

Vote Housing and Urban Development

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

DEPARTMENT ADMINISTERING THE VOTE: Ministry of Housing and Urban Development (A22)

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

Overview of the Vote

The Minister of Housing is responsible for appropriations in Vote Housing and Urban Development for the 2022/23 financial year covering the following:

- a total of just over \$1,561 million to secure the purchase and provision of public housing and associated support services
- a total of just over \$881 million for increasing housing supply through the provision of infrastructure investment as part of the Housing Acceleration Fund
- a total of just under \$498 million to deliver transitional housing places and associated support services
- a total of just over \$301 million for acquisition, construction and provision of land and dwellings for the Land for Housing Programme
- a total of just under \$297 million to assist territorial local authorities with interest-free loans through the Housing Infrastructure Fund to finance the infrastructure needed to unlock residential development
- a total of just under \$208 million to assist with access to home ownership with interest-free loans through the Progressive Home Ownership scheme and associated support services
- a total of just over \$188 million to provide for expenses incurred as part of the sale of land and dwellings
- a total of just under \$138 million to First Home Grants for people who meet the required eligibility criteria
- a total of \$119 million to increasing affordable housing for rent or ownership through the Affordable Housing Fund
- a total of just under \$80 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 \$72 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 \$65 million to increase the capacity and capability of Māori housing providers, and increase the housing supply provided by Māori service providers
- a total of just under \$65 million for expenses incurred as a result of deferred settlement agreements in land sales
- a total of \$25 million for operating expenses incurred in relation to the facilitation, acquisition and development of residential properties through the Land for Housing, Buying off the Plans and Kāinga Ora Land Programmes
- a total of just under \$24 million to maintain the supply of tenanted Community Group Housing properties
- a total of just over \$23 million for advances to Community Housing and Progressive Home Ownership providers to ensure the efficient delivery of various housing programmes

- a total of just over \$23 million for refinancing Crown loans made to Kāinga Ora - Homes and Communities
- a total of just over \$6 million for the delivery and evaluation of locally-driven initiatives to respond to and prevent homelessness
- a total of just under \$3 million for departmental capital expenditure by the Ministry of Housing and Urban Development
- 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, 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	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Departmental Capital Expenditure			
Ministry of Housing and Urban Development - Capital Expenditure PLA (M37) (A22) 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.	2,500	1,000	2,500
Total Departmental Capital Expenditure	2,500	1,000	2,500
Non-Departmental Output Expenses			
Contracted emergency housing accommodation and services (M37) (A22) This appropriation is limited to contracting with service providers for emergency housing accommodation (including ancillary services such as onsite management) and to supporting clients in contracted emergency housing to move into sustainable housing.	28,850	28,850	31,540
Kāinga Ora - Homes and Communities (M37) (A22) This appropriation is limited to the delivery of services by Kāinga Ora - Homes and Communities that contribute to housing and urban development activity.	75,238	50,000	79,861
Local Innovations and Partnerships (M37) (A22) This appropriation is limited to the delivery and evaluation of locally-driven initiatives to respond to and prevent homelessness.	9,403	9,403	6,370
Management of Crown Properties held under the Housing Act 1955 (M37) (A22) 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) (A22) This appropriation is limited to the delivery of support services for applicants to progressive home ownership schemes.	3,658	500	4,000
He Kūkū ki te Kāinga - Increasing Māori Housing Supply (M37) (A22) This appropriation is limited to increasing the Housing Supply provided by Māori service providers.	70,715	40,211	-
He Taupae - Building Māori housing capability across the Māori housing continuum (M37) (A22) This appropriation is limited to increasing Māori housing capability across the Māori housing continuum.	5,029	589	-
He Taupua - Increasing Māori Housing Provider Capability (M37) (A22) This appropriation is limited to increasing the capability of Māori Housing Providers to contribute to homelessness prevention.	5,901	1,587	-
KiwiBuild Operations (M37) (A22) This appropriation is limited to the operating expenses incurred in relation to the facilitation, acquisition and development of KiwiBuild dwellings.	14,896	14,896	-
Total Non-Departmental Output Expenses	213,698	146,044	121,779
Benefits or Related Expenses			
First Home Grants (M37) (A22) This appropriation is limited to First Home Grants for people who meet the required eligibility criteria.	122,320	63,500	137,735
Total Benefits or Related Expenses	122,320	63,500	137,735

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Non-Departmental Other Expenses			
Housing Assistance (M37) (A22) 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	372	789
Sale of Land and Dwellings - Costs (M37) (A22) This appropriation is limited to the expenses incurred as part of the sale of land and dwellings.	76,510	76,510	-
Social Housing Provider Development (M37) (A22) This appropriation is limited to providing support to third party providers of social and/or affordable housing services.	1,704	1,704	-
Total Non-Departmental Other Expenses	79,003	78,586	789
Non-Departmental Capital Expenditure			
Refinancing of Crown loans to Kāinga Ora - Homes and Communities (M37) (A22) This appropriation is limited to refinancing existing Crown loans to Kāinga Ora - Homes and Communities and Housing New Zealand Limited.	95,000	95,000	23,349
Community Housing Providers - Prepayment of Staged Operating Funding (M37) (A22) This appropriation is limited to prepayment of staged operating funding to Community Housing Providers for the purpose of providing public housing.	26,388	26,388	-
Land for Housing - Deferred Settlements (M37) (A22) This appropriation is limited to deferred settlement agreements associated with land sales.	33,300	33,300	-
Total Non-Departmental Capital Expenditure	154,688	154,688	23,349
Multi-Category Expenses and Capital Expenditure			
Community Group Housing MCA (M37) (A22) 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
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.	4,104	4,104	4,104
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.	5,800	5,800	5,800
Housing Programme Fair Value Impairment Loss and Inventory Disposal MCA (M37) (A22) The single overarching purpose of this appropriation is to recognise the non-cash expenses associated with implementation of government housing policy.	-	-	359,364
Non-Departmental Other Expenses			
Fair Value Impairment Loss - Affordable Housing Fund This category is limited to the expense incurred in the fair-value impairment loss and any consequent write off arising from loans from the Affordable Housing Fund.	-	-	7,000
Fair Value Impairment Loss - Housing Infrastructure Fund This category is limited to the expense incurred in the fair value impairment loss arising from interest-free loans from the Housing Infrastructure Fund to Territorial Local Authorities.	-	-	24,161

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
<i>Fair Value Impairment Loss - Progressive Home Ownership Loans</i> This category is limited to the expense incurred in the fair value impairment loss arising from interest-free loans to suppliers of Progressive Home Ownership schemes.	-	-	75,173
<i>Sale of Land and Dwellings - Costs</i> This category is limited to the expenses incurred as part of the sale of land and dwellings.	-	-	188,140
Non-Departmental Capital Expenditure			
<i>Land for Housing - Deferred Settlements</i> This category is limited to deferred settlement agreements associated with land sales.	-	-	64,890
Managing the Housing and Urban Development Portfolio MCA (M37) (A22) 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.	78,483	71,983	71,577
Departmental Output Expenses			
<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.	6,500	6,500	6,500
<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.	21,892	19,892	23,655
<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.	50,091	45,591	41,422
Public Housing MCA (M37) (A22) The single overarching purpose of this appropriation is to secure and purchase the provision of public housing and associated support services.	1,408,197	1,408,197	1,561,222
Non-Departmental Output Expenses			
<i>Purchase of Public Housing Provision</i> This appropriation 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 Public and Community Housing Management Act 1992.	1,310,975	1,310,975	1,464,884
<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.	74,164	74,164	92,278
<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.	300	300	300
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.	22,758	22,758	3,760
Transitional Housing MCA (M37) (A22) The single overarching purpose of this appropriation is to fund the delivery of transitional housing places and services in New Zealand.	333,630	333,630	466,143
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.	170,311	170,311	237,660
<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.	163,319	163,319	228,483

Titles and Scopes of Appropriations by Appropriation Type	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Upfront Payments MCA (M37) (A22) The single overarching purpose of this appropriation is to record the prepayment of expenses associated with implementation of government housing policy.	-	-	23,301
Non-Departmental Capital Expenditure			
<i>Community Housing Providers - Prepayment of Staged Operating Funding</i> This category is limited to prepayment of staged operating funding to Community Housing Providers who provide public housing.	-	-	22,301
<i>Progressive Home Ownership - Prepayment of Grants</i> This category is limited to prepayment of grants associated with Progressive Home Ownership loans.	-	-	1,000
Total Multi-Category Expenses and Capital Expenditure	1,844,105	1,837,605	2,505,402
Total Annual Appropriations and Forecast Permanent Appropriations	2,416,314	2,281,423	2,791,554

Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Non-Departmental Output Expenses		
Affordable Housing Fund (M37) (A22) This appropriation is limited to expenses incurred in increasing the provision of affordable housing, through supporting the development of new-build affordable housing for rent or home ownership. Commences: 01 July 2022 Expires: 30 June 2027	Original Appropriation Adjustments to 2020/21 Adjustments for 2021/22 Adjusted Appropriation Actual to 2020/21 Year End Estimated Actual for 2021/22 Estimate for 2022/23 Estimated Appropriation Remaining	294,000 - - 294,000 - - 96,000 198,000
He Kūkū ki te Kāinga - Increasing Māori Housing Supply (M37) (A22) This appropriation is limited to increasing the housing supply provided by Māori service providers. Commences: 01 July 2022 Expires: 30 June 2025	Original Appropriation Adjustments to 2020/21 Adjustments for 2021/22 Adjusted Appropriation Actual to 2020/21 Year End Estimated Actual for 2021/22 Estimate for 2022/23 Estimated Appropriation Remaining	190,550 - - 190,550 - - 56,850 133,700
Infrastructure Investment to Progress Urban Development (M37) (A22) This appropriation is limited to investment into housing and infrastructure projects to enable urban development, regeneration and housing outcomes. Commences: 01 August 2020 Expires: 30 June 2024	Original Appropriation Adjustments to 2020/21 Adjustments for 2021/22 Adjusted Appropriation Actual to 2020/21 Year End Estimated Actual for 2021/22 Estimate for 2022/23 Estimated Appropriation Remaining	271,670 - 5,200 276,870 45,750 59,180 91,009 80,931

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
KiwiBuild Housing (M37) (A22) 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 2020/21	(649,714)
	Adjustments for 2021/22	(166,500)
	Adjusted Appropriation	1,223,709
	Actual to 2020/21 Year End	556,043
	Estimated Actual for 2021/22	180,000
	Estimate for 2022/23	-
	Estimated Appropriation Remaining	487,666
Land for Housing Programme (M37) (A22) This appropriation is limited to the acquisition and provision of land for the Land for Housing programme. Commences: 01 July 2022 Expires: 30 June 2027	Original Appropriation	294,218
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	294,218
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	294,218
	Estimated Appropriation Remaining	-
Operating the Buying off the Plans Programme (M37) (A22) This appropriation is limited to the operating expenses incurred in relation to the facilitation and acquisition of the Buying off the Plans programme. Commences: 01 July 2022 Expires: 30 June 2027	Original Appropriation	3,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	3,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	3,000
	Estimated Appropriation Remaining	-
Operating the Land for Housing Programme (M37) (A22) This appropriation is limited to the holding costs incurred for land acquired and developed under the Land for Housing Programme. Commences: 01 July 2022 Expires: 30 June 2027	Original Appropriation	7,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	7,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	7,000
	Estimated Appropriation Remaining	-
Progressing the Pipeline of Māori Housing 2022 - 2025 (M37) (A22) This appropriation is limited to interventions that develop Māori housing capability across the Māori housing continuum, and reduce technical and cost barriers to increasing the supply of Māori housing. Commences: 01 July 2022 Expires: 30 June 2025	Original Appropriation	24,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	24,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	8,000
	Estimated Appropriation Remaining	16,000

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Residential Development Supply (M37) (A22) This appropriation is limited to the acquisition, construction and provision of residential development. Commences: 01 September 2020 Expires: 30 June 2025	Original Appropriation	344,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	(344,000)
	Adjusted Appropriation	-
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	-
	Estimated Appropriation Remaining	-
	Non-Departmental Other Expenses	
Kāinga Ora Land Programme (M37) (A22) This appropriation is limited to operating expenditure including write downs incurred in the facilitation, acquisition, and development of land and residential properties through Kāinga Ora. Commences: 01 July 2021 Expires: 30 June 2026	Original Appropriation	230,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	230,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	5,000
	Estimate for 2022/23	5,000
	Estimated Appropriation Remaining	220,000
	Land for Housing Operations (M37) (A22) This appropriation is limited to operating expenditure incurred in the facilitation, acquisition, and development of land and residential properties, through the Land for Housing Programme. Commences: 01 July 2021 Expires: 30 June 2026	Original Appropriation
Adjustments to 2020/21		-
Adjustments for 2021/22		-
Adjusted Appropriation		50,000
Actual to 2020/21 Year End		-
Estimated Actual for 2021/22		5,000
Estimate for 2022/23		10,000
Estimated Appropriation Remaining		35,000
Land for Housing Programme - developers' loans - Fair value write down (M37) (A22) This appropriation is limited to the expense incurred in the fair-value write down of interest-free loans offered to developers under the Land for Housing programme. Commences: 01 September 2021 Expires: 30 June 2025		Original Appropriation
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	11,700
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	11,700
	Estimate for 2022/23	-
	Estimated Appropriation Remaining	-
	Write down and write off of Progressive Home Ownership Loans (M37) (A22) 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
Adjustments to 2020/21		-
Adjustments for 2021/22		(179,222)
Adjusted Appropriation		107,533
Actual to 2020/21 Year End		15,278
Estimated Actual for 2021/22		92,255
Estimate for 2022/23		-
Estimated Appropriation Remaining		-

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Non-Departmental Capital Expenditure		
Affordable Housing Fund - Capital Funding (M37) (A22) This appropriation is limited to loans and recyclable funding mechanisms from the Affordable Housing Fund for up to ten years for supporting the development of new-build affordable housing for rent or home ownership. Commences: 01 July 2022 Expires: 30 June 2027	Original Appropriation	50,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	50,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	16,000
	Estimated Appropriation Remaining	34,000
Housing Infrastructure Fund Loans (M37) (A22) 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 2020/21	(406,464)
	Adjustments for 2021/22	406,687
	Adjusted Appropriation	643,047
	Actual to 2020/21 Year End	158,948
	Estimated Actual for 2021/22	211,460
	Estimate for 2022/23	272,639
	Estimated Appropriation Remaining	-
Kāinga Ora - Homes and Communities Standby Credit Facility (M37) (A22) 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 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	1,000,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	-
	Estimated Appropriation Remaining	1,000,000
Land for Housing Programme - developers' loan payments (M37) (A22) This appropriation is limited to interest-free loans related to development payments to developers under the Land for Housing programme. Commences: 01 September 2021 Expires: 30 June 2025	Original Appropriation	42,500
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	42,500
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	32,080
	Estimate for 2022/23	7,020
	Estimated Appropriation Remaining	3,400
Progressive Home Ownership - Prepayment of Grants (M37) (A22) This appropriation is limited to prepayment of grants associated with PHO loans. Commences: 01 July 2020 Expires: 30 June 2025	Original Appropriation	2,500
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	2,500
	Actual to 2020/21 Year End	251
	Estimated Actual for 2021/22	2,249
	Estimate for 2022/23	-
	Estimated Appropriation Remaining	-

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Progressive Home Ownership Fund (M37) (A22) 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 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	400,000
	Actual to 2020/21 Year End	11,174
	Estimated Actual for 2021/22	47,350
	Estimate for 2022/23	128,527
	Estimated Appropriation Remaining	212,949

Multi-Year Multi-Category Appropriations

Title, Overarching Purpose and Period of Appropriations and Type and Scope of Categories	Appropriations, Adjustments and Use	\$000
Housing Acceleration Fund (M37) (A22) The single overarching purpose of this appropriation is to achieve the outcome of advancing housing supply through the provision of infrastructure investment. Commences: 01 July 2021 Expires: 30 June 2026	Original Appropriation	3,729,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	3,729,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	436,700
	Estimate for 2022/23	790,000
	Estimated Appropriation Remaining	2,502,300
Non-Departmental Capital Expenditure		
<i>Investment in Crown-owned Entities to Advance Development-Ready Land</i> This category is limited to investments in Crown-owned entities to increase the amount of development-ready land.	Original Amount	1,682,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Amount	1,682,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	215,500
	Estimate for 2022/23	321,000
	Estimated Amount Remaining	1,145,500
Non-Departmental Other Expenses		
<i>Investment in Infrastructure to Advance Development-Ready Land</i> This category is limited to contributions for infrastructure projects to advance development-ready land.	Original Amount	2,047,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Amount	2,047,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	221,200
	Estimate for 2022/23	469,000
	Estimated Amount Remaining	1,356,800

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

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	2,416,314	2,281,423	2,791,554
Total Forecast MYA Non-Departmental Output Expenses	726,846	239,180	556,077
Total Forecast MYA Non-Departmental Other Expenses	113,955	113,955	15,000
Total Forecast MYA Non-Departmental Capital Expenditure	293,139	293,139	424,186
Total Forecast MYA Multi-Category Expenses and Capital Expenditure	436,700	436,700	790,000
Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations	3,986,954	3,364,397	4,576,817

Capital Injection Authorisations

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Ministry of Housing and Urban Development - Capital Injection (M37) (A22)	-	-	-

Supporting Information

Part 1 - Vote as a Whole

1.1 - New Policy Initiatives

Policy Initiative	Appropriation	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Public and Transitional Housing - Maintaining and Increasing Public, Transitional and COVID-19 Housing Supply	Public Housing MCA - Purchase of Public Housing Provision Non-Departmental Output Expense	7,000	65,400	171,340	355,448	5,006
	Transitional Housing MCA - Provision of Transitional Housing Places Non-Departmental Output Expense	13,850	58,950	45,400	50,000	50,000
	Transitional Housing MCA - Transitional Housing Services Non-Departmental Output Expense	13,850	58,950	45,400	50,000	50,000
First Home Products	First Home Grants Benefits or Related Expenses	-	15,115	22,330	29,924	37,917
	Kāinga Ora - Homes and Communities Non-Departmental Output Expense	-	10,773	10,773	10,773	10,773
Homelessness Action Plan	Public Housing MCA - Services for People in Need or at risk of Needing Public Housing Non-Departmental Output Expense	-	7,790	15,620	15,710	15,720
	Transitional Housing MCA - Provision of Transitional Housing Places Non-Departmental Output Expense	-	4,790	5,110	5,130	5,130
Affordable Housing Fund	Affordable Housing Fund (MYA) Non-Departmental Output Expense	-	96,000	96,000	102,000	-
	Affordable Housing Fund - Capital Funding (MYA) Non-Departmental Capital Expenditure	-	16,000	17,000	17,000	-
	Housing Programme Fair Value Impairment Loss and Inventory Disposal MCA - Fair Value Impairment Loss - Affordable Housing Fund Non-Departmental Other Expense	-	7,000	7,000	7,000	-
	Residential Development Supply (MYA) Non-Departmental Output Expense	(228,000)	(116,000)	-	-	-

Policy Initiative	Appropriation	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Staged Operating Funding to Support Public Housing Delivery	Upfront Payments MCA - Community Housing Providers - Prepayment of Staged Operating Funding Non-Departmental Capital Expenditure	11,388	23,301	20,836	-	-
Improving the Provision of Emergency Housing in Rotorua and Potential Expansion	Contracted emergency housing accommodation and services Non-Departmental Output Expense	28,850	-	-	-	-
A Whole of System Welfare Approach Under the COVID-19 Protection Framework	Transitional Housing MCA - Transitional Housing Services Non-Departmental Output Expense	7,000	3,000	-	-	-
Total Initiatives		(146,062)	251,069	456,809	642,986	174,546

1.2 - Trends in the Vote

Summary of Financial Activity

	2017/18	2018/19	2019/20	2020/21	2021/22		2022/23			2023/24	2024/25	2025/26
	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	275,596	344,854	940,544	385,224	-	677,856	677,856	311,440	238,149	136,809
Benefits or Related Expenses	-	61,856	78,022	80,693	122,320	63,500	N/A	137,735	137,735	145,150	152,744	160,737
Borrowing Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Other Expenses	-	36,946	1,331	757	12,493	12,076	-	15,789	15,789	18,289	182,289	56,789
Capital Expenditure	-	11,470	2,224	192,509	388,390	386,890	2,500	447,535	450,035	1,234,749	18,400	1,400
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-	-	N/A	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)												
<i>Output Expenses</i>	-	867,918	1,311,687	1,606,815	1,811,443	1,804,943	71,577	2,037,496	2,109,073	2,153,182	2,343,581	1,986,649
<i>Other Expenses</i>	-	3,243	5,366	27,224	428,527	428,527	-	771,338	771,338	766,373	623,874	480,674
<i>Capital Expenditure</i>	-	19,626	9,422	6,051	283,237	283,237	N/A	414,991	414,991	405,746	329,120	617,120
Total Appropriations	-	1,136,476	1,683,648	2,258,903	3,986,954	3,364,397	74,077	4,502,740	4,576,817	5,034,929	3,888,157	3,440,178
Crown Revenue and Capital Receipts												
Tax Revenue	-	-	-	-	-	-	N/A	-	-	-	-	-
Non-Tax Revenue	-	48,173	81,600	105,138	79,357	79,357	N/A	188,340	188,340	140,650	116,200	116,200
Capital Receipts	-	-	-	-	3,297	3,297	N/A	-	-	-	-	-
Total Crown Revenue and Capital Receipts	-	48,173	81,600	105,138	82,654	82,654	N/A	188,340	188,340	140,650	116,200	116,200

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

	2017/18 Adjustments \$000	2018/19 Adjustments \$000	2019/20 Adjustments \$000	2020/21 Adjustments \$000	2021/22 Final Budgeted Adjustments \$000	2021/22 Estimated Actual Adjustments \$000
Appropriations						
Output Expenses	-	-	-	-	-	-
Benefits or Related Expenses	-	-	-	-	-	-
Borrowing Expenses	-	-	-	-	-	-
Other Expenses	-	-	-	(21,117)	(180,465)	-
Capital Expenditure	-	-	-	(251)	(61,937)	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	-	-	-	-
Multi-Category Expenses and Capital Expenditure (MCA)						
<i>Output Expenses</i>	-	-	-	-	-	-
<i>Other Expenses</i>	-	-	-	21,117	180,465	-
<i>Capital Expenditure</i>	-	-	-	251	61,937	-
Total Appropriations	-	-	-	-	-	-
Crown Revenue and Capital Receipts						
Tax Revenue	-	-	-	-	-	-
Non-Tax Revenue	-	-	24,330	-	-	-
Capital Receipts	-	-	(24,330)	-	-	-
Total Crown Revenue and Capital Receipts	-	-	-	-	-	-

The adjustments in the table above reflect the new multi-category appropriations set up for Housing Programme Fair Value Impairment Loss and Inventory Disposal, and for Upfront Payments. Revenue has been restated to reflect the fact that property sales are now treated as operating receipts. The table shows how past expenditure and revenue has been changed if the restructured appropriations, and revenue classification, had been in place at the time.

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

1.3 - Analysis of Significant Trends

Operating Expenditure

The significant increases in the trend for operating expenditure from 2020/21 and outyears is mainly driven by:

- the implementation of the Housing Acceleration Fund
- the increase in funding for the provision of Public Housing Places and services funded in Budget 2022
- the implementation of the Residential Development Fund
- the introduction of Kāinga Ora Sustainable Funding for two years of \$63 million in 2021/22 and \$71 million in 2022/23, and
- the implementation of the Government Housing Build Programme for transitional housing.

The decreases in the trend for operating expenditure in 2025/26 is due to funding still to be sought in future years for Public Housing costs pressures.

Capital Expenditure

The significant increases in the trend for capital expenditure is mainly driven by:

- the implementation of the Housing Acceleration Fund from 2021/22, and
- a one-off standby credit facility of \$1 billion in 2023/24 was established for Kāinga Ora - Homes and Communities.

1.4 - Reconciliation of Changes in Appropriation Structure

2021/22 Appropriations in the 2021/22 Structure	2021/22 (Current) \$000	Old Structure		New Structure		
		Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to	Amount Moved \$000	2021/22 Appropriations in the 2022/23 Structure	2021/22 (Restated) \$000	2022/23 \$000
Non-Departmental Output Expenses				Non-Departmental Output Expenses		
He Kūkū ki te Kāinga - Increasing Māori Housing Supply	70,715	Transferred to:		He Kūkū ki te Kāinga - Increasing Māori Housing Supply MYA	70,715	56,850
He Taupae - Building Māori housing capability across the Māori housing continuum	5,029	He Taupae - Building Māori housing capability across the Māori housing continuum	(5,029)	Progressing the Pipeline of Māori Housing 2022 - 2025	10,930	8,000
		Progressing the Pipeline of Māori Housing 2022 - 2025	5,029			
He Taupua - Increasing Māori Housing Provider Capability	5,901	He Taupua - Increasing Māori Housing Provider Capability	(5,901)			
		Progressing the Pipeline of Māori Housing 2022 - 2025	5,901			
KiwiBuild Operations	14,896	KiwiBuild Operations	(14,896)	Operating the Land for Housing Programme MYA	13,896	7,000
		Operating the Land for Housing Programme MYA	13,896			
		Operating the Buying off the Plans Programme MYA	1,000			
KiwiBuild Housing MYA	667,666	KiwiBuild Housing MYA	(667,666)	Land for Housing Programme MYA	667,666	294,218
		Land for Housing Programme MYA	667,666			
Non-Departmental Other Expenses				Housing Programme Fair Value Impairment Loss and Inventory Disposal MCA		
				<i>Non-Departmental Other Expenses</i>		
Land for Housing Programme - developers' loans - Fair value write down MYA	11,700	Land for Housing Programme - developers' loans - Fair value write down MYA	(11,700)	Fair Value Impairment Loss - Land for Housing	11,700	-
		Fair Value Impairment Loss - Land for Housing	11,700			
Write down and write off of Progressive Home Ownership Loans MYA	92,255	Write down and write off of Progressive Home Ownership Loans MYA	(92,255)	Fair Value Impairment Loss - Progressive Home Ownership Loans	92,255	75,173
		Fair Value Impairment Loss - Progressive Home Ownership Loans	92,255			

2021/22 Appropriations in the 2021/22 Structure	2021/22 (Current) \$000	Old Structure		New Structure		
		Appropriations to which Expenses (or Capital Expenditure) have been Moved from or to	Amount Moved \$000	2021/22 Appropriations in the 2022/23 Structure	2021/22 (Restated) \$000	2022/23 \$000
Sale of Land and Dwellings - Costs	76,510	Sale of Land and Dwellings - Costs	(76,510)			
		Housing Programme Fair Value Impairment Loss and Inventory Disposal MCA Sale of Land and Dwellings - Costs	76,510	Sale of Land and Dwellings - Costs	76,510	188,140
Non-Departmental Capital Expenditure				<i>Non-Departmental Capital Expenditure</i>		
Land for Housing - Deferred Settlements	33,300	Land for Housing - Deferred Settlements	(33,300)			
		Housing Programme Fair Value Impairment Loss and Inventory Disposal MCA Land for Housing - Deferred Settlements	33,300	Land for Housing - Deferred Settlements	33,300	64,890
				Upfront Payments MCA		
				<i>Non-Departmental Capital Expenditure</i>		
Community Housing Providers - Prepayment of Staged Operating Funding	26,388	Community Housing Providers - Prepayment of Staged Operating Funding	(26,388)			
		Upfront Payments MCA Community Housing Providers - Prepayment of Staged Operating Funding	26,388	Community Housing Providers - Prepayment of Staged Operating Funding	26,388	22,301
Progressive Home Ownership - Prepayment of Grants MYA	2,249	Progressive Home Ownership - Prepayment of Grants	(2,249)			
		Upfront Payments MCA Progressive Home Ownership - Prepayment of Grants	2,249	Progressive Home Ownership - Prepayment of Grants	2,249	1,000
Total	1,006,609		-		1,006,609	720,572

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) (A22)

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

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	2,500	1,000	2,500
Intangibles	-	-	-
Other	-	-	-
Total Appropriation	2,500	1,000	2,500

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

	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Capital expenditure is in accordance with the Capital Asset Management Plan	Achieved	Achieved	Achieved

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.

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

Details of Net Asset Schedule	2021/22 Estimated Actual \$000	2022/23 Projected \$000	Explanation of Projected Movements in 2022/23
Opening Balance	9,536	9,536	
Capital Injections	-	-	
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	-	-	
Other Movements	-	-	
Closing Balance	9,536	9,536	

Part 3 - Details of Non-Departmental Appropriations

3.1 - Non-Departmental Output Expenses

Affordable Housing Fund (M37) (A22)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Affordable Housing Fund (M37) (A22) This appropriation is limited to expenses incurred in increasing the provision of affordable housing, through supporting the development of new-built affordable housing for rent or home ownership. Commences: 01 July 2022 Expires: 30 June 2027	Original Appropriation	294,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	294,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	96,000
Estimated Appropriation Remaining	198,000	

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the provision of affordable housing.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Performance assessment for this appropriation will be provided in the 2022/23 Supplementary Estimates	-	-	Baseline established

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	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Affordable Housing Fund	2022/23	-	96,000	96,000	102,000	-

Reasons for Change in Appropriation

This appropriation increased by \$294 million for 2022/23 due to the Budget 2022 initiative Affordable Housing Fund.

Contracted emergency housing accommodation and services (M37) (A22)

Scope of Appropriation

This appropriation is limited to contracting with service providers for emergency housing accommodation (including ancillary services such as onsite management) and to supporting clients in contracted emergency housing to move into sustainable housing.

Expenses

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	28,850	28,850	31,540

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve better outcomes in Rotorua for vulnerable families and whānau with children by contracting specific motels to provide emergency accommodation and by providing better supports through contracting additional wraparound support services to meet the needs of the families in those contracted motels.

How Performance will be Assessed and End of Year Reporting Requirements

	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The number of families and whānau with children supported with wraparound support services and accommodation in contracted emergency housing motels in Rotorua will be at least	200	200	200

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.

Service Providers

Provider	2021/22 Final Budgeted \$000	2021/22 Estimated Actual \$000	2022/23 Budget \$000	Expiry of Resourcing Commitment
Visions of a Helping Hand Charitable Trust	6,473	6,473	Under negotiation	Contract reviewed annually
WERA Aotearoa Charitable Trust	3,113	3,113	Under negotiation	Contract reviewed annually
Inner City NZ Limited	2,095	2,095	Under negotiation	Contract reviewed annually
OSR Apartments Limited	2,064	2,064	Under negotiation	Contract reviewed annually
New Zealand Hotel Company Limited	1,891	1,891	Under negotiation	Contract reviewed annually
Other Providers	13,214	13,214	Under negotiation	Contract reviewed annually
Total	28,850	28,850	31,540	

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Emergency Housing - Rotorua Response	2022/23	-	31,540	32,180	32,820	33,480
Improving the Provision of Emergency Housing in Rotorua and Potential Expansion	2021/22	28,850	-	-	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2022/23 of \$2.690 million is due to an increase in the cost per room per night for emergency housing accommodation and associated services.

He Kūkū ki te Kāinga - Increasing Māori Housing Supply (M37) (A22)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
He Kūkū ki te Kāinga - Increasing Māori Housing Supply (M37) (A22) This appropriation is limited to increasing the housing supply provided by Māori service providers. Commences: 01 July 2022 Expires: 30 June 2025	Original Appropriation	190,550
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	190,550
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	56,850
	Estimated Appropriation Remaining	133,700

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Housing: Non-Departmental Output Expense: Annual Appropriation: He Kūkū ki te Kāinga - Increasing Māori Housing Supply	70,715	15,144	-
Total	70,715	15,144	56,850

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an increase the housing supply provided by Māori service providers.

How Performance will be Assessed and End of Year Reporting Requirements

	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Number of new housing places created for individuals/whānau	100	70	70
Number of individuals placed in housing	200	200	150

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	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Māori Housing - Improving Outcomes	2021/22	47,850	47,850	57,850	57,850	57,850
MAIHI - Māori Government Partnerships for housing in New Zealand's post COVID recovery phase	2020/21	9,000	9,000	9,000	9,000	9,000

Reasons for Change in Appropriation

The increase in this appropriation by \$190.550 million for 2022/23 is due to establishment of the multiyear appropriation to reflect the project nature in increasing the provision of Māori housing supply.

Infrastructure Investment to Progress Urban Development (M37) (A22)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Infrastructure Investment to Progress Urban Development (M37) (A22) This appropriation is limited to investment into housing and infrastructure projects to enable urban development, regeneration and housing outcomes. Commences: 01 August 2020 Expires: 30 June 2024	Original Appropriation	271,670
	Adjustments to 2020/21	-
	Adjustments for 2021/22	5,200
	Adjusted Appropriation	276,870
	Actual to 2020/21 Year End	45,750
	Estimated Actual for 2021/22	59,180
	Estimate for 2022/23	91,009
	Estimated Appropriation Remaining	80,931

What is Intended to be Achieved with this Appropriation

This appropriation is intended to increase investment into housing and infrastructure projects to enable urban development, regeneration and housing outcomes.

How Performance will be Assessed and End of Year Reporting Requirements

	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The full life project costs (less any 3rd party funding) are forecasted to be within budget	>75%	100%	>75%
The forecasted completion date of the housing infrastructure projects are at or before 30 June 2024	100%	100%	100%
The number of average FTEs for any/all completed projects is within 5% of budgeted target	Within 5%	No projects completed	Within 5%

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.

Service Providers

Provider	2021/22 Final Budgeted \$000	2021/22 Estimated Actual \$000	2022/23 Budget \$000	Expiry of Resourcing Commitment
Kāinga Ora - Homes and Communities	37,170	37,170	60,810	Contract reviewed annually
Other Providers	22,010	22,010	30,199	Contract reviewed annually
Total	59,180	59,180	91,009	

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Delivering the 'Shovel Ready' Infrastructure Projects	2020/21	48,750	7,500	3,750	-	-
Facilitating the delivery of additional shovel-ready projects	2020/21	15,700	8,900	4,000	-	-

Kāinga Ora - Homes and Communities (M37) (A22)

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

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	75,238	50,000	79,861

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

	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Number of First Home Loan mortgages underwritten by Kāinga Ora - Homes and Communities	Up to a maximum of 1,650	720	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	2 working days	5 working days

End of Year Performance Reporting

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

Current and Past Policy Initiatives

	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Policy Initiative						
First Home Products	2022/23	-	10,773	10,773	10,773	10,773
Kāinga Ora - Sustainable Funding	2021/22	62,540	64,490	-	-	-
Implementation of Residential Development Response Fund	2020/21	2,000	2,000	-	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2022/23 is due to:

- \$10.773 million for the Budget 2022 initiative First Home Products, and
- \$1.950 million from a further uplift in funding from the Budget 2021 initiative Kāinga Ora - Sustainable Funding.

This increase was partially offset by decreases for:

- \$6.100 million for a fiscally neutral transfer to the Public Housing multi-category appropriation category Services for People in Need or at risk of Needing Public Housing to fund Single-Site Supported Housing, and
- \$2 million for a transfer to the Managing the Housing and Urban Development Portfolio appropriation category Management of Housing Provision and Services to fund administration costs for affordable housing initiatives.

Land for Housing Programme (M37) (A22)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Land for Housing Programme (M37) (A22) This appropriation is limited to the acquisition and provision of land for the Land for Housing programme. Commences: 01 July 2022 Expires: 30 June 2027	Original Appropriation	294,218
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	294,218
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	294,218
	Estimated Appropriation Remaining	-

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Housing: Non-Departmental Output Expense: Annual Appropriation: KiwiBuild Housing	667,666	180,000	-
Total	667,666	180,000	294,218

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the development of affordable homes.

How Performance will be Assessed and End of Year Reporting Requirements

	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Number of settled land acquisitions (see Note 1)	New measure 2022/23	New measure 2022/23	4

Note 1 - This is a new performance measure for 2022/23 because this is a new appropriation. 2021/22 performance information is unavailable because this measure was not used in the restructured KiwiBuild Housing appropriation.

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	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Implementation of Residential Development Response Fund	2021/22	(250,000)	-	-	-	-
Establishment of Progressive Home Ownership Fund	2019/20	(355,000)	-	-	-	-
KiwiBuild Programme - KiwiBuild Capital	2018/19	1,035,735	-	-	-	-

Reasons for Change in Appropriation

The increase in this appropriation of \$294.218 million for 2022/23 is due to establishing the appropriation to maintain a forward programme of land acquisitions.

Local Innovations and Partnerships (M37) (A22)

Scope of Appropriation

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

Expenses

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	9,403	9,403	6,370

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

	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Percentage of funded applications that meet all eligibility and assessment criteria	100%	100%	100%
Innovation and Partnership grants are released to organisations in accordance with signed funding agreements	Achieved	Achieved	Achieved
Case studies are completed that demonstrate innovative solutions or lessons to reduce or prevent homelessness	Achieved	Achieved	Achieved

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.

Service Providers

Provider	2021/22 Final Budgeted \$000	2021/22 Estimated Actual \$000	2022/23 Budget \$000	Expiry of Resourcing Commitment
Te Taiwhenua o Heretaunga Trust	650	650	300	December 2023
Te Taumata o Ngāti Whakaue Iho Ake Trust	312	312	312	December 2023
Tākiri Mai Te Ata Trust	280	280	280	October 2023
One Double Five Whare Awhina Community House Trust	170	170	-	June 2022
Kāhui Tū Kaha Limited	169	169	113	December 2023
Other Providers	7,822	7,822	Under negotiation	
Total	9,403	9,403	6,370	

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Preventing and reducing homelessness - Funding a balanced approach	2019/20	5,500	5,600	-	-	-

Reasons for Change in Appropriation

The decrease in this appropriation for 2022/23 is mainly due to expense transfers of \$3.033 million to align funding with the eventual cash disbursement to applicants.

Management of Crown Properties held under the Housing Act 1955 (M37) (A22)

Scope of Appropriation

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

Expenses

	2021/22		2022/23
	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.

Service Providers

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

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
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.

Operating the Buying off the Plans Programme (M37) (A22)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Operating the Buying off the Plans Programme (M37) (A22) This appropriation is limited to the operating expenses incurred in relation to the facilitation and acquisition of the Buying off the Plans programme. Commences: 01 July 2022 Expires: 30 June 2027	Original Appropriation	3,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	3,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	3,000
	Estimated Appropriation Remaining	-

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Housing and Urban Development, Non-Departmental Output Expense KiwiBuild Operations	14,386	14,386	-
Transferred to Operating the Land for Housing Programme	(13,386)	(13,386)	-
Total	1,000	1,000	3,000

What is Intended to be Achieved with this Appropriation

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

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 holding costs associated with Buying off the Plans Programme inventory.

Service Providers

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

Reasons for Change in Appropriation

The increase in this appropriation for 2022/23 is due to a \$3 million one-off expense transfer from the KiwiBuild Operations appropriation from 2021/22 to 2022/23 to cover holding costs for Buying off the Plans Programme inventory.

Operating the Land for Housing Programme (M37) (A22)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Operating the Land for Housing Programme (M37) (A22) This appropriation is limited to the holding costs incurred for land acquired and developed under the Land for Housing Programme. Commences: 01 July 2022 Expires: 30 June 2027	Original Appropriation	7,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	7,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	7,000
	Estimated Appropriation Remaining	-

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Housing and Urban Development, Non-Departmental Output Expense KiwiBuild Operations	14,896	14,896	-
Transferred to Operating the Buying off the Plans Programme	(1,000)	(1,000)	-
Total	13,896	13,896	7,000

What is Intended to be Achieved with this Appropriation

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

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 holding costs associated with Land for Housing Programme inventory.

Reasons for Change in Appropriation

The increase in this appropriation for 2022/23 is due to a \$7 million one-off expense transfer from the KiwiBuild Operations appropriation from 2021/22 to 2022/23 to cover holding costs for Land for Housing Programme inventory.

Progressing the Pipeline of Māori Housing 2022 - 2025 (M37) (A22)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Progressing the Pipeline of Māori Housing 2022 - 2025 (M37) (A22) This appropriation is limited to interventions that develop Māori housing capability across the Māori housing continuum, and reduce technical and cost barriers to increasing the supply of Māori housing. Commences: 01 July 2022 Expires: 30 June 2025	Original Appropriation	24,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	24,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	8,000
	Estimated Appropriation Remaining	16,000

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Housing: Non-Departmental Output Expense: He Taupae - Building Māori housing capability across the Māori housing continuum	5,029	589	-
Vote Housing: Non-Departmental Output Expense: He Taupua - Increasing Māori Housing Provider Capability	5,901	1,587	-
Total	10,930	2,176	8,000

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve an increase in the capability and capacity of Māori housing providers to deliver targeted Māori housing solutions and contribute to homelessness prevention.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Percentage of funded contracts that meet agreed deliverables	100%	100%	100%

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	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
He Taupae - Building Māori housing capability across the Māori housing continuum						
Māori Housing - Improving Outcomes	2021/22	4,000	3,000	3,000	3,000	3,000
MAIHI - Māori Government Partnerships for housing in New Zealand's post COVID recovery phase	2020/21	1,000	1,000	1,000	1,000	1,000
He Taupua - Increasing Māori Housing Provider Capability						
Māori Housing - Improving Outcomes	2021/22	5,000	4,000	4,000	4,000	4,000

Reasons for Change in Appropriation

The increase in the appropriation by \$24 million for 2022/23 is due to the establishment of the multi-year appropriation to reflect the timing of project to improve housing capability outcomes for Māori.

Support Services to increase home ownership (M37) (A22)

Scope of Appropriation

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

Expenses

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	3,658	500	4,000

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

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	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Progressive Home Ownership Implementation: Delivering on the Government Build Programme	2019/20	1,000	4,000	7,000	-	-

3.2 - Non-Departmental Benefits or Related Expenses

First Home Grants (M37) (A22)

Scope of Appropriation

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

Expenses

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	122,320	63,500	137,735

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.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
First Home Products	2022/23	-	15,115	22,330	29,924	37,917
Increasing Housing Supply and Improving Affordability for First Home Buyers and Renters	2021/22	12,300	12,300	12,300	12,300	12,300

Reasons for Change in Appropriation

The increase in this appropriation for 2022/23 is mainly due to the \$15.115 million additional funding from the Budget 2022 initiative First Home Products.

3.4 - Non-Departmental Other Expenses

Housing Assistance (M37) (A22)

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

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	789	372	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.

Service Providers

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

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Reprioritisation of Funding - Housing and Urban Development - Housing Assistance	2019/20	(370)	(370)	(370)	(370)	(370)

Kāinga Ora Land Programme (M37) (A22)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Kāinga Ora Land Programme (M37) (A22) This appropriation is limited to operating expenditure including write downs incurred in the facilitation, acquisition, and development of land and residential properties through Kāinga Ora. Commences: 01 July 2021 Expires: 30 June 2026	Original Appropriation	230,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	230,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	5,000
	Estimate for 2022/23	5,000
Estimated Appropriation Remaining	220,000	

What is Intended to be Achieved with this Appropriation

This appropriation is intended to provide for costs incurred for the facilitation, acquisition and development of land and residential properties through Kāinga Ora - Homes and Communities.

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 it is unlikely to be informative due to the technical nature of the appropriation.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Kāinga Ora - Land Acquisition Fund	2021/22	46,000	46,000	46,000	46,000	46,000

Land for Housing Operations (M37) (A22)*Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Land for Housing Operations (M37) (A22) This appropriation is limited to operating expenditure incurred in the facilitation, acquisition, and development of land and residential properties, through the Land for Housing Programme. Commences: 01 July 2021 Expires: 30 June 2026	Original Appropriation	50,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	50,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	5,000
	Estimate for 2022/23	10,000
	Estimated Appropriation Remaining	35,000

What is Intended to be Achieved with this Appropriation

This appropriation is intended to provide for costs generated achieving non-market outcomes under the Land for Housing Programme.

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 it is unlikely to be informative due to the technical nature of the appropriation.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Housing Acceleration Fund	2021/22	5,000	15,000	15,000	15,000	-

3.5 - Non-Departmental Capital Expenditure

Affordable Housing Fund - Capital Funding (M37) (A22)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Affordable Housing Fund - Capital Funding (M37) (A22) This appropriation is limited to loans and recyclable funding mechanisms from the Affordable Housing Fund for up to ten years for supporting the development of new-build affordable housing for rent or home ownership. Commences: 01 July 2022 Expires: 30 June 2027	Original Appropriation	50,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	50,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	16,000
	Estimated Appropriation Remaining	34,000

What is Intended to be Achieved with this Appropriation

This appropriation is intended to achieve the provision of affordable housing.

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Performance assessment for this appropriation will be provided in the 2022/23 Supplementary Estimates (see Note 1)	-	-	Baseline established

Note 1 - this is a new appropriation for 2022/23. Performance assessment information is still under development and will be included in the 2022/23 Supplementary Estimates.

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	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Affordable Housing Fund	2022/23	-	16,000	17,000	17,000	-

Reasons for Change in Appropriation

This appropriation increased by \$50 million for 2022/23 due to the Budget 2022 initiative Affordable Housing Fund.

Housing Infrastructure Fund Loans (M37) (A22)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Housing Infrastructure Fund Loans (M37) (A22) 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 2020/21	(406,464)
	Adjustments for 2021/22	406,687
	Adjusted Appropriation	643,047
	Actual to 2020/21 Year End	158,948
	Estimated Actual for 2021/22	211,460
	Estimate for 2022/23	272,639
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	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Loan payments are processed by HUD 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 in the Vote Housing and Urban Development Non-Departmental Appropriations Report.

Kāinga Ora - Homes and Communities Standby Credit Facility (M37) (A22)

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) (A22) 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 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	1,000,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	-
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 - Homes and Communities is not able to raise wholesale funding.

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 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	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Establishment of Kāinga Ora - Homes and Communities Standby Credit Facility	2019/20	-	-	1,000,000	-	-

Land for Housing Programme - developers' loan payments (M37) (A22)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Land for Housing Programme - developers' loan payments (M37) (A22) This appropriation is limited to interest-free loans related to development payments to developers under the Land for Housing programme. Commences: 01 September 2021 Expires: 30 June 2025	Original Appropriation	42,500
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	42,500
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	32,080
	Estimate for 2022/23	7,020
	Estimated Appropriation Remaining	3,400

What is Intended to be Achieved with this Appropriation

This appropriation is intended to facilitate interest-free loans related to payments to developers under the Land for Housing programme.

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 the appropriation was created for the sole purpose of facilitating lending under section 65 of the Public Finance Act 1989.

Progressive Home Ownership Fund (M37) (A22)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Progressive Home Ownership Fund (M37) (A22) 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 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Appropriation	400,000
	Actual to 2020/21 Year End	11,174
	Estimated Actual for 2021/22	47,350
	Estimate for 2022/23	128,527
	Estimated Appropriation Remaining	212,949

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	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Number of households settled into home ownership will be at least (see Note 1)	100	100	470
Percentage of provider contractual agreements which are on track for scheduled completion of housing	75%	75%	75%

Note 1 - 2022/23 Budget standard has been adjusted to align with forecast output in 2022/23.

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	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Progressive Home Ownership Implementation: Delivering on the Government Build Programme	2019/20	70,000	105,000	145,000	-	-

Refinancing of Crown loans to Kāinga Ora - Homes and Communities (M37) (A22)

Scope of Appropriation

This appropriation is limited to refinancing existing Crown loans to Kāinga Ora - Homes and Communities and Housing New Zealand Limited.

Capital Expenditure

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	95,000	95,000	23,349

What is Intended to be Achieved with this Appropriation

This appropriation is intended to facilitate the refinancing of Crown loans held by Kāinga Ora - Homes and Communities and Housing New Zealand Limited.

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 the appropriation is solely for the purpose of providing credit to Kāinga Ora - Homes and Communities.

Reasons for Change in Appropriation

The decrease in this appropriation for 2022/23 is due to a \$71.651 million reduction in the value of loans requiring refinancing.

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

4 - Multi-Category Expenses and Capital Expenditure

Community Group Housing (M37) (A22)

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.

Expenses, Revenue and Capital Expenditure

	2021/22		2022/23
	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
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

	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
The performance will be assessed by Kāinga Ora - Homes and Communities support to community group providers by making available up to 1,500 community group housing properties and related housing services.	1,500	1,500	1,500

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

	2021/22		2022/23
	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 - Homes and Communities.			
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 - Homes and Communities 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

Provider	2021/22 Final Budgeted \$000	2021/22 Estimated Actual \$000	2022/23 Budget \$000	Expiry of Resourcing Commitment
Community Group Housing Market Rent Top-Up				
Kāinga Ora - Homes and Communities	13,891	13,891	13,891	Ongoing
Community Housing Rent Relief				
Kāinga Ora - Homes and Communities	4,104	4,104	4,104	Ongoing
Acquisition and Improvement of Community Group Housing Properties				
Kāinga Ora - Homes and Communities	5,800	5,800	5,800	Ongoing
Total	23,795	23,795	23,795	

End of Year Performance Reporting

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

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Community Group Housing Market Rent Top-Up						
Increase to Market Rent Top-Up	2018/19	3,431	3,431	3,431	3,431	3,431

Housing Acceleration Fund (M37) (A22)

Scope of Appropriation, Expenses and Capital Expenditure

Title, Overarching Purpose and Period of Appropriations and Type and Scope of Categories	Appropriations, Adjustments and Use	\$000
Housing Acceleration Fund (M37) (A22)	Original Appropriation	3,729,000
The single overarching purpose of this appropriation is to achieve the outcome of advancing housing supply through the provision of infrastructure investment.	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
Commences: 01 July 2021	Adjusted Appropriation	3,729,000
Expires: 30 June 2026	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	436,700
	Estimate for 2022/23	790,000
	Estimated Appropriation Remaining	2,502,300
Non-Departmental Capital Expenditure		
Investment in Crown-owned Entities to Advance Development-Ready Land	Original Amount	1,682,000
This category is limited to investments in Crown-owned entities to increase the amount of development-ready land.	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Amount	1,682,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	215,500
	Estimate for 2022/23	321,000
	Estimated Amount Remaining	1,145,500

Title, Overarching Purpose and Period of Appropriations and Type and Scope of Categories	Appropriations, Adjustments and Use	\$000
Non-Departmental Other Expenses		
<i>Investment in Infrastructure to Advance Development-Ready Land</i> This category is limited to contributions for infrastructure projects to advance development-ready land.	Original Amount	2,047,000
	Adjustments to 2020/21	-
	Adjustments for 2021/22	-
	Adjusted Amount	2,047,000
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	221,200
	Estimate for 2022/23	469,000
	Estimated Amount Remaining	1,356,800

What is Intended to be Achieved with this Appropriation

This appropriation is intended to increase housing supply and improve affordability for first home buyers and renters.

How Performance will be Assessed for this Appropriation

Assessment of Performance	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
The total number of houses enabled (see Note 1)	Baseline year	1,600	1,080-1,320

Note 1 - This was a new measure for 2021/22, which we used to establish baseline performance. The 2022/23 Budget standard has been aligned to forecast output in 2022/23.

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

Assessment of Performance	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Non-Departmental Other Expenses			
Investment in Infrastructure to Advance Development-Ready Land			
This category is intended to enable contributions for infrastructure projects to advance development-ready land			
The total number of houses enabled through the competitive component of the Infrastructure Acceleration Fund (see Note 1)	Baseline Year	-	-
The total number of houses to be enabled on land where an infrastructure agreement has been signed (see Note 2)	New measure for 2022/23	New measure for 2022/23	Baseline year
Non-Departmental Capital Expenditure			
Investment in Crown-owned Entities to Advance Development-Ready Land			
This category is intended to enable investments in Crown-owned entities to support the development of Government-owned land			
The total number of houses enabled through the delivery of large-scale projects (see Note 3)	Baseline Year	1,600	1,080-1,320

Note 1 - This was a new measure for 2021/22, which we used to establish baseline performance. The 2022/23 Budget standard has been aligned to forecast output in 2022/23.

Note 2 - New measure for 2022/23 to measure delivery during the early stages of the Infrastructure Acceleration Fund.

Note 3 - This was a new measure for 2021/22, which we used to establish baseline performance. The 2022/23 Budget standard has been aligned to forecast output in 2022/23.

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	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
<i>Investment in infrastructure to advance development-ready land</i>						
Housing Acceleration Fund	2021/22	343,000	587,000	566,000	551,000	-
<i>Investment in Crown-owned entities to advance development-ready land</i>						
Housing Acceleration Fund	2021/22	721,000	346,000	335,000	280,000	-

Housing Programme Fair Value Impairment Loss and Inventory Disposal (M37) (A22)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to recognise the non-cash expenses associated with implementation of government housing policy.

Scope of Appropriation

Non-Departmental Other Expenses

Fair Value Impairment Loss - Affordable Housing Fund

This category is limited to the expense incurred in the fair-value impairment loss and any consequent write off arising from loans from the Affordable Housing Fund.

Fair Value Impairment Loss - Housing Infrastructure Fund

This category is limited to the expense incurred in the fair value impairment loss arising from interest-free loans from the Housing Infrastructure Fund to Territorial Local Authorities.

Fair Value Impairment Loss - Progressive Home Ownership Loans

This category is limited to the expense incurred in the fair value impairment loss arising from interest-free loans to suppliers of Progressive Home Ownership schemes.

Sale of Land and Dwellings - Costs

This category is limited to the expenses incurred as part of the sale of land and dwellings.

Non-Departmental Capital Expenditure*Land for Housing - Deferred Settlements*

This category is limited to deferred settlement agreements associated with land sales.

Expenses, Revenue and Capital Expenditure

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	359,364
Non-Departmental Other Expenses			
Fair Value Impairment Loss - Affordable Housing Fund	-	-	7,000
Fair Value Impairment Loss - Housing Infrastructure Fund	-	-	24,161
Fair Value Impairment Loss - Progressive Home Ownership Loans	-	-	75,173
Sale of Land and Dwellings - Costs	-	-	188,140
Non-Departmental Capital Expenditure			
Land for Housing - Deferred Settlements	-	-	64,890

Comparators for Restructured Appropriation

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote, Type and Title of Appropriation			
Vote Housing: Non-Departmental Other Expense: Sale of Land and Dwellings - Costs	76,510	76,510	-
Vote Housing: Non-Departmental Other Expense: Write down and write off of Progressive Home Ownership Loans	92,255	92,255	-
Vote Housing: Non-Departmental Capital Expenditure: Land for Housing - Deferred Settlements	33,300	33,300	-
Total	202,065	202,065	359,364

What is Intended to be Achieved with this Appropriation

This appropriation is intended to recognise the non-cash expenses associated with implementation of government housing policy.

End of Year Performance Reporting

An exemption was granted under s15D(2)(b)(ii) of the Public Finance Act 1989 as additional performance information is unlikely to be informative due to the technical nature of the transactions giving rise to the expenses under this appropriation.

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
<i>Fair Value Impairment Loss - Affordable Housing Fund</i>						
Affordable Housing Fund	2022/23	-	7,000	7,000	7,000	-
<i>Write down and write off of Progressive Home Ownership Loans</i>						
Progressive Home Ownership Implementation: Delivering on the Government Build Programme	2019/20	50,782	75,173	104,049	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2022/23 is due to:

- \$188.140 million from costs arising from the sale of land and dwellings, in accordance with section 4 of the *Public Finance Act 1989* and paragraph 44 of *PBE IPSAS 12 Inventories*
- \$75.173 million from costs arising from fair value impairment write downs for Progressive Home Ownership loans, in accordance with *PBE IFRS 9 Financial Instruments*
- \$64.890 million from deferred settlements for the sale of Land for Housing properties, in accordance with section 65L of the *Public Finance Act*
- \$24.161 million from an expense transfer from 2021/22 from the multi-year appropriation Housing Infrastructure Fund - Fair Value Write Down, in with accordance with *PBE IFRS 9 Financial Instruments*, and
- \$7 million from costs arising from fair value impairments for Affordable Housing Fund loans, in accordance with *PBE IFRS 9 Financial Instruments*.

Managing the Housing and Urban Development Portfolio (M37) (A22)

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

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	78,483	71,983	71,577
Departmental Output Expenses			
Facilitating the Purchase and redevelopment of land for housing purposes	6,500	6,500	6,500
Management of Housing Provision and Services	21,892	19,892	23,655
Policy Advice and Ministerial Servicing	50,091	45,591	41,422
Funding for Departmental Output Expenses			
Revenue from the Crown	78,231	78,231	71,577
Facilitating the Purchase and redevelopment of land for housing purposes	6,500	6,500	6,500
Management of Housing Provision and Services	21,848	21,848	23,655
Policy Advice and Ministerial Servicing	49,883	49,883	41,422
Revenue from Others	252	450	-
Management of Housing Provision and Services	44	-	-
Policy Advice and Ministerial Servicing	208	450	-

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

	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
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	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Departmental Output Expenses			
Facilitating the Purchase and redevelopment of land for housing purposes			
This category is intended to achieve the activities associated with the facilitation of the purchase and redevelopment of land for housing purposes.			
Number of settled land acquisitions	4	5	4
Number of signed Development Agreements	3	3	3
Management of Housing Provision and Services			
This category is intended to achieve effective management and regulation of housing and housing support providers (including Kāinga Ora - Homes and Communities) through negotiating, managing and paying contracts.			
An annual monitoring report will be provided within 120 working days of receiving a Community Housing Provider annual return	90%	71%	90%
Percentage of contracts monitored against their performance and reporting requirements (see Note 2)	80%	80%	90%
Percentage of payments to contracted housing and support providers processed within 10 working days	100%	100%	100%
Policy Advice and Ministerial Servicing			
<ul style="list-style-type: none"> Departmental Official Information Act 1982 requests 	95% or above	95%	95% or above
This category is intended 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.			
Technical quality of policy advice papers will be assessed against the policy quality framework	Achieve an average score of at least 3/5	3	Achieve an average score of at least 3/5
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	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Housing Acceleration Fund	2021/22	6,000	6,000	4,500	4,500	-
Progressive Home Ownership Implementation: Delivering on the Government Build Programme	2020/21	5,000	5,000	3,000	3,000	3,000
Operating Funding for the Ministry of Housing and Urban Development	2020/21	24,800	24,800	24,950	24,950	24,950

Reasons for Change in Appropriation

The decrease in this appropriation for 2022/23 is mainly due to:

Policy Advice and Ministerial Servicing category

The decrease in this category is mainly due to:

- \$3.500 million for a one-off increase from 2020/21 to 2021/22 for administrative costs for the Progressive Home Ownership pilot
- \$2.085 million additional funding for 2021/22 for costs associated with the WAI2750 inquiry
- \$1.500 million for a one-off increase from 2020/21 to 2021/22 for implementation of a Property and Provider Management System
- \$969,000 for a one-off increase from 2020/21 to 2021/22 for administrative costs for the Eastern Porirua Regeneration Project
- \$500,000 for a one-off increase from 2020/21 to 2021/22 for costs associated with the WAI2750 inquiry, and
- \$208,000 for additional funding for 2021/22 for Youth Housing - Access and Support.

Management of Housing Provision and Services category

The increase in this category is mainly due to a \$1.750 million one-off increase in 2022/23 from the Kāinga Ora - Homes and Communities appropriation to fund administration costs for affordable housing initiatives.

Public Housing (M37) (A22)

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 appropriation 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 Public and Community Housing Management 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

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	1,408,197	1,408,197	1,561,222
Non-Departmental Output Expenses			
Purchase of Public Housing Provision	1,310,975	1,310,975	1,464,884
Services for People in Need of or at risk of Needing Public Housing	74,164	74,164	92,278
Services Related to the Provision of Public Housing	300	300	300
Non-Departmental Other Expenses			
Support for the Provision of Public Housing Supply	22,758	22,758	3,760

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

Assessment of Performance	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
The net increase in additional public housing places (see Note 1) will be at least:	2,300	1,400	3,350

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, and includes:

- any house provided by Kāinga Ora - Homes and Communities (excluding community group housing, but including Income Related Rent Subsidy tenancies, market rent tenancies, and vacant properties), and
- or an Income Related Rent Subsidy tenancy or market rent tenancy provided by a registered Community Housing Provider.

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

Assessment of Performance	2021/22		2022/23
	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 at least (see Note 2):	72,500	72,500	75,500
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 places (see Note 3) available for chronic homeless households (see Note 4) to be placed and supported into secure and stable accommodation (see Note 5) under the Housing First (see Note 6) initiative, will be at least:	2,550	2,700	2,640
The number of contracted places (see Note 3) available for households to be supported under the Sustaining Tenancies (see Note 7) programme, will be at least:	2,350	2,350	2,350
The number of contracted places (see Note 3) available for homeless households (see Note 8) to be supported under the Rapid Rehousing (see Note 9) programme, will be at least:	545	600	545
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

Assessment of Performance	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Non-Departmental Other Expenses			
Support for the Provision of Public Housing Supply			
This category is intended to achieve continuity of support to secure access to properties for public housing providers to use for public housing.			
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 the light of the nature of the transaction or casual event giving rise to the expenses	465	469	Exempted

Note 2 - This is a cumulative target so continues to increase over time.

Note 3 - Under executed service agreement between the Provider and the Te Tūāpapa Kura Kāinga - 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).

Note 6 - Housing First aims to provide permanent housing quickly, then offers tailored support for as long as it is needed to help people stay in their homes and address the underlying support needs that led to their experience of homelessness.

Note 7 - Sustaining Tenancies works to prevent homelessness by funding community-based services to support individuals, families and whānau who need help to sustain their tenancy and address issues putting their tenancy at risk.

Note 8 - Individuals, couples and/or families/whānau who have recently experienced homelessness or are experiencing homelessness.

Note 9 - Rapid Rehousing is an intervention to support individuals, families and whānau to quickly exit homelessness, return to permanent housing in the community and maintain their tenancies to avoid a return to homelessness.

Service Providers for the Multi-Category Appropriation

Provider	2021/22 Final Budgeted \$000	2021/22 Estimated Actual \$000	2022/23 Budget \$000	Expiry of Resourcing Commitment
Purchase of Public Housing Provision				
Kāinga Ora - Homes and Communities	1,151,421	1,151,421	Under negotiation	Contract reviewed annually
Tāmaki Housing Association Limited Partnership	47,201	47,201	Under negotiation	Contract reviewed annually
Accessible Properties New Zealand Limited	20,250	20,250	Under negotiation	Contract reviewed annually
Te Āhuru Mōwai	15,609	15,609	Under negotiation	Contract reviewed annually
Ōtautahi Community Housing Trust	11,936	11,936	Under negotiation	Contract reviewed annually
Other Providers	64,558	64,558	Under negotiation	Contract reviewed annually
Total Purchase of Public Housing Provision	1,310,975	1,310,975	1,464,884	
Services for People in Need of or at risk of Needing Public Housing				
Kāhui Tū Kaha Limited	13,602	13,602	Under negotiation	Contract reviewed annually
Christchurch Methodist Central Mission	6,247	6,247	Under negotiation	Contract reviewed annually
VisionWest Community Trust	5,543	5,543	Under negotiation	Contract reviewed annually
Te Taumata o Ngāti Whakaue Iho Ake Trust	4,407	4,407	Under negotiation	Contract reviewed annually
Ngāti Kahungunu Poneke Community Services Incorporated	4,308	4,308	Under negotiation	Contract reviewed annually
Other Providers	40,057	40,057	Under negotiation	Contract reviewed annually
Total Services for People in Need of or at risk of Needing Public Housing	74,164	74,164	87,458	
Services Related to the Provision of Public Housing				
Accessible Properties New Zealand Limited	300	300	Under negotiation	Contract reviewed annually
Total Services Related to the Provision of Public Housing	300	300	300	
Support for the Provision of Public Housing Supply				
Community of Refuge Trust	1,479	1,479	Under negotiation	Contract reviewed annually
Accessible Properties New Zealand Limited	574	574	Under negotiation	Contract reviewed annually
Auckland City Mission	407	407	Under negotiation	Contract reviewed annually
The Mahitahi Kainga Trust	250	250	Under negotiation	Contract reviewed annually
VisionWest Community Trust	241	241	Under negotiation	Contract reviewed annually
Other Providers	19,807	19,807	Under negotiation	Contract reviewed annually
Total Support for the Provision of Public Housing Supply	22,758	22,758	3,760	

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	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Purchase of Public Housing Provision						
Government Housing Build Programme	2022/23	-	94,000	189,000	189,000	189,000
Public and Transitional Housing - Maintaining and Increasing Public, Transitional and COVID-19 Housing Supply	2021/22	7,000	65,400	171,340	355,448	5,006
Main Benefits Increases on 1 July 2021 and 1 April 2022	2021/22	(19,913)	(35,786)	(39,155)	(41,993)	(41,993)
Preventing and Reducing Homelessness - Funding a balanced approach	2020/21	4,938	1,780	2,333	-	-
Additional Public Housing Supply to Support the Increased Refugee Quota	2019/20	8,953	14,598	14,586	14,575	14,575
Maintaining and Expanding the Housing First Programme as a Response to Ending Homelessness	2019/20	24,806	35,258	35,258	35,258	35,258
Incomes for People Receiving Benefits - Indexing Main Benefits, Removing Deductions and Changing Abatement Thresholds	2019/20	(8,750)	(12,186)	(12,186)	(12,186)	(12,186)
Services for People in Need of or at risk of Needing Public Housing						
Homelessness Action Plan	2022/23	-	7,790	15,620	15,710	15,720
Kāinga Ora Sustainable Funding	2022/23	-	6,100	-	-	-
Short-term Housing and Support Services - Extension	2021/22	21,955	37,300	47,760	49,860	49,860
Sustaining Tenancies and Rapid Rehousing Implementation Plan	2020/21	9,640	6,340	-	-	-
Preventing and Reducing Homelessness - Funding a balanced approach	2020/21	5,230	-	-	-	-
Maintaining and Expanding the Housing First Programme as a Response to Ending Homelessness	2019/20	29,260	28,445	28,445	28,445	28,445
Housing First - Expansion into New Cities and Regions	2018/19	8,697	8,697	8,697	8,697	8,697

Reasons for Change in Appropriation

The increase in the appropriation for 2022/23 is mainly due to:

Purchase of Public Housing Provision category

The increase in this category is mainly due to:

- \$94 million additional funding for the initiative Government Housing Build Programme
- \$58.400 million uplift in funding for the Budget 2022 initiative Public and Transitional Housing - Maintaining and Increasing Public, Transitional and COVID-19 Housing Supply

- \$10.452 million uplift in funding for the Budget 2019 initiative Maintaining and Expanding the Housing First Programme as a Response to Ending Homelessness, and
- \$5.645 million uplift in funding for the Budget 2020 initiative Additional Public Housing Supply to Support the Increased Refugee Quota.

This is partially offset by decreases for:

- \$19.303 million for income related rent subsidies due to increases in main benefit rates for eligible recipients, and
- \$3.158 million downshift between years funding from the initiative Preventing and Reducing Homelessness - Funding a balanced approach.

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

The increase in this category is mainly due to:

- \$15.345 million uplift in funding from the Budget 2021 initiative Short-term Housing and Support Services - Extension
- \$7.790 million in additional funding from the Budget 2022 initiative Homelessness Action Plan
- \$6.100 million in additional funding from the Budget 2021 initiative Kāinga Ora Sustainable Funding
- \$6.100 million for a fiscally neutral transfer from the Kāinga Ora - Homes and Communities appropriation to fund Single-Site Supported Housing
- \$3.690 million from a one-off expense transfer from 2020/21 to 2021/22 to meet forecast demand for the sustaining tenancies programme
- \$743,000 additional funding to meet forecast demand for support services, and
- \$500,000 additional funding for accelerating the sustaining tenancies expansion in response to COVID-19.

This is partially offset by decreases for:

- \$5.230 million from the ending of the initiative Preventing and Reducing Homelessness - Funding a balanced approach
- \$3.300 million downshift between years funding from the initiative Sustaining Tenancies and Rapid Rehousing Implementation Plan, and
- \$815,000 downshift between years funding from the Budget 2019 initiative Maintaining and Expanding the Housing First Programme as a Response to Ending Homelessness.

Support for the Provision of Public Housing Supply

The decrease in this category is mainly due to \$19.073 million for a one-off expense transfer from 2020/21 to 2021/22 for the retention of unallocated upfront funding to continue progressing public housing developments.

Transitional Housing (M37) (A22)

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.

Expenses, Revenue and Capital Expenditure

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	333,630	333,630	466,143
Non-Departmental Output Expenses			
Provision of Transitional Housing Places	170,311	170,311	237,660
Transitional Housing Services	163,319	163,319	228,483

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

	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Assessment of Performance			
Performance will be assessed by the assessment of the categories for the Provision of Transitional Housing Places and Transitional Housing Services.	See categories	See categories	See categories

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

Assessment of Performance	2021/22		2022/23
	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 net increase in additional transitional housing places (see Note 1) in areas of demand will be at least	1,200	1,200	340
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.			
Percentage of new transitional housing places contracted (see Note 2) that receive associated services (see Note 3) will be	New measure	100%	100%

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). The reduced 2022/23 Budget Standard is the result of a decrease in funding for the provision of additional transitional housing places.

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

Note 3 - This measure was reworded for 2022/23 to better reflect the intention of the service provision. The intention of transitional housing is to provide housing and support to vulnerable households, and support to transition to long-term housing. The specific nature of the support and intensity of this support, for each household, will vary according to the characteristics and needs of the household.

Service Providers for the Multi-Category Appropriation

Provider	2021/22 Final Budgeted \$000	2021/22 Estimated Actual \$000	2022/23 Budget \$000	Expiry of Resourcing Commitment
Provision of Transitional Housing Places				
Emerge Aotearoa Limited	10,794	10,794	Under negotiation	Contract reviewed annually
The Salvation Army New Zealand Trust	9,858	9,858	Under negotiation	Contract reviewed annually
Kāhui Tū Kaha Limited	6,200	6,200	Under negotiation	Contract reviewed annually
Monte Cecilia Housing Trust	5,494	5,494	Under negotiation	Contract reviewed annually
STRIVE Community Trust	4,850	4,850	Under negotiation	Contract reviewed annually
Other Providers	133,115	133,115	Under negotiation	Contract reviewed annually
Total Provision of Transitional Housing Places	170,311	170,311	237,660	

Provider	2021/22 Final Budgeted \$000	2021/22 Estimated Actual \$000	2022/23 Budget \$000	Expiry of Resourcing Commitment
Transitional Housing Services				
The Salvation Army New Zealand Trust	21,820	21,820	Under negotiation	Contract reviewed annually
Emerge Aotearoa Limited	17,436	17,436	Under negotiation	Contract reviewed annually
Kāhui Tū Kaha Limited	10,368	10,368	Under negotiation	Contract reviewed annually
STRIVE Community Trust	5,970	5,970	Under negotiation	Contract reviewed annually
Monte Cecilia Housing Trust	5,487	5,487	Under negotiation	Contract reviewed annually
Other Providers	95,238	95,238	Under negotiation	Contract reviewed annually
Total Transitional Housing Services	156,319	156,319	225,483	

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	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
<i>Provision of Transitional Housing Places</i>						
Homelessness Action Plan	2022/23	-	4,790	5,110	5,130	5,130
Public and Transitional Housing - Maintaining and Increasing Public, Transitional and COVID-19 Housing Supply	2021/22	13,850	58,950	45,400	50,000	50,000
Short-term Housing and Support Services - Extension	2021/22	30,050	6,960	1,370	60	60
Government Housing Build Programme	2020/21	42,000	59,500	62,500	62,500	62,500
COVID-19 Immediate Housing Response	2019/20	3,400	-	-	-	-
Preventing and Reducing Homelessness - Funding a balanced approach	2019/20	34,500	37,000	-	-	-
Transitional Housing - Funding for the Continued Provision of Transitional Housing to Support those in Need	2019/20	18,819	13,395	13,395	13,395	13,395
<i>Transitional Housing Services</i>						
Public and Transitional Housing - Maintaining and Increasing Public, Transitional and COVID-19 Housing Supply	2021/22	13,850	58,950	45,400	50,000	50,000
A Whole of System Welfare Approach Under the COVID-19 Protection Framework	2021/22	7,000	3,000	-	-	-
Short-term Housing and Support Services - Extension	2021/22	2,650	640	70	10	10
Government Housing Build Programme	2020/21	43,000	59,500	62,500	62,500	62,500

Policy Initiative	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Preventing and Reducing Homelessness - Funding a balanced approach	2019/20	18,500	20,000	-	-	-
Transitional Housing - Funding for the Provision of Additional Places to Reduce Homelessness	2019/20	15,936	17,217	17,217	17,217	17,217
Transitional Housing - Funding to Meet Current Target	2018/19	15,448	15,448	15,448	15,448	15,448

Reasons for Change in Appropriation

The increase in this appropriation of \$132.513 million for 2022/23 is mainly due to \$63.593 million for an expense transfer from 2021/22, and:

Provision of Transitional Housing Places

- \$45.100 million from the Budget 2022 initiative Public and Transitional Housing - Maintaining and Increasing Public, Transitional and COVID-19 Housing Supply
- \$17.500 million uplift from the Budget 2021 initiative Government Housing Build Programme
- \$4.790 million from the Budget 2022 initiative Homelessness Action Plan, and
- \$2.500 million uplift from the Budget 2020 initiative Preventing and Reducing Homelessness - Funding a balanced approach.

This was partially offset by decreases from:

- \$23.390 million downshift between years from the Budget 2021 initiative Short-term Housing and Support Services - Extension
- \$5.424 million downshift between years from the Budget 2020 initiative Transitional Housing - Funding for the Continued Provision of Transitional Housing to Support those in Need
- \$3.400 million from the COVID-19 Immediate Housing Response initiative, and
- \$2.427 million from an expense transfer from 2020/21 to 2021/22 for meeting Budget 2020 commitments to deliver additional transitional housing.

Transitional Housing Services

- \$45.100 million from the Budget 2022 initiative Public and Transitional Housing - Maintaining and Increasing Public, Transitional and COVID-19 Housing Supply
- \$16.500 million uplift from the initiative Government Housing Build Programme
- \$1.500 million uplift from the initiative Preventing and Reducing Homelessness - Funding a balanced approach, and
- \$1.281 million uplift from the Budget 2020 initiative Transitional Housing - Funding for the Provision of Additional Places to Reduce Homelessness.

This was partially offset by decreases from:

- \$25 million from an expense transfer from 2020/21 to 2021/22 for meeting Budget 2020 commitments to deliver additional transitional housing
- \$4 million downshift between years from the initiative A Whole of System Welfare Approach Under the COVID-19 Protection Framework, and
- \$2.010 million downshift between years from the Budget 2021 initiative Short-term Housing and Support Services - Extension.

Upfront Payments (M37) (A22)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to record the prepayment of expenses associated with implementation of government housing policy.

Scope of Appropriation

Non-Departmental Capital Expenditure

Community Housing Providers - Prepayment of Staged Operating Funding

This category is limited to prepayment of staged operating funding to Community Housing Providers who provide public housing.

Progressive Home Ownership - Prepayment of Grants

This category is limited to prepayment of grants associated with Progressive Home Ownership loans.

Expenses, Revenue and Capital Expenditure

	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Total Appropriation	-	-	23,301
Non-Departmental Capital Expenditure			
Community Housing Providers - Prepayment of Staged Operating Funding	-	-	22,301
Progressive Home Ownership - Prepayment of Grants	-	-	1,000

Comparators for Restructured Appropriation

Vote, Type and Title of Appropriation	2021/22		2022/23
	Final Budgeted \$000	Estimated Actual \$000	Budget \$000
Vote Housing and Urban Development, Non-Departmental Capital Expenditure Community Housing Providers - Prepayment of Staged Operating Funding	11,388	11,388	-
Vote Housing and Urban Development, Non-Departmental Capital Expenditure Progressive Home Ownership - Prepayment of Grants	2,249	2,249	-
Total	13,637	13,637	23,301

What is Intended to be Achieved with this Appropriation

This appropriation is intended to recognise the prepayment of expenses associated with implementation of government housing policy.

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

Assessment of Performance	2021/22		2022/23
	Final Budgeted Standard	Estimated Actual	Budget Standard
Non-Departmental Capital Expenditure			
Community Housing Providers - Prepayment of Staged Operating Funding			
This category is intended to facilitate the prepayment of staged operating funding to Community Housing Providers for the purpose of providing public housing.			
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 the appropriation was created for the sole purpose of facilitating lending under section 65 of the Public Finance Act 1989.	Exempted	Exempted	Exempted
Progressive Home Ownership - Prepayment of Grants			
This category is intended to assist access to home ownership through the prepayment of grants for the Progressive Home Ownership Fund.			
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 the appropriation was created for the sole purpose of facilitating lending under section 65 of the Public Finance Act 1989.	Exempted	Exempted	Exempted

Current and Past Policy Initiatives

Policy Initiative	Year of First Impact	2021/22 Final Budgeted \$000	2022/23 Budget \$000	2023/24 Estimated \$000	2024/25 Estimated \$000	2025/26 Estimated \$000
Community Housing Providers - Prepayment of Staged Operating Funding						
Staged Operating Funding to Support Public Housing Delivery	2021/22	11,388	23,301	20,836	-	-

Reasons for Change in Appropriation

The increase in this appropriation for 2022/23 is mainly due to an increase of \$23.301 million in funding for the initiative Staged Operating Funding to Support Public Housing Delivery.