

Vote Housing and Urban Development

APPROPRIATION MINISTER(S): Minister of Housing (M37)

APPROPRIATION ADMINISTRATOR: Ministry of Housing and Urban Development

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

Overview of the Vote

The Minister for Housing is responsible for appropriations in Vote Housing and Urban Development for the 2020/21 financial year covering the following:

- a total of just over \$1,259 million to secure the purchase and provision of public housing and associated support services
- a total of just over \$150 million to deliver transitional housing places and associated support services
- a total of just under \$110 million to First Home Grants for people who meet the required eligibility criteria
- a total of just under \$40 million to provide advice to support decision making by Ministers on government policy matters relating to housing and urban development, and Ministerial servicing and performance monitoring
- a total of just under \$24 million to maintain the supply of tenanted Community Group Housing properties
- a total of just under \$22 million to managing and regulating housing and housing support providers (including Kāinga Ora - Homes and Communities) through negotiating, managing and paying contracts
- a total of just over \$17 million to cover expenses incurred as a result of deferred settlement agreements associated with land sales
- a total of \$13 million to increase the Housing Supply provided by Māori service providers
- a total of just under \$11 million for the delivery of services by Kāinga Ora - Homes and Communities that contribute to housing and urban development activity
- a total of just under \$6 million to the delivery and evaluation of locally-driven initiatives to respond to and prevent homelessness
- a total of just under \$3 million for activities associated with the facilitation of the purchase and redevelopment of land for housing purposes
- a total of \$3 million to increase the capacity of Māori Housing Providers to contribute to homelessness prevention
- a total of \$789,000 for payments made to Kāinga Ora - Homes and Communities 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
- a total of \$630,000 for the provision of financial capability services for Pacific Island households to sustain home ownership over time
- a total of \$500,000 for the delivery of support services for applicants to progressive home ownership schemes; and
- a total of \$8,000 for the administration and management of Crown owned properties held under the Housing Act 1955.

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	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Departmental Output Expenses			
Administering the Legacy Social Housing Fund (M37) This appropriation is limited to the administration costs of the Legacy Social Housing Fund.	600	600	-
Community Housing Regulatory Authority (M37) This appropriation is limited to the administration of the Community Housing Regulatory Authority.	1,529	1,529	-
Establishment of Kāinga-Ora - Homes and Communities (M37) This appropriation is limited to the establishment of the new housing and urban development authority: Kāinga-Ora - Homes and Communities.	3,100	3,100	-
Facilitating the Redevelopment of Surplus Crown Land (M37) This appropriation is limited to the activities associated with the facilitation of Crown land redevelopment.	2,523	2,523	-
KiwiBuild Unit (M37) This appropriation is limited to the activities associated with the facilitation and implementation of the KiwiBuild Programme.	13,501	13,501	-
Management of Housing Places, Providers and Services (M37) 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.	20,237	20,237	-
Total Departmental Output Expenses	41,490	41,490	-
Departmental Capital Expenditure			
Ministry of Housing and Urban Development - Capital Expenditure PLA (M37) 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	5,100
Total Departmental Capital Expenditure	1,000	1,000	5,100
Non-Departmental Output Expenses			
Financial capability services to support Pacific households into home ownership (M37) This appropriation is limited to the provision of financial capability services for Pacific Island households.	630	-	630
He Kūku Ki Te Kāinga - Increasing Māori Housing Supply (M37) This appropriation is limited to increasing the Housing Supply provided by Māori service providers.	7,000	2,000	13,000
He Taupua - Increasing Māori Housing Provider Capability (M37) This appropriation is limited to increasing the capacity of Māori Housing Providers to contribute to homelessness prevention.	1,000	1,000	3,000
Kāinga Ora - Homes and Communities (M37) This appropriation is limited to the delivery of services by Kāinga Ora - Homes and Communities that contribute to housing and urban development activity.	21,080	21,080	10,698
Local Innovations and Partnerships (M37) This appropriation is limited to the delivery and evaluation of locally-driven initiatives to respond to and prevent homelessness.	500	500	5,500

Titles and Scopes of Appropriations by Appropriation Type	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Management of Crown Properties held under the Housing Act 1955 (M37) This appropriation is limited to the administration and management of Crown owned properties held under the Housing Act 1955.	8	8	8
Support Services to increase home ownership (M37) This appropriation is limited to the delivery of support services for applicants to progressive home ownership schemes.	1,500	1,500	500
Kāinga Ora Support Services (M37) This appropriation is limited to housing related services from Kāinga Ora, including home ownership initiatives and Healthy Housing.	3,698	3,698	-
KiwiBuild Operations (M37) This appropriation is limited to the operating expenses incurred in relation to the facilitation, acquisition and development of KiwiBuild dwellings.	8,446	3,559	-
Total Non-Departmental Output Expenses	43,862	33,345	33,336
Benefits or Related Expenses			
First Home Grants (M37) This appropriation is limited to First Home Grants for people who meet the required eligibility criteria.	54,646	54,646	109,720
KiwiSaver HomeStart Grant (M37) This appropriation is limited to KiwiSaver HomeStart grants for people who meet the required eligibility criteria.	35,374	35,374	-
Total Benefits or Related Expenses	90,020	90,020	109,720
Non-Departmental Other Expenses			
Housing Assistance (M37) This appropriation is limited to payments made to Kāinga Ora 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.	789	789	789
Land for Housing - Deferred Settlements (M37) This appropriation is limited to expenses incurred as a result of deferred settlement agreements associated with land sales.	16,980	16,980	17,460
Social Housing Provider Development (M37) This appropriation is limited to providing support to third party providers of social and/or affordable housing services.	2,634	2,634	-
Total Non-Departmental Other Expenses	20,403	20,403	18,249
Multi-Category Expenses and Capital Expenditure			
Community Group Housing MCA (M37) The single overarching purpose of this appropriation is to purchase housing services from Kāinga Ora and Community Group Housing providers to maintain the supply of tenanted Community Group Housing properties.	23,795	23,795	23,795
Non-Departmental Output Expenses			
Community Group Housing Market Rent Top-Up This category is limited to the provision of funding to Kāinga Ora to pay the difference between the contracted rent with each Community Group Housing provider and market rent for the leased properties.	13,891	13,891	13,891

Titles and Scopes of Appropriations by Appropriation Type	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
<i>Non-Departmental Other Expenses</i>			
<i>Community Housing Rent Relief</i> 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.	4,104	4,104	4,104
<i>Non-Departmental Capital Expenditure</i>			
<i>Acquisition and Improvement of Community Group Housing Properties</i> This category is limited to providing debt or equity to Kāinga Ora to acquire, modernise or reconfigure properties leased by Community Housing Providers.	5,800	5,800	5,800
Managing the Housing and Urban Development Portfolio MCA (M37) The single overarching purpose of this appropriation is to improve the functioning of the housing sector by providing good quality advice to Ministers and effective departmental operations.	-	-	64,122
<i>Departmental Output Expenses</i>			
<i>Facilitating the Purchase and redevelopment of land for housing purposes</i> This category is limited to the activities associated with the facilitation of the purchase and redevelopment of land for housing purposes.	-	-	2,503
<i>Management of Housing Provision and Services</i> This category is limited to managing and regulating housing and housing support providers (including Kāinga Ora) through negotiating, managing and paying contracts.	-	-	21,934
<i>Policy Advice and Ministerial Servicing</i> This category is limited to advice to support decision making by Ministers on government policy matters relating to housing and urban development, and Ministerial servicing and performance monitoring.	-	-	39,685
Public Housing MCA (M37) The single overarching purpose of this appropriation is to secure and purchase the provision of public housing and associated support services.	1,151,393	1,151,393	1,259,407
<i>Non-Departmental Output Expenses</i>			
<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.	1,091,558	1,091,558	1,206,076
<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.	37,035	37,035	49,976
<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.	900	900	300
<i>Non-Departmental Other Expenses</i>			
<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.	21,900	21,900	3,055

Titles and Scopes of Appropriations by Appropriation Type	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Transitional Housing MCA (M37) The single overarching purpose of this appropriation is to fund the delivery of transitional housing places and services in New Zealand.	198,425	198,425	150,105
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.	69,762	69,762	83,028
<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.	54,363	54,363	67,077
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.	74,300	74,300	-
Policy Advice and Related Outputs MCA (M37) 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.	29,932	29,932	-
Departmental Output Expenses			
<i>Crown Monitoring Advice</i> This category is limited to activity related to performance monitoring of Kāinga Ora and Tamaki Redevelopment Company and governance advice to the Minister of Housing and Urban Development in respect of these agencies.	454	454	-
<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.	26,917	26,917	-
<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.	2,561	2,561	-
Total Multi-Category Expenses and Capital Expenditure	1,403,545	1,403,545	1,497,429
Total Annual Appropriations and Forecast Permanent Appropriations	1,600,320	1,589,803	1,663,834

Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Non-Departmental Output Expenses		
KiwiBuild Housing (M37) This appropriation is limited to the acquisition, construction and provision of KiwiBuild dwellings.	Original Appropriation	2,039,923
	Adjustments to 2018/19	-
	Adjustments for 2019/20	(344,590)
Commences: 01 October 2018	Adjusted Appropriation	1,695,333
Expires: 30 June 2022	Actual to 2018/19 Year End	96,920
	Estimated Actual for 2019/20	221,163
	Estimate for 2020/21	194,800
	Estimated Appropriation Remaining	1,182,450

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Non-Departmental Other Expenses		
Housing Infrastructure Fund - Fair Value Write Down (M37) 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 2021	Original Appropriation	190,791
	Adjustments to 2018/19	-
	Adjustments for 2019/20	(160,791)
	Adjusted Appropriation	30,000
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	30,000
	Estimate for 2020/21	-
	Estimated Appropriation Remaining	-
Write down and write off of Progressive Home Ownership Loans (M37) This appropriation is limited to the expense incurred in the fair-value write down of interest-free loans to suppliers of Progressive Home Ownership schemes and write-off of any potential bad debts associated with such loans. Commences: 01 April 2020 Expires: 30 June 2024	Original Appropriation	286,755
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	286,755
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	6,969
	Estimate for 2020/21	49,782
	Estimated Appropriation Remaining	230,004
Non-Departmental Capital Expenditure		
Housing Infrastructure Fund Loans (M37) 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 2018/19	-
	Adjustments for 2019/20	(518,464)
	Adjusted Appropriation	124,360
	Actual to 2018/19 Year End	10,597
	Estimated Actual for 2019/20	10,116
	Estimate for 2020/21	103,647
	Estimated Appropriation Remaining	-
Kāinga Ora - Homes and Communities Standby Credit Facility (M37) This appropriation is limited to financing of a credit facility to assist Kāinga Ora - Homes and Communities with short-term liquidity requirements in exceptional and temporary circumstances. Commences: 01 May 2020 Expires: 30 June 2024	Original Appropriation	1,000,000
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	1,000,000
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	-
	Estimate for 2020/21	-
	Estimated Appropriation Remaining	1,000,000
Progressive Home Ownership Fund (M37) This appropriation is limited to addressing housing affordability issues by assisting access to home ownership through progressive home ownership schemes. Commences: 01 February 2020 Expires: 30 June 2024	Original Appropriation	400,000
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	400,000
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	10,000
	Estimate for 2020/21	70,000
	Estimated Appropriation Remaining	320,000

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Vacant or Underutilised Crown Land Programme (M37) 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 2018/19	-
	Adjustments for 2019/20	(55,354)
	Adjusted Appropriation	-
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	-
	Estimate for 2020/21	-
	Estimated Appropriation Remaining	-

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

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	1,600,320	1,589,803	1,663,834
Total Forecast MYA Non-Departmental Output Expenses	221,163	221,163	194,800
Total Forecast MYA Non-Departmental Other Expenses	36,969	36,969	49,782
Total Forecast MYA Non-Departmental Capital Expenditure	20,116	20,116	173,647
Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations	1,878,568	1,868,051	2,082,063

Capital Injection Authorisations

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Ministry of Housing and Urban Development - Capital Injection (M37)	890	890	-

Supporting Information

Part 1 - Vote as a Whole

1.1 - New Policy Initiatives

Policy Initiative	Appropriation	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Operating Funding for the Ministry of Housing and Urban Development	Managing the Housing and Urban Development Portfolio MCA - Policy Advice and Ministerial Servicing Departmental Output Expenses	-	15,728	15,326	15,419	15,574
	Managing the Housing and Urban Development Portfolio MCA - Management of Housing Provision and Services Departmental Output Expenses	-	9,722	9,474	9,531	9,626
Progressive Home Ownership Implementation: Delivering on the Government Build Programme	Support Services to increase home ownership Non-Departmental Output Expenses	1,500	500	1,000	4,000	7,000
	Policy Advice and Related Outputs MCA - Policy Advice Departmental Output Expenses	1,000	-	-	-	-
	Managing the Housing and Urban Development Portfolio MCA - Policy Advice and Ministerial Servicing Departmental Output Expenses	-	7,000	5,000	5,000	3,000
	Write down and write off of Progressive Home Ownership Loans MYA Non-Departmental Other Expenses	6,969	49,782	50,782	75,173	104,049
	KiwiBuild Housing MYA Non-Departmental Output Expenses	(10,000)	(35,000)	(355,000)	-	-
	Progressive Home Ownership Fund MYA Non-Departmental Capital Expenditure	10,000	70,000	70,000	105,000	145,000
	Kāinga Ora - Homes and Communities Standby Credit Facility MYA Non-Departmental Capital Expenditure	-	-	-	-	1,000,000
Additional Public Housing Supply to Support Refugee Housing	Public Housing MCA - Purchase of Public Housing Provision Non-Departmental Output Expenses	300	4,384	8,953	14,598	14,586

Policy Initiative	Appropriation	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Increasing Provision of Māori Housing Supply	He Kūkū Ki Te Kāinga - Increasing Māori Housing Supply Non-Departmental Output Expenses	7,000	13,000	-	-	-
	He Taupua - Increasing Māori Housing Provider Capability Non-Departmental Output Expenses	1,000	3,000	-	-	-
Preventing and Reducing Homelessness	Local Innovations and Partnerships Non-Departmental Output Expenses	500	5,500	5,500	5,600	-
	Policy Advice and Related Outputs MCA - Policy Advice Departmental Output Expenses	-	2,200	2,000	-	-
	Public Housing MCA - Purchase of Public Housing Provision Non-Departmental Output Expenses	-	1,628	4,938	1,780	2,333
	Public Housing MCA - Services for People in Need of or at risk of Needing Public Housing Non-Departmental Output Expenses	3,300	6,070	5,230	-	-
	Transitional Housing MCA - Provision of Transitional Housing Places Non-Departmental Output Expenses	11,000	31,000	34,500	37,000	-
	Transitional Housing MCA - of Transitional Housing Services Non-Departmental Output Expenses	6,000	17,000	18,500	20,000	-
Resetting the Government Build Programme	First Home Grant Benefits or Related Expenses	54,646	109,720	110,020	110,320	110,520
	KiwiSaver HomeStart Grant Benefits or Related Expenses	(70,746)	(106,120)	(106,120)	(106,120)	(106,120)
Establishment of Kāinga Ora - Homes and Communities	Establishment of Kāinga Ora - Homes and Communities Departmental Output Expenses	3,100	-	-	-	-
	KiwiBuild Unit Departmental Output Expenses	(3,100)	-	-	-	-
Total		22,469	205,114	(119,897)	297,301	1,305,568

1.2 - Trends in the Vote

Summary of Financial Activity

	2015/16	2016/17	2017/18	2018/19	2019/20		2020/21			2021/22	2022/23	2023/24
	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	-	-	-	135,417	306,515	295,998	-	228,136	228,136	1,200,406	20,936	18,336
Benefits or Related Expenses	-	-	-	61,856	90,020	90,020	N/A	109,720	109,720	110,020	110,320	110,520
Borrowing Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	-	-	-	36,946	57,372	57,372	-	68,031	68,031	61,571	78,524	107,022
Capital Expenditure	-	-	-	11,470	21,116	21,116	5,100	173,647	178,747	70,900	106,000	1,146,400
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-	-	N/A	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)												
<i>Output Expenses</i>	-	-	-	867,918	1,297,441	1,297,441	64,122	1,420,348	1,484,470	1,593,155	1,594,620	1,536,411
<i>Other Expenses</i>	-	-	-	3,243	26,004	26,004	-	7,159	7,159	7,789	7,864	7,874
<i>Capital Expenditure</i>	-	-	-	19,626	80,100	80,100	N/A	5,800	5,800	5,800	5,800	5,800
Total Appropriations	-	-	-	1,136,476	1,878,568	1,868,051	69,222	2,012,841	2,082,063	3,049,641	1,924,064	2,932,363
Crown Revenue and Capital Receipts												
Tax Revenue	-	-	-	-	-	-	N/A	-	-	-	-	-
Non-Tax Revenue	-	-	-	48,173	93,400	93,400	N/A	123,000	123,000	163,180	20,000	-
Capital Receipts	-	-	-	-	16,980	16,980	N/A	17,460	17,460	10,000	10,000	10,000
Total Crown Revenue and Capital Receipts	-	-	-	48,173	110,380	110,380	N/A	140,460	140,460	173,180	30,000	10,000

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

	2015/16 Adjustments \$000	2016/17 Adjustments \$000	2017/18 Adjustments \$000	2018/19 Adjustments \$000	2019/20 Final Budgeted Adjustments \$000	2019/20 Estimated Actual Adjustments \$000
Appropriations						
Output Expenses	-	-	-	-	(7,800)	(7,800)
Benefits or Related Expenses	-	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-	-
Other Expenses	-	-	-	-	-	-
Capital Expenditure	-	-	-	-	10,000	10,000
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)						
<i>Output Expenses</i>	-	-	-	-	(2,200)	(2,200)
<i>Other Expenses</i>	-	-	-	-	4,830	4,830
<i>Capital Expenditure</i>	-	-	-	-	(4,830)	(4,830)
Total Appropriations	-	-	-	-	-	-
Crown Revenue and Capital Receipts						
Tax Revenue	-	-	-	-	-	-
Non-Tax Revenue	-	-	-	-	-	-
Capital Receipts	-	-	-	-	-	-
Total Crown Revenue and Capital Receipts	-	-	-	-	-	-

The prior year information in the Summary of Financial Activity table has been restated to reflect the current Vote structure.

1.4 - Reconciliation of Changes in Appropriation Structure

2019/20 Appropriations in the 2019/20 Structure	2019/20 (Current) \$000	Old Structure		New Structure		
		Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to	Amount Moved \$000	2019/20 Appropriations in the 2020/21 Structure	2019/20 (Restated) \$000	2020/21 \$000
Department Output Expenses:						
KiwiBuild Unit	24,250	Transferred to Kāinga Ora Homes and Communities	(11,200)	KiwiBuild Unit	13,050	-
Administering the Legacy Social Housing Fund	600	Transferred to Managing the Housing and Urban Development Portfolio - Management of Housing Provision and Services	(600)		-	-
Community Housing Regulatory Authority	700	Transferred to Managing the Housing and Urban Development Portfolio - Management of Housing Provision and Services	(700)		-	-
Facilitating the Redevelopment of Surplus Crown Land	2,503	Transferred to Managing the Housing and Urban Development Portfolio - Facilitating the Purchase and redevelopment of land for housing purposes	(2,503)		-	-
Management of Housing Places, Providers and Services	10,480	Transferred to Managing the Housing and Urban Development Portfolio - Management of Housing Provision and Services	(10,480)		-	-
Policy Advice and Related Outputs MCA - Crown Monitoring Advice	432	Transferred to Managing the Housing and Urban Development Portfolio - Management of Housing Provision and Services	(432)		-	-
Policy Advice and Related Outputs MCA - Policy Advice	14,497	Transferred to Managing the Housing and Urban Development Portfolio - Policy Advice and Ministerial Servicing	(14,497)		-	-
Policy Advice and Related Outputs MCA - Related Services to Ministers	260	Transferred to Managing the Housing and Urban Development Portfolio - Policy Advice and Ministerial Servicing	(260)		-	-
		Transferred from Policy Advice and Related Outputs MCA - Policy Advice and Related Services to Ministers	14,757	Managing the Housing and Urban Development Portfolio - Policy Advice and Ministerial Servicing	14,757	16,957

2019/20 Appropriations in the 2019/20 Structure	2019/20 (Current) \$000	Old Structure		New Structure		
		Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to	Amount Moved \$000	2019/20 Appropriations in the 2020/21 Structure	2019/20 (Restated) \$000	2020/21 \$000
		Transferred from Administering the Legacy Social Housing Fund, Community Housing Regulatory Authority, Management of Housing Places, Providers and Services, and Policy Advice and Related Outputs MCA – Crown Monitoring Advice	12,212	Managing the Housing and Urban Development Portfolio - Management of Housing Provision and Services	12,212	12,263
	-	Transferred from Facilitating the Redevelopment of Surplus Crown Land	2,503	Managing the Housing and Urban Development Portfolio - Facilitating the Purchase and redevelopment of land for housing purposes	2,503	2,503
Non-Departmental Output Expense:						
Kāinga Ora Support Services	7,000	Transferred to Kāinga Ora Homes and Communities	(7,000)	Kāinga Ora Support Services	-	-
Purchase of Public Housing Provision	1,093,458	Transferred to Kāinga Ora - Homes and Communities	(2,200)	Purchase of Public Housing Provision	1,091,258	1,206,076
		Transferred from KiwiBuild Unit, Purchase of Public Housing Provision and Housing New Zealand Corporation Support Services	20,400	Kāinga Ora - Homes and Communities	20,400	10,698
Non-Departmental Benefits or Related Expenses:						
KiwiSaver HomeStart Grants	70,746	Transferred to First Home Grants	(70,746)	KiwiSaver HomeStart Grants	-	-
First Home Grants	-	Transferred from KiwiSaver HomeStart Grants	70,746	First Home Grants	70,746	106,120
Total Changes to Appropriations	1,195,454		-		1,195,454	1,380,067

Explanations of the reasons for changing the appropriation structure are noted in the details of each appropriation in Parts 2-4.

Part 2 - Details of Departmental Appropriations

2.3 - Departmental Capital Expenditure and Capital Injections

Ministry of Housing and Urban Development - Capital Expenditure PLA (M37)

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

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	1,000	1,000	5,100
Intangibles	-	-	-
Other	-	-	-
Total Appropriation	1,000	1,000	5,100

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

	2019/20		2020/21
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Capital expenditure is in accordance with the Capital Asset Management Plan	New Measure for 2019/20	New Measure for 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 increase in this appropriation of \$4.1 million for 2020/21 reflects the timing delay in capital project including consolidating office accommodation for the Ministry

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

Details of Net Asset Schedule	2019/20 Estimated Actual \$000	2020/21 Projected \$000	Explanation of Projected Movements in 2020/21
Opening Balance	9,136	10,026	
Capital Injections	890	-	The initial \$400,000 relates to capital expenditure during 2019/20 as part of the continuation to setup HUD. The remaining \$490,000 is to recognise the transfer of annual leave balances for MBIE staff transferred to HUD as part of the establishment, this injection was not drawn down in the prior year.
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
Closing Balance	10,026	10,026	

Part 3 - Details of Non-Departmental Appropriations

3.1 - Non-Departmental Output Expenses

Financial capability services to support Pacific households into home ownership (M37)

Scope of Appropriation

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

Expenses

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	630	-	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	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
Supporting Pacific Island Households into Home Ownership through Financial Capability Services	2019/20	630	630	750	630	-

He Kūkū Ki Te Kāinga - Increasing Māori Housing Supply (M37)

Scope of Appropriation

This appropriation is limited to increasing the Housing Supply provided by Māori service providers.

Expenses

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	7,000	2,000	13,000

What is Intended to be Achieved with this Appropriation

This appropriation is intended to increase the Housing Supply provided by Māori service providers.

How Performance will be Assessed and End of Year Reporting Requirements

	2019/20		2020/21
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Number of new housing places created for individuals/whānau	50	-	50
Number of individuals/whānau placed in housing	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	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
Increasing Provision of Māori Housing Supply	2019/20	7,000	13,000	-	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2020/21 is due to new funding to assist with increasing the Housing Supply provided by Māori service providers.

He Taupua - Increasing Māori Housing Provider Capability (M37)

Scope of Appropriation

This appropriation is limited to increasing the capacity of Māori Housing Providers to contribute to homelessness prevention.

Expenses

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,000	1,000	3,000

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an increase in the capacity of Māori Housing Providers to contribute to homelessness prevention.

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 output expense is less than \$5 million.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
Increasing Provision of Māori Housing Supply	2019/20	1,000	3,000	-	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2020/21 is due to new funding to assist with increasing the capacity of Māori Housing Providers to contribute to homelessness prevention.

Kāinga Ora - Homes and Communities (M37)

Scope of Appropriation

This appropriation is limited to the delivery of services by Kāinga Ora - Homes and Communities that contribute to housing and urban development activity.

Expenses

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	21,080	21,080	10,698

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Finance; Social Housing Reform MCA: Non-Departmental Output Expenses: Direct Sale Costs for Implementing the Social Housing Reform Programme	680	680	-
Vote Housing and Urban Development; Departmental Output Expense: KiwiBuild Unit	11,200	11,200	-
Vote Housing and Urban Development; Non-Departmental Output Expense: Kāinga Ora Support Services	7,000	7,000	-
Vote Housing and Urban Development; Public Housing MCA: Non-Departmental Output Expenses: Purchase of Public Housing Provision	2,200	2,200	-
Total	21,080	21,080	10,698

What is Intended to be Achieved with this Appropriation

This appropriation is intended to facilitate the delivery of services by Kāinga Ora - Homes and Communities that contribute to housing and urban development activity.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2019/20		2020/21
	Final Budgeted Standard	Estimated Actual	Budget Standard
Number of First Home Loan mortgages underwritten by Kāinga Ora - Homes and Communities	Up to a maximum of 1,650	Up to a maximum of 1,650	Up to a maximum of 1,650
Percentage of Applications to Buy off the Plans assessed against the agreed criteria	100%	100%	100%
Percentage of Relation and Option Agreements including delivery milestones monitored by the KiwiBuild Unit	100%	100%	100%
Percentage of KiwiBuild Purchasers monitored for compliance with minimum home ownership requirements	100%	100%	100%
Percentage of KiwiBuild purchases paid within contractual terms	100%	100%	100%
Average number of days taken to assess a completed KiwiBuild eligibility application	5 working days	5 working days	5 working days

End of Year Performance Reporting

Performance information for this appropriation will be reported by Kāinga Ora in its annual report.

Reasons for Change in Appropriation

The decrease in this appropriation for 2020/21 represents funding for the full-year of operations transferred from Housing New Zealand Corporation Support Services to Kāinga Ora - Homes and Communities.

KiwiBuild Housing (M37)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
KiwiBuild Housing (M37) This appropriation is limited to the acquisition, construction and provision of KiwiBuild dwellings. Commences: 01 October 2018 Expires: 30 June 2022	Original Appropriation	2,039,923
	Adjustments to 2018/19	-
	Adjustments for 2019/20	(344,590)
	Adjusted Appropriation	1,695,333
	Actual to 2018/19 Year End	96,920
	Estimated Actual for 2019/20	221,163
	Estimate for 2020/21	194,800
	Estimated Appropriation Remaining	1,182,450

Components of the Appropriation

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Land for Housing	124,063	124,063	64,800
Buy-off the plans	97,100	97,100	130,000
Total	221,163	221,163	194,800

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

	2019/20		2020/21
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Number of signed KiwiBuild Developers Agreements.	2	2	5
The percentage of completed underwritten KiwiBuild homes acquired by the Crown as part of the Buying Off the Plans Programme.	<50%	<50%	<50%

End of Year Performance Reporting

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

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
Establishment of Progressive Home Ownership Fund	2019/20	(10,000)	(35,000)	(355,000)	-	-
KiwiBuild Programme - KiwiBuild Capital	2018/19	100,000	510,000	1,035,735	-	-

Local Innovations and Partnerships (M37)

Scope of Appropriation

This appropriation is limited to the delivery and evaluation of locally-driven initiatives to respond to and prevent homelessness.

Expenses

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	500	500	5,500

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the delivery and evaluation of locally-driven initiatives to respond to and prevent homelessness.

How Performance will be Assessed and End of Year Reporting Requirements

	2019/20		2020/21
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Number of innovative initiative grants given to partnerships to enable local initiatives throughout the country (Number, type and geographic reference relating to areas of demand)	500	500	500
Number of people employed or in training by the initiatives	1,000	1,000	1,000
Number of individuals/whānau directly and indirectly, overall and by priority groups, supported by the initiatives	2,000	2,000	2,000

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	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
Preventing and reducing homelessness - Funding a balanced approach	2019/20	500	5,500	5,500	5,600	-

Reasons for Change in Appropriation

The increase in this appropriation for 2020/21 is due to a full-year of funding to provide the delivery and evaluation of locally-driven initiatives to respond to and prevent homelessness.

Management of Crown Properties held under the Housing Act 1955 (M37)

Scope of Appropriation

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

Expenses

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	8	8	8

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.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 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)	(1,387)

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.

Support Services to increase home ownership (M37)

Scope of Appropriation

This appropriation is limited to the delivery of support services for applicants to progressive home ownership schemes.

Expenses

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,500	1,500	500

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the delivery of support services for applications to progressive home ownership schemes.

How Performance will be Assessed and End of Year Reporting Requirements

	2019/20		2020/21
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The percentage of clients who report being better prepared financially for home ownership as a result of the programme >80% (through post-programme survey)	80%	80%	80%

End of Year Performance Reporting

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

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
Progressive Home Ownership Implementation: Delivering on the Government Build Programme	2019/20	1,500	500	1,000	4,000	7,000

Reasons for Change in Appropriation

The decrease in this appropriation for 2020/21 is due to start-up costs in 2019/20 for financial capability wraparound support as part of the Progressive Home Ownership Programme.

3.2 - Non-Departmental Benefits or Related Expenses

First Home Grants (M37)

Scope of Appropriation

This appropriation is limited to First Home Grants for people who meet the required eligibility criteria.

Expenses

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	54,646	54,646	109,720

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 First Home grant under the KiwiSaver Act 2006.

Reasons for Change in Appropriation

First home Grants underwent a formal title change during the 2019/20 year. The title of the appropriation changed from KiwiSaver HomeStart Grant to First Home Grants. The increase in appropriation for 2020/21 represents a full year of funding for First Home Grants.

3.4 - Non-Departmental Other Expenses

Housing Assistance (M37)

Scope of Appropriation

This appropriation is limited to payments made to Kāinga Ora 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

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	789	789	789

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 Kāinga Ora - Homes and Communities 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.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
Reprioritisation of Funding - Housing and Urban Development - Housing Assistance	2019/20	(370)	(370)	(370)	(370)	(370)

Housing Infrastructure Fund - Fair Value Write Down (M37)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Housing Infrastructure Fund - Fair Value Write Down (M37) 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 2021	Original Appropriation	190,791
	Adjustments to 2018/19	-
	Adjustments for 2019/20	(160,791)
	Adjusted Appropriation	30,000
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	30,000
	Estimate for 2020/21	-
	Estimated Appropriation Remaining	-

What is Intended to be Achieved with this Appropriation

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

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s15D(b)(iii) of the Public Finance Act 1989 as additional performance information is unlikely to be informative because the appropriation is a technical treatment of the interest concession as it is applied to loans provided to territorial authorities under the Housing Infrastructure Fund.

Land for Housing - Deferred Settlements (M37)

Scope of Appropriation

This appropriation is limited to expenses incurred as a result of deferred settlement agreements associated with land sales.

Expenses

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	16,980	16,980	17,460

What is Intended to be Achieved with this Appropriation

This appropriation is intended to provide for expenses incurred as a result of deferred settlement agreements associated with land sales.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s15D(b)(iii) of the Public Finance Act 1989 as additional performance information is unlikely to be informative because the appropriation is a technical treatment of the deferred settlements associated with land sales through the Land for Housing Programme.

Reasons for Change in Appropriation

The increase in this appropriation for 2020/21 is due to a technical accounting adjustment to recognise the interest concession component of these loans in accordance with NZ PBE IPSAS 29 Financial Instruments: Recognition and Measurement.

Write down and write off of Progressive Home Ownership Loans (M37)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Write down and write off of Progressive Home Ownership Loans (M37) This appropriation is limited to the expense incurred in the fair-value write down of interest-free loans to suppliers of Progressive Home Ownership schemes and write-off of any potential bad debts associated with such loans. Commences: 01 April 2020 Expires: 30 June 2024	Original Appropriation	286,755
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	286,755
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	6,969
	Estimate for 2020/21	49,782
Estimated Appropriation Remaining	230,004	

What is Intended to be Achieved with this Appropriation

This appropriation is intended to assist access to home ownership through interest and bad debt write-offs on progressive home ownership loans.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s15D(b)(iii) of the Public Finance Act 1989 as additional performance information is unlikely to be informative because the appropriation is a technical treatment of the interest concession as it is applied to loans to providers of existing Progressive Home Ownership schemes.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
Progressive Home Ownership Implementation: Delivering on the Government Build Programme	2019/20	6,969	49,782	50,782	75,173	104,049

3.5 - Non-Departmental Capital Expenditure

Housing Infrastructure Fund Loans (M37)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Housing Infrastructure Fund Loans (M37) 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 2018/19	-
	Adjustments for 2019/20	(518,464)
	Adjusted Appropriation	124,360
	Actual to 2018/19 Year End	10,597
	Estimated Actual for 2019/20	10,116
	Estimate for 2020/21	103,647
	Estimated Appropriation Remaining	-

What is Intended to be Achieved with this Appropriation

This appropriation is intended to enable council infrastructure (storm water, potable water, wastewater 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	2019/20		2020/21
	Final Budgeted Standard	Estimated Actual	Budget Standard
Loan payments are made to recipients within 20 business days from receipt of a compliant drawdown notice	100%	100%	100%
Number of Housing Infrastructure Fund loans with a contract signed by 30 June 2020	2	2	Nil

End of Year Performance Reporting

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

Kāinga Ora - Homes and Communities Standby Credit Facility (M37)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Kāinga Ora - Homes and Communities Standby Credit Facility (M37)	Original Appropriation	1,000,000
This appropriation is limited to financing of a credit facility to assist Kāinga Ora - Homes and Communities with short-term liquidity requirements in exceptional and temporary circumstances.	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
Commences: 01 May 2020	Adjusted Appropriation	1,000,000
Expires: 30 June 2024	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	-
	Estimate for 2020/21	-
	Estimated Appropriation Remaining	1,000,000

What is Intended to be Achieved with this Appropriation

This appropriation is intended to facilitate credit to assist with short term liquidity requirements if Kāinga Ora is not able to raise wholesale funding.

How Performance will be Assessed and End of Year Reporting Requirements

An exemption was granted under s15D(b)(iii) of the Public Finance Act 1989 as additional performance information is unlikely to be informative because the appropriation is solely for the purpose of providing credit to Kāinga Ora - Homes and Communities.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
Establishment of Kāinga Ora - Homes and Communities Standby Credit Facility	2019/20	-	-	-	-	1,000,000

Progressive Home Ownership Fund (M37)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Progressive Home Ownership Fund (M37) This appropriation is limited to addressing housing affordability issues by assisting access to home ownership through progressive home ownership schemes. Commences: 01 February 2020 Expires: 30 June 2024	Original Appropriation	400,000
	Adjustments to 2018/19	-
	Adjustments for 2019/20	-
	Adjusted Appropriation	400,000
	Actual to 2018/19 Year End	-
	Estimated Actual for 2019/20	10,000
	Estimate for 2020/21	70,000
	Estimated Appropriation Remaining	320,000

What is Intended to be Achieved with this Appropriation

This appropriation is intended to assist access to home ownership through progressive home ownership schemes.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2019/20		2020/21
	Final Budgeted Standard	Estimated Actual	Budget Standard
Percentage of people successfully moving towards or graduating into independent home ownership overall and by priority group and others	New Measure for 2019/20	New Measure for 2019/20	95%
Percentages of households in each priority group (Māori, Pasifika, families with children) and others	New Measure for 2019/20	New Measure for 2019/20	Baseline Year
Number of households supported by PHO initiatives	New Measure for 2019/20	New Measure for 2019/20	Baseline Year

End of Year Performance Reporting

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

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
Progressive Home Ownership Implementation: Delivering on the Government Build Programme	2019/20	10,000	70,000	70,000	105,000	145,000

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

4 - Multi-Category Expenses and Capital Expenditure

Community Group Housing (M37)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to purchase housing services from Kāinga Ora 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 Kāinga Ora 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 Kāinga Ora to acquire, modernise or reconfigure properties leased by Community Housing Providers.

Acquisition and Improvement of Emergency Housing Properties

This category is limited to funding Kāinga Ora to acquire, construct and develop land or properties for the purpose of providing emergency housing.

Expenses, Revenue and Capital Expenditure

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	23,795	23,795	23,795
Non-Departmental Output Expenses			
Community Group Housing Market Rent Top-Up	13,891	13,891	13,891
Non-Departmental Other Expenses			
Community Housing Rent Relief	4,104	4,104	4,104

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Non-Departmental Capital Expenditure			
Acquisition and Improvement of Community Group Housing Properties	5,800	5,800	5,800

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 Kāinga Ora'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

	2019/20		2020/21
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Non-Departmental Output Expenses			
Community Group Housing Market Rent Top-Up			
This category is intended to achieve safe, healthy and affordable homes with the purchase of housing services from Kāinga Ora.			
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			
Community Housing Rent Relief			
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
Non-Departmental Capital Expenditure			
Acquisition and Improvement of Community Group Housing Properties			
This category is intended to achieve the acquisition, modernisation of reconfiguration of Kāinga Ora 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

Kāinga Ora - Homes and Communities is the sole service provider.

End of Year Performance Reporting

Performance information for this appropriation will be reported by Kāinga Ora in its annual report.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
Community Group Housing Market Rent Top-Up						
Community Group Housing Market Rent Top-Up	2018/19	3,431	3,431	3,431	3,431	3,431

Managing the Housing and Urban Development Portfolio (M37)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to improve the functioning of the housing sector by providing good quality advice to Ministers and effective departmental operations.

Scope of Appropriation

Departmental Output Expenses

Facilitating the Purchase and redevelopment of land for housing purposes

This category is limited to the activities associated with the facilitation of the purchase and redevelopment of land for housing purposes.

Management of Housing Provision and Services

This category is limited to managing and regulating housing and housing support providers (including Kāinga Ora) through negotiating, managing and paying contracts.

Policy Advice and Ministerial Servicing

This category is limited to advice to support decision making by Ministers on government policy matters relating to housing and urban development, and Ministerial servicing and performance monitoring.

Expenses, Revenue and Capital Expenditure

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	64,122
Departmental Output Expenses			
Facilitating the Purchase and redevelopment of land for housing purposes	-	-	2,503
Management of Housing Provision and Services	-	-	21,934
Policy Advice and Ministerial Servicing	-	-	39,685

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Funding for Departmental Output Expenses			
Revenue from the Crown	-	-	64,122
Facilitating the Purchase and redevelopment of land for housing purposes	-	-	2,503
Management of Housing Provision and Services	-	-	21,934
Policy Advice and Ministerial Servicing	-	-	39,685

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Housing and Urban Development; Policy Advice and Related Outputs MCA: Departmental Output Expenses: Policy Advice	26,917	26,917	-
Vote Housing and Urban Development; Policy Advice and Related Outputs MCA: Departmental Output Expenses: Related Services to Ministers	2,561	2,561	-
Vote Housing and Urban Development; Departmental Output Expenses: Community Housing Regulatory Authority	1,529	1,529	-
Vote Housing and Urban Development; Departmental Output Expenses: Management of Housing Places, Providers and Services	20,237	20,237	-
Vote Housing and Urban Development; Departmental Output Expenses: Administering the Legacy Social Housing Fund	600	600	-
Vote Housing and Urban Development; Policy Advice and Related Outputs MCA: Departmental Output Expenses: Crown Monitoring Advice	454	454	-
Vote Housing and Urban Development; Departmental Output Expenses: Facilitating the Redevelopment of Surplus Crown Land	2,532	2,523	-
Total	54,821	54,821	64,122

What is Intended to be Achieved with this Appropriation

This appropriation is intended to improve the functioning of the housing sector through effective departmental operations.

How Performance will be Assessed for this Appropriation

Assessment of Performance	2019/20		2020/21
	Final Budgeted Standard	Estimated Actual	Budget Standard
The satisfaction rating (see Note 1) given by the Minister for overall satisfaction annually	Reach, or exceed 70%	Reach, or exceed 70%	Reach, or exceed 70%

Note 1 - The satisfaction survey rating measures Ministers' overall satisfaction with the management of the Housing and Urban Development Portfolio on a scale of 1-10, where 1 means unsatisfied and 10 means extremely satisfied.

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

Assessment of Performance	2019/20		2020/21
	Final Budgeted Standard	Estimated Actual	Budget Standard
Departmental Output Expenses			
Facilitating the Purchase and redevelopment of land for housing purposes			
This category is limited to the activities associated with the facilitation of the purchase and redevelopment of land for housing purposes.			
Number of greenfield and urban regeneration projects investigated, or due diligence completed	5	5	5
Compliance with relevant legislation, Government policy and Treaty settlement provisions in relation to acquisition, development and disposal of land	100%	100%	100%
Management of Housing Provision and Services			
This category is limited to managing and regulating housing and housing support providers (including Kāinga Ora) through negotiating, managing and paying contracts.			
Applications for registering of Community Housing providers are processed within 60 working days	90%	90%	90%
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%
Policy Advice and Ministerial Servicing			
This category is limited to advice to support decision making by Ministers on government policy matters relating to housing and urban development, and Ministerial servicing and performance monitoring.			
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%
Percentage of requests completed within either specified or statutory timeframes			
<ul style="list-style-type: none"> Ministerial correspondence 	95% or above	95%	95% or above
<ul style="list-style-type: none"> Ministerial Official Information Act 1982 requests 	95% or above	95%	95% or above
<ul style="list-style-type: none"> 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	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
Progressive Home Ownership Implementation: Delivering on the Government Build Programme	2020/21	-	7,000	5,000	5,000	3,000
Operating Funding for the Ministry of Housing and Urban Development	2020/21	-	25,450	24,800	24,950	25,200

Reasons for Change in Appropriation

The increase in this appropriation for 2020/21 is due to:

- additional funding of \$25.450 million to cover the operating funding of the Ministry
- a funding transfer of \$16.697 million from the Policy Advice MCA: Policy Advice appropriation
- a funding transfer of \$10.480 million from the Management of Housing Places, Providers and Services appropriation
- additional funding of \$7.000 million to cover establishment and administrative costs associated with implementation of the Progressive Home Ownership Fund
- a funding transfer of \$2.503 million from the Facilitating the redevelopment of Surplus Crown Land appropriation
- a funding transfer of \$700,000 from the Community Housing Regulatory Authority appropriation
- a funding transfer of \$600,000 from the Administering the Legacy Social Housing Fund appropriation
- a funding transfer of \$432,000 from the Policy Advice MCA: Crown Monitoring Advice appropriation, and
- a funding transfer of \$260,000 from the Policy Advice MCA: Related Services to Ministers appropriation.

Public Housing (M37)

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

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,151,393	1,151,393	1,259,407
Non-Departmental Output Expenses			
Purchase of Public Housing Provision	1,091,558	1,091,558	1,206,076
Services for People in Need of or at risk of Needing Public Housing	37,035	37,035	49,976
Services Related to the Provision of Public Housing	900	900	300
Non-Departmental Other Expenses			
Support for the Provision of Public Housing Supply	21,900	21,900	3,055

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 Kāinga Ora - Homes and Communities (KO) (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	2019/20		2020/21
	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 2)	67,600	67,850	69,000
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 3) chronic homeless households (see Note 4) able to be placed and supported into secure and stable (see Note 5) accommodation under the Housing First initiative, will be between:	1,300 - 1,400	1,340	2,000 - 2,200
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 limited to providing support to secure access to properties for public housing providers to use for public housing.			
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

Note 2 - With the number of KO IRRS places being no less than 62,100, and the number of CHP IRRS places being no less than 6,900.

Note 3 - Under executed service agreement between the Provider and the Ministry of Housing and Urban Development.

Note 4 - 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 5 - 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	2019/20 Final Budgeted \$000	2019/20 Estimated Actual \$000	2020/21 Budget \$000	Expiry of Resourcing Commitment
Purchase of Public Housing Provision				
Kāinga Ora - Homes and Communities	981,903	981,903	Under negotiation	Contract reviewed annually
Tāmaki Housing Association Limited Partnership	45,124	45,124	Under negotiation	Contract reviewed annually
Accessible Properties New Zealand Limited	15,992	15,992	Under negotiation	Contract reviewed annually
Ōtautahi Community Housing Trust	5,404	5,404	Under negotiation	Contract reviewed annually
Community of Refuge Trust	4,820	4,820	Under negotiation	Contract reviewed annually
Other Providers	38,315	38,315	Under negotiation	Contract reviewed annually
Total Purchase of Public Housing Provision	1,091,558	1,091,558	1,206,076	
Services for People in Need of or at risk of Needing Public Housing				
Kāhui Tū Kaha Limited	7,968	7,968	Under negotiation	Contract reviewed annually
VisionWest Community Trust	4,263	4,263	Under negotiation	Contract reviewed annually
Linkpeople Limited	3,952	3,952	Under negotiation	Contract reviewed annually
The Lifewise Trust	2,947	2,947	Under negotiation	Contract reviewed annually
Downtown Community Ministry Wellington Incorporated	2,506	2,506	Under negotiation	Contract reviewed annually
Other Providers	15,399	15,399	Under negotiation	Contract reviewed annually
Total Services for People in Need of or at risk of Needing Public Housing	37,035	37,035	49,976	

Provider	2019/20 Final Budgeted \$000	2019/20 Estimated Actual \$000	2020/21 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	300	
Support for the Provision of Public Housing Supply				
Community of Refuge Trust	762	762	Under negotiation	Contract reviewed annually
Accessible Properties New Zealand Limited	241	241	Under negotiation	Contract reviewed annually
VisionWest Community Trust	149	149	Under negotiation	Contract reviewed annually
Dwell Housing Trust	145	145	Under negotiation	Contract reviewed annually
Airedale Property Trust	63	63	Under negotiation	Contract reviewed annually
Other Providers	20,540	20,540	Under negotiation	Contract reviewed annually
Total Support for the Provision of Public Housing Supply	21,900	21,900	3,055	

The table above shows the significant service providers for this appropriation and the 2019/20 final budgeted figure reflects the annual contracted amount.

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	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
<i>Purchase of Public Housing Provision</i>						
Preventing and Reducing Homelessness - Funding a balanced approach	2020/21	-	1,628	4,938	1,780	2,333
Additional Public Housing Supply to Support the Increased Refugee Quota	2019/20	300	4,384	8,953	14,598	14,586
Maintaining and Expanding the Housing First Programme as a Response to Ending Homelessness	2019/20	9,067	17,866	24,806	35,258	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)	(12,186)

Policy Initiative	Year of First Impact	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Services for People in Need of or at risk of Needing Public Housing						
Preventing and Reducing Homelessness - Funding a balanced approach	2020/21	-	2,770	5,230	-	-
Preventing and Reducing Homelessness in New Zealand	2019/20	3,300	3,300	-	-	-
Maintaining and Expanding the Housing First Programme as a Response to Ending Homelessness	2019/20	24,806	24,557	29,260	28,445	28,445
Housing First - Expansion into New Cities and Regions	2018/19	4,673	6,685	8,697	8,697	8,697
Housing First - Funding to Resource the Current Programme	2018/19	6,410	6,410	-	-	-
Support for the Provision of Public Housing Supply						
Public Housing - Funding for Existing and Additional Supply	2018/19	14,044	(16,890)	-	-	-
Previous Government						
Purchase of Public Housing Provision						
Family Incomes Package	2017/18	(4,940)	(4,940)	(4,940)	(4,940)	(4,940)
Housing First Expansion	2017/18	3,695	5,311	5,311	5,311	5,311
Positive Pathways for People with a Corrections History	2017/18	3,513	5,145	5,145	5,145	5,145
Increasing the Supply of Social Housing in Auckland	2016/17	(50)	-	-	-	-
Social Housing - Additional Income-Related Rent Subsidy Funding	2016/17	24,310	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
Support for the Provision of Public Housing Supply						
Increasing the Supply of Social Housing in Auckland	2016/17	(16,890)	-	-	-	-
Social Housing - Additional Income-Related Rent Subsidy Funding	2016/17	16,890	16,890	16,890	16,890	16,890

Reasons for Change in Appropriation

Vote Housing and Urban Development: Purchase of Public Housing Provision

The increase in this category for 2020/21 is due to:

- an increase of \$108.506 million based on demand driven forecasts related to Income Related Rent Subsidies
- additional funding of \$4.384 million for additional public housing supply to support refugee housing needs, and
- additional funding of \$1.628 million for preventing and reducing homelessness in New Zealand.

Vote Housing and Urban Development: Services for People in Need of or at risk of Needing Public Housing

The increase in this category for 2020/21 is due to:

- additional funding of \$6.070 million for preventing and reducing homelessness in New Zealand
- an expense transfer of \$4.230 million to realign scheduled deliverables and associated payments for the Housing First initiative, and
- additional funding of \$2.641 million to meet forecast demand for support services.

Vote Housing and Urban Development: Services Related to the Provision of Public Housing

- a decrease of \$600,000 for 2020/21 is due to prior agreed initiative funding for this appropriation.

Vote Housing and Urban Development: Support for the Provision of Public Housing Supply

- a decrease of \$18.845 million for 2020/21 is due to forecasting adjustments associated with a change to previous technical accounting treatment of prepayments.

Transitional Housing (M37)

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 Other Expenses

Impairment of Crown Assets Related to Transitional Housing

This appropriation is limited to expenses incurred as a result of the impairment of Crown assets related to transitional housing, including write down and write offs.

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

	2019/20		2020/21
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	198,425	198,425	150,105
Non-Departmental Output Expenses			
Provision of Transitional Housing Places	69,762	69,762	83,028
Transitional Housing Services	54,363	54,363	67,077
Non-Departmental Capital Expenditure			
Acquisition, Development and Construction of Transitional Housing	74,300	74,300	-

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 approximately 3,000 transitional housing places and associated support services (where applicable).

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

	2019/20		2020/21
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
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:	2,900 - 3,100	3,049	3,800 - 4,000
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:	1,800 - 2,800	2,865	3,500
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:	10 - 30	30	-

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	2019/20 Final Budgeted \$000	2019/20 Estimated Actual \$000	2020/21 Budget \$000	Expiry of Resourcing Commitment
Provision of Transitional Housing Places				
The Salvation Army New Zealand Trust	7,168	7,168	Under negotiation	Contract reviewed annually
Emerge Aotearoa Limited	6,696	6,696	Under negotiation	Contract reviewed annually
STRIVE Community Trust	3,493	3,493	Under negotiation	Contract reviewed annually
Shri Vishnu Holdings Limited	2,100	2,100	Under negotiation	Contract reviewed annually
Amici Holdings Limited	1,608	1,608	Under negotiation	Contract reviewed annually
Other Providers	48,697	48,697	Under negotiation	Contract reviewed annually
Total Provision of Transitional Housing Places	69,762	69,762	83,028	
Transitional Housing Services				
Emerge Aotearoa Limited	14,048	14,048	Under negotiation	Contract reviewed annually
The Salvation Army New Zealand Trust	8,889	8,889	Under negotiation	Contract reviewed annually
STRIVE Community Trust	4,229	4,229	Under negotiation	Contract reviewed annually
National Collective of Independent Women's Refuges Incorporated	2,653	2,653	Under negotiation	Contract reviewed annually
Te Taiwhenua O Heretaunga Trust	2,626	2,626	Under negotiation	Contract reviewed annually
Other Providers	21,918	21,918	Under negotiation	Contract reviewed annually
Total Transitional Housing Services	54,363	54,363	67,077	

The table above shows the significant service providers for this appropriation and the 2019/20 final budgeted figure reflects the annual contracted amount.

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	2019/20 Final Budgeted \$000	2020/21 Budget \$000	2021/22 Estimated \$000	2022/23 Estimated \$000	2023/24 Estimated \$000
Current Government						
<i>Provision of Transitional Housing Places</i>						
Preventing and Reducing Homelessness - Funding a balanced approach	2019/20	11,000	31,000	34,500	37,000	-
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	13,395
<i>Transitional Housing Services</i>						
Preventing and Reducing Homelessness - Funding a balanced approach	2019/20	6,000	17,000	18,500	20,000	-
Transitional Housing - Funding for the Provision of Additional Places to Reduce Homelessness	2019/20	10,029	12,694	15,936	17,217	17,217
Transitional Housing - Funding to Meet Current Target	2018/19	16,399	15,448	15,448	15,448	15,448
<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	-	-	-	-
Previous Government						
<i>Provision of Transitional Housing Places</i>						
Measures to Support more people in Emergency Housing	2016/17	15,651	16,465	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

The decrease in this appropriation of \$48.320 million for 2020/21 is due to a decrease in capital expenditure of \$74.300 million. This is off-set by \$25.980 million in additional funding to increase Transitional Housing supply to 4,000 by December 2020.