing Market Rent Top-Up</i>			
Vote Social Housing; Community Group Housing MCA: Non-Departmental Output Expenses: Community Group Housing Market Rent Top-Up	3,473	3,473	-
Non-Departmental Other Expenses			
<i>Community Housing Rent Relief</i>			
Vote Social Housing; Community Group Housing MCA: Non-Departmental Output Expenses: Community Housing Rent Relief	1,026	1,026	-
Total	4,499	4,499	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve safe, healthy and affordable homes by supporting third party providers of social and/or affordable housing services.

How Performance will be Assessed for this Appropriation

The performance will be assessed by Housing New Zealand Corporation's support to community group providers by making available up to 1,500 community group housing properties and related housing services.

What is Intended to be Achieved with each Category and How Performance will be Assessed

Assessment of Performance	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Non-Departmental Output Expenses			
<i>Community Group Housing Market Rent Top-Up</i>			
This category is intended to achieve safe, healthy and affordable homes with the purchase of housing services from Housing New Zealand Corporation.			
An exemption was granted under s15D(2)(b)(ii) of the Public Finance Act 1989, as additional performance information is unlikely to be informative in light of the nature of the transaction or causal event giving rise to the expense.	Exempted	Exempted	Exempted
Non-Departmental Other Expenses			
<i>Community Housing Rent Relief</i>			
This category is intended to achieve safe, healthy and affordable homes by the provision of rent relief to service provider tenants of the Community Group Housing properties.			
An exemption was granted under s15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of the annual appropriation for a non-departmental other expense is less than \$5 million.	Exempted	Exempted	Exempted

Assessment of Performance	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Non-Departmental Capital Expenditure			
Acquisition and Improvement of Community Group Housing Properties			
This category is intended to achieve the acquisition, modernisation or reconfiguration of Housing New Zealand Corporation state houses to ensure safe, healthy and affordable homes.			
An exemption was granted under s15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of this annual appropriation for a non-departmental capital expenditure is less than \$15 million.	Exempted	Exempted	Exempted

Service Providers for the Multi-Category Appropriation

Housing New Zealand Corporation is the sole service provider.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Housing and Urban Development in its annual report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
Non-Departmental Output Expenses						
<i>Community Group Housing Market Rent Top-Up</i>						
Community Group Housing Market Rent Top-Up	2018/19	3,431	3,431	3,431	3,431	3,431
Previous Government						
Non-Departmental Output Expenses						
<i>Community Group Housing Market Rent Top-Up</i>						
Community Group Housing Market Rent Top-Up	2015/16	8,060	8,060	8,060	8,060	8,060

Reasons for Change in Appropriation

As the Vote was established on 1 October 2018, the 2019/20 appropriation represents the agreed funding transfers from Vote Social Housing for a full year.

Policy Advice and Related Outputs (M96)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to provide policy advice and other support to Ministers in discharging their policy decision-making and other portfolio responsibilities.

Scope of Appropriation

Departmental Output Expenses

Crown Monitoring Advice

This category is limited to activity related to performance monitoring Housing New Zealand Corporation and Tamaki Redevelopment Company and governance advice to the Minister of Housing and Urban Development in respect of these agencies.

Policy Advice

This category is limited to advice (including second opinion advice and contributions to policy advice led by other agencies) to support decision making by Ministers on government policy matters relating to housing and urban development.

Related Services to Ministers

This category is limited to the provision of support, information and services to Ministers to enable them to discharge their portfolio (other than policy decision-making) responsibilities on matters relating to housing and urban development.

Expenses, Revenue and Capital Expenditure

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	17,374	17,374	20,338
Departmental Output Expenses			
Crown Monitoring Advice	347	347	432
Policy Advice	15,844	15,844	19,646
Related Services to Ministers	1,183	1,183	260
Funding for Departmental Output Expenses			
Revenue from the Crown	17,233	17,233	20,338
Crown Monitoring Advice	347	347	432
Policy Advice	15,703	15,703	19,646
Related Services to Ministers	1,183	1,183	260
Revenue from Others	141	141	-
Policy Advice	141	141	-

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Departmental Output Expenses			
<i>Crown Monitoring Advice</i>			
Vote Finance; Departmental Output Expenses: Crown Company Monitoring Advice to the Minister for State Owned Enterprises and Other Responsible Ministers	90	90	-
<i>Policy Advice</i>			
Vote Building and Housing; Policy Advice and Related Outputs MCA; Departmental Output Expenses: Policy Advice - Building and Housing	2,600	2,600	-
Vote Business, Science and Innovation; Policy Advice and Related Outputs MCA: Departmental Output Expenses: Policy Advice - Economic Development	115	115	-
Vote Labour Market; Policy Advice and Related Outputs MCA: Departmental Output Expenses: Policy Advice - Employment	60	60	-
Vote Social Development; Departmental Output Expenses: Policy Advice	600	600	-
Vote Social Development; Departmental Output Expenses: Data, Analytics and Evidence Services	75	75	-
<i>Related Services to Ministers</i>			
Vote Building and Housing; Policy Advice and Related Outputs MCA: Departmental Output Expenses: Related Services to Ministers - Building and Housing	60	60	-
Total	3,600	3,600	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve effective policy advice, Crown entity monitoring and support to Ministers.

How Performance will be Assessed for this Appropriation

Assessment of Performance	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment satisfaction of Minister annually	Reach, or exceeding 70%	Reach, or exceeding 70%	Reach, or exceeding 70%

What is Intended to be Achieved with each Category and How Performance will be Assessed

	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Departmental Output Expenses			
Crown Monitoring Advice			
This appropriation is intended to ensure appropriate financial and social returns, and long-term value is achieved from Crown entities monitored under this appropriation.			
Minister is satisfied with the information and advice received supporting him in his role as shareholder of Crown entities	Achieve	Achieved	Achieve
Policy Advice			
This category is intended to achieve the provision of high-quality policy advice to support Ministerial decision-making on government policy matters relating to housing and urban development.			
Technical quality of policy advice papers assessed by a survey with a methodological robustness of 80%	At least an average of 73%	73%	At least an average of 73%
Related Services to Ministers			
This category is intended to achieve the provision of effective and efficient ministerial services to enable the Minister to discharge their housing and urban development portfolio responsibilities.			
Percentage of request completed within either specified or statutory timeframes			
• Ministerial correspondence	95% or above	95%	95% or above
• Ministerial Official Information Act 1982 requests	95% or above	95%	95% or above
• Parliamentary Questions	95% or above	95%	95% or above

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Housing and Urban Development in its annual report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
Ministry of Housing And Urban Development Capability - Baseline Funding	2019/20	-	5,000	-	-	-
Establishment of Ministry	2018/19	5,115	(30)	(30)	(30)	(30)
KiwiBuild Programme	2017/18	2,399	-	-	-	-

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Previous Government						
Housing Infrastructure Fund	2017/18	1,000	500	500	500	500
National Policy Statement on Urban Development Capacity - Implementation	2017/18	356	239	90	90	90
Building and Housing Priorities	2015/16	2,270	2,270	2,270	2,270	2,270
Social Housing Reform Programme	2015/16	1,143	1,143	1,143	1,143	1,143
Redevelopment of Surplus Crown Land	2015/16	2,003	2,003	2,003	2,003	2,003

Reasons for Change in Appropriation

As the Vote was established on 1 October 2018, the 2019/20 appropriation represents the agreed funding transfers from Vote Social Housing and Vote Social Development for a full year offset by time limited funding agreed in 2018/19. Additional funding in Budget 2019 of \$5 million has been provided to partially extend this time limited funding for 2019/20 only.

Public Housing (M96)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to secure and purchase the provision of public housing and associated support services.

Scope of Appropriation

Non-Departmental Output Expenses

Purchase of Public Housing Provision

This category is limited to purchasing the provision of public housing and related services from public housing providers in accordance with reimbursement agreements or tailored agreements under the Housing Restructuring and Tenancy Matters Act 1992.

Services for People in Need of or at risk of Needing Public Housing

This category is limited to the provision of support services to those in need of public housing or those at risk of entering or exiting public housing.

Services Related to the Provision of Public Housing

This category is limited to the provision of services related to the provision of public housing by a public housing provider.

Non-Departmental Other Expenses

Support for the Provision of Public Housing Supply

This category is limited to providing support to secure access to properties for public housing providers to use for public housing.

Expenses, Revenue and Capital Expenditure

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	802,873	740,750	1,150,597
Non-Departmental Output Expenses			
Purchase of Public Housing Provision	733,457	725,000	1,093,458
Services for People in Need of or at risk of Needing Public Housing	20,236	10,000	37,965
Services Related to the Provision of Public Housing	750	750	900
Non-Departmental Other Expenses			
Support for the Provision of Public Housing Supply	48,430	5,000	18,274

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Non-Departmental Output Expenses			
<i>Purchase of Public Housing Provision</i>			
Vote Social Housing; Social Housing Purchasing MCA: Non-Departmental Output Expenses: Purchase of Social Housing Provision	240,396	240,396	-
<i>Services for People in Need of or at risk of Needing Public Housing</i>			
Vote Social Housing; Social Housing Outcomes Support MCA: Non-Departmental Output Expenses: Services Related to Supporting Outcomes for Those in Need of or at Risk of Needing Social Housing	1,459	1,459	-
<i>Services Related to the Provision of Public Housing</i>			
Vote Social Housing; Social Housing Purchasing MCA: Non-Departmental Output Expenses: Services Related to the Provision of Public Housing	150	150	-
Non-Departmental Other Expenses			
<i>Support for the Provision of Public Housing Supply</i>			
Vote Social Housing; Social Housing Purchasing MCA: Non-Departmental Other Expenses: Support for the Provision of Social Housing Supply	22,958	22,958	-
Total	264,963	264,963	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve better access to public housing places by providing payments to secure access to properties for public housing providers and the purchase of public housing provision.

How Performance will be Assessed for this Appropriation

The total number of public housing places (see Note 1) provided by all public housing providers will be between 67,000 and 72,000.

Note 1 - A public housing place is defined for this purpose as a property that is available for a tenant who may be eligible for the Income Related Rent Subsidy (IRRS), and includes:

- any house provided by Housing New Zealand Corporation (HNZC) (excluding community group housing, but including IRRS tenancies, market rent tenancies, and vacant properties), and
- or an IRRS tenancy or market rent tenancy provided by a registered Community Housing Provider (CHP).

What is Intended to be Achieved with each Category and How Performance will be Assessed

Assessment of Performance	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Non-Departmental Output Expenses			
Purchase of Public Housing Provision			
This category is intended to achieve an increase in public housing support for eligible people through the payment of income-related rent subsidy.			
The number of tenancies subsidised by an income-related rent subsidy will be no less than: (see Note 1)	62,000	65,598	62,000
Services for People in Need of or at risk of Needing Public Housing			
This category is intended to achieve an increase in the number of people who are able to secure and sustain tenancies, and transition to housing independence.			
The number of contracted (see Note 2) chronic homeless households (see Note 3) able to be placed and supported into secure and stable (see Note 4) accommodation under the Housing First initiative, will be between:	500 - 600	772	500 - 600
Services Related to the Provision of Public Housing			
This category is intended to achieve continuity of support for public housing tenants who previously had the cost of water rate charges paid for and to fund the sector body.			
An exemption was granted under s15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of the annual appropriation for a non-departmental other expense is less than \$5 million.	Exempted	Exempted	Exempted
Non-Departmental Other Expenses			
Support for the Provision of Public Housing Supply			
This category is intended to achieve an increase in public housing places through the provision of payments to secure access to properties for public housing providers.			
The number of income-related rent subsidy places contracted from community housing providers will be no less than:	4,500	6,298	4,500
The number of income-related rent subsidy places contracted from Housing New Zealand will be no less than:	57,500	59,300	57,500

Note 1 - With the number of HNZN IRRS places being no less than 57,500, and the number of CHP IRRS places being no less than 4,500.

Note 2 - Under executed service agreement between the Provider and the Ministry of Housing and Urban Development.

Note 3 - Individuals, couples and/or families/whānau who:

- are homeless for longer than 12 months, or
- have experienced four episodes of homelessness or more within the last three years where the combined duration of these episodes equals 12 months or more, and where these episodes were separated by periods of seven or more days of non-homelessness.

Note 4 - Secure and stable accommodation is defined as long-term stable accommodation that is likely to last at least six months (public or private housing).

Service Providers for the Multi-Category Appropriation

Provider	2018/19 Final Budgeted \$000	2018/19 Estimated Actual \$000	2019/20 Budget \$000	Expiry of Resourcing Commitment
Purchase of Public Housing Provision				
Housing New Zealand Corporation	882,536	882,536	Under Negotiation	Contract reviewed annually
Tamaki Housing Association Limited Partnership	44,000	44,000	Under Negotiation	Contract reviewed annually
Accessible Properties New Zealand Limited	15,121	15,121	Under Negotiation	Contract reviewed annually
Otautahi Community Housing Trust	3,682	3,682	Under Negotiation	Contract reviewed annually
VisionWest Community Trust	3,598	3,598	Under Negotiation	Contract reviewed annually
Other providers	28,714	28,714	Under Negotiation	Contract reviewed annually
Total Purchase of Public Housing Provision	977,651	977,651	1,084,418	
Services for People in Need of or at risk of Needing Public Housing				
Mental Health Solutions Limited	2,349	2,349	Under Negotiation	Contract reviewed annually
Christchurch Methodist Mission	1,864	1,864	Under Negotiation	Contract reviewed annually
Kahui Tu Kaha Limited	1,621	1,621	Under Negotiation	Contract reviewed annually
Emerge Aotearoa Limited	813	813	Under Negotiation	Contract reviewed annually
The Lifewise Trust	610	610	Under Negotiation	Contract reviewed annually
Other providers	14,438	14,438	Under Negotiation	Contract reviewed annually
Total Services for People in Need of or at risk of Needing Public Housing	21,695	21,695	13,159	

Provider	2018/19 Final Budgeted \$000	2018/19 Estimated Actual \$000	2019/20 Budget \$000	Expiry of Resourcing Commitment
Services Related to the Provision of Public Housing				
Community Housing Aotearoa Incorporated	600	600	Under Negotiation	Contract reviewed annually
Accessible Properties NZ Limited	300	300	Under Negotiation	Contract reviewed annually
Total Services Related to the Provision of Public Housing	900	900	900	
Support for the Provision of Public Housing Supply				
Community of Refuge Trust	12,612	12,612	Under Negotiation	Contract reviewed annually
Auckland City Mission	6,500	6,500	Under Negotiation	Contract reviewed annually
The ASH Foundation Trustee Limited	5,100	5,100	Under Negotiation	Contract reviewed annually
Accessible Properties NZ Limited	3,638	3,638	Under Negotiation	Contract reviewed annually
The Mahitahi Kāinga Trust	3,109	3,109	Under Negotiation	Contract reviewed annually
Other providers	44,979	44,979	Under Negotiation	Contract reviewed annually
Total Support for the Provision of Public Housing Supply	75,938	75,938	18,274	

The table above shows the significant service providers for this appropriation. The 2018/19 final budgeted figure reflects the annual contracted amount, and the actual expenditure for 2018/19 is a combination of spending across two votes (Vote Social Housing and Vote Housing and Urban Development) to provide an accurate comparative.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Housing and Urban Development in its annual report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
Non-Departmental Output Expenses						
Purchase of Public Housing Provision						
Maintaining and strengthening the Housing First Programme as a Response to Ending Homelessness	2019/20	-	9,067	17,866	24,806	35,258
Incomes for People Receiving Benefits - Indexing Main Benefits, Removing Deductions and Changing Abatement Thresholds	2019/20	-	(27)	(3,409)	(8,750)	(12,186)
Housing First - Expansion into New Cities and Regions	2018/19	1,125	3,393	5,911	8,731	8,731

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Public Housing - Funding for Existing and Additional Supply	2018/19	(13,697)	32,403	72,287	117,288	117,288
Family Package	2017/18	3,278	(2,612)	(2,665)	(2,665)	(2,665)
Services for People in Need of or at risk of Needing Public Housing						
Maintaining and strengthening the Housing First Programme as a Response to Ending Homelessness	2019/20	-	24,806	24,557	29,260	28,445
Housing First - Expansion into New Cities and Regions	2018/19	2,662	4,673	6,685	8,697	8,697
Housing First - Funding to Resource the Current Programme	2018/19	7,715	6,410	6,410	-	-
Non-Departmental Other Expenses						
Support for the Provision of Public Housing Supply						
Public Housing - Funding for Existing and Additional Supply	2018/19	(360)	14,044	(16,890)	-	-
Previous Government						
Non-Departmental Output Expenses						
Purchase of Public Housing Provision						
Family Incomes Package	2017/18	(6,183)	(4,940)	(4,940)	(4,940)	(4,940)
Housing First Expansion	2017/18	2,159	3,695	5,311	5,311	5,311
Positive Pathways for People with a Corrections History	2017/18	2,015	3,513	5,145	5,145	5,145
Increasing the Supply of Social Housing in Auckland	2016/17	9,596	(50)	-	-	-
Social Housing - Additional Income-Related Rent Subsidy Funding	2016/17	52,360	24,310	24,310	24,310	24,310
Services for People in Need of or at risk of Needing Public Housing						
Housing First Expansion	2017/18	938	938	938	938	938
Positive Pathways for People with a Corrections History	2017/18	438	438	438	438	438
Services Related to the Provision of Public Housing						
Social Housing - Water Rates in Tauranga for transferred Social Housing Properties	2016/17	300	300	300	300	300
Non-Departmental Other Expenses						
Support for the Provision of Public Housing Supply						
Increasing the Supply of Social Housing in Auckland	2016/17	13,770	(16,890)	-	-	-
Social Housing - Additional Income-Related Rent Subsidy Funding	2016/17	26,410	16,890	16,890	16,890	16,890

Reasons for Change in Appropriation

As the Vote was established on 1 October 2018, the 2019/20 appropriation represents the agreed funding transfers from Vote Social Housing for a full year and an increase in the Housing First Programme to 2,700 places. The total additional policy initiative funding for 2019/20 was \$33.846 million.

Transitional Housing (M96)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to fund the delivery of transitional housing places and services in New Zealand.

Scope of Appropriation

Non-Departmental Output Expenses

Provision of Transitional Housing Places

This category is limited to supporting transitional housing providers to provide transitional housing places.

Transitional Housing Services

This category is limited to payments to transitional housing providers on a per household basis to cover tenancy and property management, and services to support tenants in transitional housing to move into sustainable housing.

Non-Departmental Capital Expenditure

Acquisition, Development and Construction of Transitional Housing

This appropriation is limited to funding the acquisition, construction and development or redevelopment of land or properties for the purpose of providing transitional housing.

Expenses, Revenue and Capital Expenditure

	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	152,740	147,910	138,862
Non-Departmental Output Expenses			
Provision of Transitional Housing Places	50,876	50,876	58,762
Transitional Housing Services	40,645	40,645	48,363
Non-Departmental Capital Expenditure			
Acquisition, Development and Construction of Transitional Housing	61,219	56,389	31,737

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2018/19		2019/20
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Non-Departmental Output Expenses			
<i>Provision of Transitional Housing Places</i>			
Vote Social Housing; Transitional Housing MCA: Non-Departmental Output Expenses: Provision of Transitional Housing Places	14,576	14,576	-
<i>Transitional Housing Services</i>			
Vote Social Housing; Transitional Housing MCA: Non-Departmental Output Expenses: Transitional Housing Services	8,793	8,793	-
Non-Departmental Capital Expenditure			
<i>Acquisition, Development and Construction of Transitional Housing</i>			
Vote Social Housing; Transitional Housing MCA: Non-Departmental Capital Expenditure: Acquisition, Development and Construction of Transitional Housing	23,349	23,349	-
Total	46,718	46,718	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve better outcomes for vulnerable households through the provision of transitional housing and associated support services.

How Performance will be Assessed for this Appropriation

Performance will be assessed by delivering between 2,000 and 2,200 transitional housing places and associated support services (where applicable).

What is Intended to be Achieved with each Category and How Performance will be Assessed

Assessment of Performance	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Non-Departmental Output Expenses			
Provision of Transitional Housing Places			
This category is intended to achieve improved access to transitional places for eligible families and individuals across New Zealand.			
The number of transitional housing places (see Note 1) in areas of demand will be between:	2,000 - 2,200	2,873	2,600 - 2,800
Transitional Housing Services			
This category is intended to achieve an increase in support services for the families and individuals who access the additional transitional housing places secured.			
The total number of transitional housing places that receive associated support services will be between:	1,200 - 2,200	2,865	1,800 - 2,800

Assessment of Performance	2018/19		2019/20
	Final Budgeted Standard	Estimated Actual	Budget Standard
Non-Departmental Capital Expenditure			
Acquisition, Development and Construction of Transitional Housing			
This category is intended to achieve an increase in the supply of transitional housing places.			
The number of transitional housing places that will be acquired, developed or constructed will be between:	195 - 220	210	100 - 120

Note 1 - Places can house either individuals or family units. The term 'place' is used to describe the unit of housing that meets the need of a household (be it an individual or a family).

Service Providers for the Multi-Category Appropriation

Provider	2018/19 Final Budgeted \$000	2018/19 Estimated Actual \$000	2019/20 Budget \$000	Expiry of Resourcing Commitment
Provision of Transitional Housing Places				
The Salvation Army New Zealand Trust	6,233	6,233	Under negotiation	Contract reviewed annually
Auckland City Mission Housing Limited	5,093	5,093	Under negotiation	Contract reviewed annually
Emerge Aotearoa Limited	3,531	3,531	Under negotiation	Contract reviewed annually
Shri Vishnu Holdings Limited	2,384	2,384	Under negotiation	Contract reviewed annually
Anvil Court Motor Lodge Limited	1,925	1,925	Under negotiation	Contract reviewed annually
Other providers	44,577	44,577	Under negotiation	Contract reviewed annually
Total Provision of Transitional Housing Places	63,743	63,743	24,451	
Transitional Housing Services				
Emerge Aotearoa Limited	9,765	9,765	Under negotiation	Contract reviewed annually
The Salvation Army New Zealand Trust	7,720	7,720	Under negotiation	Contract reviewed annually
STRIVE Community Trust	4,796	4,796	Under negotiation	Contract reviewed annually
National Collective of Independent Women's Refuges Incorporated	2,156	2,156	Under negotiation	Contract reviewed annually
VisionWest Community Trust	1,496	1,496	Under negotiation	Contract reviewed annually
Other providers	23,505	23,505	Under negotiation	Contract reviewed annually
Total Transitional Housing Services	49,438	49,438	38,334	

The table above shows the significant service providers for this appropriation. The 2018/19 final budgeted figure reflects the annual contracted amount, whereas the actual expenditure for 2018/19 is split across two votes (Vote Social Housing and Vote Housing and Urban Development) due to the establishment of the latter Vote on 1 October 2018.

End of Year Performance Reporting

Performance information for this appropriation will be reported by the Ministry of Housing and Urban Development in its annual report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2018/19 Final Budgeted \$000	2019/20 Budget \$000	2020/21 Estimated \$000	2021/22 Estimated \$000	2022/23 Estimated \$000
Current Government						
Non-Departmental Output Expenses						
<i>Provision of Transitional Housing Places</i>						
Transitional Housing - Funding for the Continued Provision of Transitional Housing to Support Those in Need	2019/20	-	34,311	26,763	18,819	13,395
Transitional Housing - Funding to Meet Current Target	2018/19	26,216	-	-	-	-
<i>Transitional Housing Services</i>						
Transitional Housing - Funding for the Provision of Additional Places to Reduce Homelessness	2019/20	-	10,029	12,694	15,936	17,217
Transitional Housing - Funding to Meet Current Target	2018/19	27,503	16,399	15,448	15,448	15,448
Non-Departmental Capital Expenditure						
<i>Acquisition, Development and Construction of Transitional Housing</i>						
Transitional Housing - Funding for the Provision of Additional Places to Reduce Homelessness	2019/20	-	20,737	-	-	-
Transitional Housing - Funding to Meet Current Target	2018/19	68,851	-	-	-	-
Previous Government						
Non-Departmental Output Expenses						
<i>Provision of Transitional Housing Places</i>						
Measures to Support More people in Emergency Housing	2016/17	14,878	15,651	16,465	16,465	16,465
<i>Transitional Housing Services</i>						
Measures to Support More people in Emergency Housing	2016/17	21,935	21,935	21,935	21,935	21,935

Reasons for Change in Appropriation

As the Vote was established on 1 October 2018, the 2019/20 appropriation represents the agreed funding transfers from Vote Social Housing for a full year, additional funding of \$44.340 million to provide around 2,800 places offset by a decrease in capital expenditure for 2019/20 of \$29.482 million.