

Vote Building and Construction

APPROPRIATION MINISTER(S): Minister for Building and Construction (M9), Minister of Housing (M37), Minister for COVID-19 Response (M103)

DEPARTMENT ADMINISTERING THE VOTE: Ministry of Business, Innovation and Employment (A17)

RESPONSIBLE MINISTER FOR MINISTRY OF BUSINESS, INNOVATION AND EMPLOYMENT:
Minister for Economic and Regional Development

Details of Appropriations and Capital Injections

Annual Appropriations and Forecast Permanent Appropriations

	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Departmental Output Expenses			
Insurance Claims Resolution (M37) (A17) This appropriation is limited to the provision of residential insurance advisory, mediation and support services for homeowners affected by a disaster, natural or otherwise.	6,166	1,974	8,140
Occupational Licensing (M9) (A17) This appropriation is limited to the development, implementation and maintenance of the registration and licensing regimes for building practitioners and electrical workers.	11,687	5,450	17,137
Residential Tenancy and Unit Title Services (M37) (A17) This appropriation is limited to residential tenancy and unit title dispute resolution services, information, education, advice and compliance and enforcement activities; administration and investment of residential tenancy bond monies.	43,958	1,000	44,958
Weathertight Services (M9) (A17) This appropriation is limited to assessing the eligibility of weathertight homes claims; independent technical assessment of claims, including reports on actual and probable damage with estimated costs of repair; administration of the financial assistance package; claim management until repair or claim lodged with the Weathertight Tribunal; provision of mediation services; and advice, information and education to support more informed consumer decisions.	7,652	(2,550)	5,102
Total Departmental Output Expenses	69,463	5,874	75,337
Non-Departmental Other Expenses			
Payments in respect of the Weathertight Services Loan Guarantees PLA (M9) (A17) This appropriation is limited to the payments to banks under the Weathertight Services Financial Assistance Package: Loan Guarantee scheme as authorised under section 65ZG of the Public Finance Act 1989.	1,500	-	1,500
Residential Earthquake-Prone Buildings Financial Assistance Scheme: Delivery and Administration of the Loan Scheme for Earthquake Prone Buildings (M9) (A17) This appropriation is limited to the delivery and administration of the loan scheme for Earthquake-Prone Buildings.	1,125	412	1,537
Unwind of Discount Rate Used in the Present Value Calculation of Direct Payments Under the Weathertight Homes Financial Assistance Package (M9) (A17) This appropriation is limited to the expense incurred in unwinding the discount rate used in the present value calculation of the Weathertight Homes Financial Assistance Package liability as the liability nears settlement.	1,659	-	1,659
Total Non-Departmental Other Expenses	4,284	412	4,696

Titles and Scopes of Appropriations by Appropriation Type	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Multi-Category Expenses and Capital Expenditure			
Building Policy, Regulation and Advice MCA (M9) (A17) The single overarching purpose of this appropriation is effective stewardship and regulation of the building system.	53,713	3,023	56,736
<i>Departmental Output Expenses</i>			
<i>Building Regulation and Control</i> This category is limited to activities associated with the setting of performance standards for buildings and the design and delivery of regulatory schemes and other initiatives to help ensure those standards are met.	46,904	-	46,904
<i>Executive functions and building system support</i> This category is limited to services (including research, evaluation, data analysis, dissemination, regulatory stewardship and enforcement) required to exercise executive functions, and to support the effective performance of statutory bodies under legislation assigned to the appropriation Minister (other than the Building Act 2004).	100	71	171
<i>Policy Advice and Related Services to Ministers - Building and Construction</i> This category is limited to the provision of advice (including second opinion advice and contributions to policy advice led by other agencies) and services (including research, evaluation, data analysis and dissemination) to support decision-making by Ministers on government policy matters relating to building and construction.	6,709	2,942	9,651
<i>Non-Departmental Output Expenses</i>			
<i>Supporting the performance of statutory boards</i> This category is limited to services (including research, evaluation, data analysis, dissemination, regulatory stewardship and enforcement) required by statutory boards, under legislation assigned to the appropriation Minister (other than the Building Act 2004), to exercise their functions.	-	10	10
Isolation and Quarantine Management MCA (M103) (A17) The single overarching purpose of this appropriation is to support and deliver managed quarantine and managed isolation arrangements within New Zealand	951,312	(97,934)	853,378
<i>Departmental Output Expenses</i>			
<i>Operational Support</i> This category is limited to supporting quarantine and isolation arrangements that are being used in response to COVID-19.	170,118	63,441	233,559
<i>Non-Departmental Output Expenses</i>			
<i>Delivery of Services</i> This category is limited to the delivery of quarantine and managed isolation arrangements within New Zealand.	649,447	(84,648)	564,799
<i>Non-Departmental Other Expenses</i>			
<i>Managed Isolation and Quarantine Loans - Fair Value Write-down</i> This category is limited to the fair value write-down of loans provided to persons undergoing managed isolation and quarantine arrangements.	32,620	(22,320)	10,300
<i>Managed Isolation and Quarantine loans - Impairment of debt</i> This category is limited to expenses arising from the recognition of the impaired value of managed isolation and quarantine loan debts including write downs and write offs.	2,400	22,320	24,720
<i>Non-Departmental Capital Expenditure</i>			
<i>Managed Isolation and Quarantine Loans</i> This category is limited to loans provided to persons undergoing managed isolation and quarantine arrangements.	96,727	(76,727)	20,000

Titles and Scopes of Appropriations by Appropriation Type	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Temporary Accommodation Services MCA (M37) (A17) The single overarching purpose of this appropriation is to coordinate and provide temporary accommodation to people displaced by a civil emergency.	1,826	24,513	26,339
Departmental Output Expenses			
<i>Readiness, Response and Recovery</i> This category is limited to temporary accommodation coordination, contingency planning, civil defence sector engagement and event-specific civil emergency temporary accommodation service operations.	993	750	1,743
Non-Departmental Output Expenses			
<i>Temporary Accommodation Housing Initiatives - Operations</i> This category is limited to the operating expenses incurred on temporary accommodation supply initiatives.	495	4,646	5,141
Non-Departmental Other Expenses			
<i>Temporary Accommodation Housing Initiatives - Depreciation</i> This category is limited to depreciation expenses associated with temporary accommodation supply.	338	-	338
Non-Departmental Capital Expenditure			
<i>Temporary Accommodation Housing Initiatives - Capital</i> This category is limited to procuring and purchasing temporary accommodation.	-	19,117	19,117
Total Multi-Category Expenses and Capital Expenditure	1,006,851	(70,398)	936,453
Total Annual Appropriations and Forecast Permanent Appropriations	1,080,598	(64,112)	1,016,486

Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Non-Departmental Other Expenses		
Residential Earthquake-Prone Buildings Financial Assistance Scheme: Fair value write down (M9) (A17) This appropriation is limited to any fair value write downs (including impairments, bad debts, write-offs and expected credit losses) or other expenses incurred in unwinding the discount rate used in the present value calculation of the loans within the Residential Earthquake-Prone Building Financial Assistance Scheme. Commences: 01 November 2020 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	4,800 - 1,300 6,100 - - 3,700 2,400
Non-Departmental Capital Expenditure		
Residential Earthquake-Prone Buildings Financial Assistance Scheme: Loan Scheme for Earthquake Prone Buildings (M9) (A17) This appropriation is limited to loans for Earthquake-Prone Buildings seismic retrofit. Commences: 01 March 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	10,000 - - 10,000 - - 2,500 7,500

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

	2021/22		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	1,080,598	(64,112)	1,016,486
Total Forecast MYA Non-Departmental Other Expenses	2,400	(2,400)	-
Total Forecast MYA Non-Departmental Capital Expenditure	7,000	(7,000)	-
Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations	1,089,998	(73,512)	1,016,486

Supporting Information

Part 1 - Vote as a Whole

1.2 - Trends in the Vote

Summary of Financial Activity

	2021/22				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
Appropriations					
Output Expenses	69,463	5,874	-	5,874	75,337
Benefits or Related Expenses	-	N/A	-	-	-
Borrowing Expenses	-	-	-	-	-
Other Expenses	6,684	-	(1,988)	(1,988)	4,696
Capital Expenditure	7,000	-	(7,000)	(7,000)	-
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	874,766	67,204	(79,992)	(12,788)	861,978
<i>Other Expenses</i>	35,358	-	-	-	35,358
<i>Capital Expenditure</i>	96,727	N/A	(57,610)	(57,610)	39,117
Total Appropriations	1,089,998	73,078	(146,590)	(73,512)	1,016,486
Crown Revenue and Capital Receipts					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	-	N/A	197,653	197,653	197,653
Capital Receipts	-	N/A	-	-	-
Total Crown Revenue and Capital Receipts	-	N/A	197,653	197,653	197,653

Part 2 - Details of Departmental Appropriations

2.1 - Departmental Output Expenses

Insurance Claims Resolution (M37) (A17)

Scope of Appropriation

This appropriation is limited to the provision of residential insurance advisory, mediation and support services for homeowners affected by a disaster, natural or otherwise.

Reasons for Change in Appropriation

This appropriation increased by \$1.974 million to \$8.140 million for 2021/22 due to a transfer from 2020/21 as a result of delays to individual cases which were more litigious in nature with greater complexity via the Greater Christchurch Claims Resolution Services (GCCRS).

Occupational Licensing (M9) (A17)

Scope of Appropriation

This appropriation is limited to the development, implementation and maintenance of the registration and licensing regimes for building practitioners and electrical workers.

Expenses and Revenue

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	11,687	5,450	17,137
Revenue from the Crown	774	-	774
Revenue from Others	10,491	5,450	15,941

Reasons for Change in Appropriation

This appropriation increased by \$5.450 million to \$17.137 million for 2021/22 due to:

- a \$5 million fiscally neutral transfer from Capital Injections to recognise the change in accounting treatment (Saas) for the Occupational Licensing platform IT system, and
- a \$450,000 fiscally neutral adjustment to reflect the increase in registration costs due to increased volumes, which was offset by an increase in revenue from others.

Memorandum Account

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Occupational Licensing - Building Practitioners			
Opening Balance at 1 July	3,485	436	3,921
Revenue	6,365	-	6,365
Expenses	(5,758)	-	(5,758)
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	4,092	436	4,528

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Occupational Licensing - Electrical Workers			
Opening Balance at 1 July	2,935	834	3,769
Revenue	4,126	450	4,576
Expenses	(5,155)	(450)	(5,605)
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	1,906	834	2,740

Residential Tenancy and Unit Title Services (M37) (A17)*Scope of Appropriation*

This appropriation is limited to residential tenancy and unit title dispute resolution services, information, education, advice and compliance and enforcement activities; administration and investment of residential tenancy bond monies.

Expenses and Revenue

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	43,958	1,000	44,958
Revenue from the Crown	29,238	1,000	30,238
Revenue from Others	14,720	-	14,720

How Performance will be Assessed and End of Year Reporting Requirements

	2021/22		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Number of interventions undertaken dealing with the breaches of the Residential Tenancies Act 1986	2,000	2,500	2,500
Increase of users to tenancy.govt.nz website accessing relevant information on NZ tenancy/landlord requirements	Baseline to be established	-	-

Reasons for Change in Appropriation

This appropriation increased by \$1 million to \$44.958 million for 2021/22 due to a transfer from 2020/21 to reflect the decision to pause the Healthy Homes Standards Campaign activity from March 2020 to April 2021, so that focus would be on managing the global COVID-19 pandemic.

Memorandum Account

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Unit Titles Act 2010			
Opening Balance at 1 July	(173)	(42)	(215)
Revenue	180	-	180
Expenses	(180)	(129)	(309)
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	(173)	(171)	(344)

Weathertight Services (M9) (A17)

Scope of Appropriation

This appropriation is limited to assessing the eligibility of weathertight homes claims; independent technical assessment of claims, including reports on actual and probable damage with estimated costs of repair; administration of the financial assistance package; claim management until repair or claim lodged with the Weathertight Tribunal; provision of mediation services; and advice, information and education to support more informed consumer decisions.

Expenses and Revenue

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	7,652	(2,550)	5,102
Revenue from the Crown	7,652	(2,550)	5,102
Revenue from Others	113	-	113

How Performance will be Assessed and End of Year Reporting Requirements

Assessment of Performance	2021/22		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
The percentage of short assessments (Eligibility) completed within 60 working days of being allocated to an assessor	80%	-	-

Reasons for Change in Appropriation

This appropriation decreased by \$2.550 million to \$5.102 million for 2021/22 due to:

- a fiscally neutral transfer of \$1.800 million to Building Policy, Regulation and Advice MCA - Policy Advice and Related Services to Ministers - Building and Construction to assist with the Building for Climate Change programme of work, and
- a \$750,000 fiscally neutral transfer to the Temporary Accommodation Services (TAS) MCA to assist with mitigating cost pressures.

Part 3 - Details of Non-Departmental Appropriations

3.4 - Non-Departmental Other Expenses

Residential Earthquake-Prone Buildings Financial Assistance Scheme: Delivery and Administration of the Loan Scheme for Earthquake Prone Buildings (M9) (A17)

Scope of Appropriation

This appropriation is limited to the delivery and administration of the loan scheme for Earthquake-Prone Buildings.

Reasons for Change in Appropriation

This appropriation increased by \$412,000 to \$1.537 million for 2021/22 due to a transfer from 2020/21 to reflect that there were no loans in 2020/21 and this will fund a ramp up in costs related to issuing the first loans in 2021/22, as well providing additional funding for marketing in the event that a review of the scheme identifies the need to undertake a marketing campaign beyond what is currently intended.

Residential Earthquake-Prone Buildings Financial Assistance Scheme: Fair value write down (M9) (A17)

Scope of Appropriation and Expenses

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
Residential Earthquake-Prone Buildings Financial Assistance Scheme: Fair value write down (M9) (A17) This appropriation is limited to any fair value write downs (including impairments, bad debts, write-offs and expected credit losses) or other expenses incurred in unwinding the discount rate used in the present value calculation of the loans within the Residential Earthquake-Prone Building Financial Assistance Scheme. Commences: 01 November 2020 Expires: 30 June 2025	Original Appropriation	4,800
	Adjustments to 2020/21	-
	Adjustments for 2021/22	1,300
	Adjusted Appropriation	6,100
	Actual to 2020/21 Year End	-
	Estimated Actual for 2021/22	-
	Estimate for 2022/23	3,700
	Estimated Appropriation Remaining	2,400

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 because any expenses associated with fair value write-down are non-cash and for accounting purposes only.

Reasons for Change in Appropriation

This appropriation increased by \$1.300 million to \$6.100 million due to additional funding to further support earthquake-prone building owners to comply with the earthquake-prone building system.

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

4 - Multi-Category Expenses and Capital Expenditure

Building Policy, Regulation and Advice (M9) (A17)

Overarching Purpose Statement

The single overarching purpose of this appropriation is effective stewardship and regulation of the building system.

Scope of Appropriation

Departmental Output Expenses

Building Regulation and Control

This category is limited to activities associated with the setting of performance standards for buildings and the design and delivery of regulatory schemes and other initiatives to help ensure those standards are met.

Executive functions and building system support

This category is limited to services (including research, evaluation, data analysis, dissemination, regulatory stewardship and enforcement) required to exercise executive functions, and to support the effective performance of statutory bodies under legislation assigned to the appropriation Minister (other than the Building Act 2004).

Policy Advice and Related Services to Ministers - Building and Construction

This category is limited to the provision of advice (including second opinion advice and contributions to policy advice led by other agencies) and services (including research, evaluation, data analysis and dissemination) to support decision-making by Ministers on government policy matters relating to building and construction.

Non-Departmental Output Expenses

Supporting the performance of statutory boards

This category is limited to services (including research, evaluation, data analysis, dissemination, regulatory stewardship and enforcement) required by statutory boards, under legislation assigned to the appropriation Minister (other than the Building Act 2004), to exercise their functions.

Expenses, Revenue and Capital Expenditure

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	53,713	3,023	56,736
Departmental Output Expenses			
Building Regulation and Control	46,904	-	46,904
Executive functions and building system support	100	71	171
Policy Advice and Related Services to Ministers - Building and Construction	6,709	2,942	9,651

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Non-Departmental Output Expenses			
Supporting the performance of statutory boards	-	10	10
Funding for Departmental Output Expenses			
Revenue from the Crown	6,809	3,013	9,822
Executive functions and building system support	100	71	171
Policy Advice and Related Services to Ministers - Building and Construction	6,709	2,942	9,651
Revenue from Others	49,454	(7,575)	41,879
Building Regulation and Control	49,454	(7,575)	41,879

How Performance will be Assessed for this Appropriation

	2021/22		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Non-Departmental Output Expenses			
Supporting the performance of statutory boards			
This category is intended to achieve the provision of support for statutory boards where it is required to ensure they can exercise their functions			
An exemption was granted under s15D(2)(b)(iii) of the Public Finance Act 1989 as the amount of the annual appropriation is less than \$5 million.	-	Exempt	Exempt

Reasons for Change in Appropriation

This appropriation increased by \$3.023 million to \$56.736 million for 2021/22 due to:

- a fiscally neutral transfer of \$1.300 million from the Weathertight Services appropriation for the 'Building for Climate Change' programme
- a fiscally neutral transfer of \$965,000 from Vote Business, Science and Innovation to assist with the Construction Accord initiative
- an expense transfer of \$538,000 from 2020/21 to reflect the delays in the delivery of the Transformation Plan due to the COVID-19 pandemic
- an expense transfer of \$139,000 from 2020/21 to reflect the delays in the Building System Legislative Reform Programme Phase 2 initiative due to the 2020 Elections and COVID-19 pandemic, and
- an expense transfer of \$81,000 from 2020/21 to provide support for the Registered Architects Board.

Memorandum Account

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Building Controls			
Opening Balance at 1 July	46,989	10,030	57,019
Revenue	49,218	(7,339)	41,879
Expenses	(46,560)	(344)	(46,904)
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	49,647	2,347	51,994

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
National Multi Use Approvals			
Opening Balance at 1 July	(1,757)	(15)	(1,772)
Revenue	236	(36)	200
Expenses	(344)	(213)	(557)
Transfers and Adjustments	-	-	-
Closing Balance at 30 June	(1,865)	(264)	(2,129)

Isolation and Quarantine Management (M103) (A17)*Overarching Purpose Statement*

The single overarching purpose of this appropriation is to support and deliver managed quarantine and managed isolation arrangements within New Zealand

*Scope of Appropriation***Departmental Output Expenses***Operational Support*

This category is limited to supporting quarantine and isolation arrangements that are being used in response to COVID-19.

Non-Departmental Output Expenses*Delivery of Services*

This category is limited to the delivery of quarantine and managed isolation arrangements within New Zealand.

Non-Departmental Other Expenses*Managed Isolation and Quarantine Loans - Fair Value Write-down*

This category is limited to the fair value write-down of loans provided to persons undergoing managed isolation and quarantine arrangements.

Managed Isolation and Quarantine loans - Impairment of debt

This category is limited to expenses arising from the recognition of the impaired value of managed isolation and quarantine loan debts including write downs and write offs.

Non-Departmental Capital Expenditure*Managed Isolation and Quarantine Loans*

This category is limited to loans provided to persons undergoing managed isolation and quarantine arrangements.

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

Assessment of Performance	2021/22		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Non-Departmental Output Expenses			
Delivery of Services			
This category is intended to achieve accommodation and necessary related services, including pastoral care, for people entering New Zealand for the duration of their mandatory isolation and/or quarantine.			
Breaches of safety protocols: ratio of breaches per 10,000 returnees	<100 breaches per 10,000 returnees	-	-
Breaches of safety protocols: ratio of absconders per 10,000 returnees (see Note 1)	-	<40 breaches per 10,000 returnees	<40 breaches per 10,000 returnees

Note 1 - The performance indicator has been updated for 2021/22 to define breaches as absconders, in relation to this measure. An absconder is defined as someone who has left the perimeter of an MIQ facility unauthorised. This is a more relevant indicator of performance.

Reasons for Change in Appropriation

This appropriation decreased by \$97.934 million to \$853.378 million for 2021/22 due to the return of \$147.491 million in estimated underspends for 2021/22.

This decrease is partially offset by:

- \$16.600 million from the COVID-19 Response and Recovery Fund (CRRF) to deliver a business case on a stable, flexible and enduring quarantine response including upgrades and expansion for the purpose of providing core quarantine capacity for the next few years
- \$13.108 million from the CRRF to commission a new managed isolation facility in Christchurch
- an expense transfer of \$8.580 million from 2020/21 to reflect Cabinet's decision that any under-expenditure in the Isolation and Quarantine Management MCA for Managed Isolation and Quarantine be carried forward to the following financial year to recognise the uncertain timing of subsequent expenditure

- \$5.500 million from the CRRF to fund the provision of alternative isolation accommodation as part of the Care in the Community response that was required to support Aotearoa New Zealand's transition to the COVID-19 Protection Framework (CPF)
- \$3.769 million from the CRRF to fund a self-isolation pilot to assist with reconnecting New Zealanders with the world, and
- \$2 million from the CRRF to provide alternative isolation accommodation as part of the Care in the Community programme.

Temporary Accommodation Services (M37) (A17)

Overarching Purpose Statement

The single overarching purpose of this appropriation is to coordinate and provide temporary accommodation to people displaced by a civil emergency.

Scope of Appropriation

Departmental Output Expenses

Readiness, Response and Recovery

This category is limited to temporary accommodation coordination, contingency planning, civil defence sector engagement and event-specific civil emergency temporary accommodation service operations.

Non-Departmental Output Expenses

Temporary Accommodation Housing Initiatives - Operations

This category is limited to the operating expenses incurred on temporary accommodation supply initiatives.

Non-Departmental Other Expenses

Temporary Accommodation Housing Initiatives - Depreciation

This category is limited to depreciation expenses associated with temporary accommodation supply.

Non-Departmental Capital Expenditure

Temporary Accommodation Housing Initiatives - Capital

This category is limited to procuring and purchasing temporary accommodation.

Expenses, Revenue and Capital Expenditure

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Total Appropriation	1,826	24,513	26,339
Departmental Output Expenses			
Readiness, Response and Recovery	993	750	1,743
Non-Departmental Output Expenses			
Temporary Accommodation Housing Initiatives - Operations	495	4,646	5,141

	2021/22		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Non-Departmental Other Expenses			
Temporary Accommodation Housing Initiatives - Depreciation	338	-	338
Non-Departmental Capital Expenditure			
Temporary Accommodation Housing Initiatives - Capital	-	19,117	19,117
Funding for Departmental Output Expenses			
Revenue from the Crown	993	750	1,743
Readiness, Response and Recovery	993	750	1,743

How Performance will be Assessed for this Appropriation

	2021/22		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Non-Departmental Capital Expenditure			
Temporary Accommodation Housing Initiatives - Capital			
This category is intended to increase housing supply levels in emergency affected areas.			
Percentage of users of the service who are satisfied or very satisfied	-	At least 75%	At least 75%

Reasons for Change in Appropriation

This appropriation increased by \$24.513 million to \$26.339 million for 2021/22 due to:

- \$21.043 million in response to the West Coast flooding including a temporary accommodation village in the area
- an expense transfer of \$2.220 million from 2020/21 to reflect the delays in the Napier Infrastructure Project due to the complexities of the building and consenting process
- a fiscally neutral transfer of \$750,000 from the Weathertight Services appropriation to assist with mitigating cost pressure, and
- an adjustment of \$500,000 to support the response to the tornado in Papatoetoe and flooding in Tokomaru Bay.