

# *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

# Details of Appropriations and Capital Injections

## Annual Appropriations and Forecast Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2022/23		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Departmental Capital Expenditure</b>			
<b>Ministry of Housing and Urban Development - Capital Expenditure PLA (M37) (A22)</b> 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	(1,300)	1,200
<b>Total Departmental Capital Expenditure</b>	2,500	(1,300)	1,200
<b>Non-Departmental Output Expenses</b>			
<b>Contracted emergency housing accommodation and services (M37) (A22)</b> 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.	31,540	1,000	32,540
<b>Kāinga Ora - Homes and Communities (M37) (A22)</b> This appropriation is limited to the delivery of services by Kāinga Ora - Homes and Communities that contribute to housing and urban development activity.	79,861	21,100	100,961
<b>Local Innovations and Partnerships (M37) (A22)</b> This appropriation is limited to the delivery and evaluation of locally-driven initiatives to respond to and prevent homelessness.	6,370	(1,522)	4,848
<b>Management of Crown Properties held under the Housing Act 1955 (M37) (A22)</b> This appropriation is limited to the administration and management of Crown-owned properties held under the Housing Act 1955.	8	-	8
<b>Support Services to increase home ownership (M37) (A22)</b> This appropriation is limited to the delivery of support services for applicants to progressive home ownership schemes.	4,000	3,511	7,511
<b>Total Non-Departmental Output Expenses</b>	121,779	24,089	145,868
<b>Benefits or Related Expenses</b>			
<b>First Home Grants (M37) (A22)</b> This appropriation is limited to First Home Grants for people who meet the required eligibility criteria.	137,735	-	137,735
<b>Total Benefits or Related Expenses</b>	137,735	-	137,735
<b>Non-Departmental Other Expenses</b>			
<b>Housing Assistance (M37) (A22)</b> This appropriation is limited to payments made to Kāinga Ora and other mortgage providers to compensate for the difference between the cost of funds and the rate at which funds are lent, and provide write-offs for loans.	789	-	789
<b>Total Non-Departmental Other Expenses</b>	789	-	789

	2022/23		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
<b>Non-Departmental Capital Expenditure</b>			
<b>Refinancing of Crown loans to Kāinga Ora - Homes and Communities (M37) (A22)</b>	23,349	-	23,349
This appropriation is limited to refinancing existing Crown loans to Kāinga Ora - Homes and Communities and Housing New Zealand Limited.			
<b>Total Non-Departmental Capital Expenditure</b>	23,349	-	23,349
<b>Multi-Category Expenses and Capital Expenditure</b>			
<b>Amortisation of Upfront Payments MCA (M37) (A22)</b>	-	<b>32,261</b>	32,261
The single overarching purpose of this appropriation is to recognise the amortisation of prepaid expenses associated with implementation of government housing policy.			
<b>Non-Departmental Other Expenses</b>			
<b>Amortisation of Upfront Payments - Affordable Housing Fund</b>	-	32	32
This category is limited to the amortisation of contribution prepayments associated with the Affordable Rental Pathway within the Affordable Housing Fund.			
<b>Amortisation of Upfront Payments - Community Housing Providers - Early Stage Operating Supplement</b>	-	188	188
This category is limited to the amortisation of early stage operating funding provided to Community Housing Providers who provide Public Housing.			
<b>Amortisation of Upfront Payments - He Kūkū ki te Kāinga</b>	-	13,754	13,754
This category is limited to the amortisation of prepayments of funding to increase the housing supply provided by Māori service providers.			
<b>Amortisation of Upfront Payments - Māori Infrastructure Fund</b>	-	4,475	4,475
This category is limited to the amortisation of prepayments of contributions for Māori infrastructure projects to advance development-ready land.			
<b>Amortisation of Upfront Payments - Progressing the Pipeline of Māori Housing</b>	-	9,702	9,702
This category is limited to the amortisation of prepayments of funding interventions that develop Māori housing capability across the Māori housing continuum, and reduce technical and cost barriers to increasing the supply of Māori housing.			
<b>Amortisation of Upfront Payments - Public Housing Upfront Capital Payments</b>	-	4,110	4,110
This category is limited to the amortisation of upfront capital funding to Community Housing Providers who provide Public Housing.			
<b>Community Group Housing MCA (M37) (A22)</b>	23,795	-	23,795
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.			
<b>Non-Departmental Output Expenses</b>			
<b>Community Group Housing Market Rent Top-Up</b>	13,891	-	13,891
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.			
<b>Non-Departmental Other Expenses</b>			
<b>Community Housing Rent Relief</b>	4,104	-	4,104
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.			
<b>Non-Departmental Capital Expenditure</b>			
<b>Acquisition and Improvement of Community Group Housing Properties</b>	5,800	-	5,800
This category is limited to providing debt or equity to Kāinga Ora to acquire, modernise or reconfigure properties leased by Community Housing Providers.			

	2022/23		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b>Titles and Scopes of Appropriations by Appropriation Type</b>			
<b>Housing Programme Fair Value Impairment Loss and Inventory Disposal MCA (M37) (A22)</b>	359,364	(96,085)	263,279
The single overarching purpose of this appropriation is to recognise the non-cash expenses associated with implementation of government housing policy.			
<b>Non-Departmental Other Expenses</b>			
<i>Fair Value Impairment Loss - Affordable Housing Fund</i>	7,000	(7,000)	-
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.			
<i>Fair Value Impairment Loss - Housing Infrastructure Fund</i>	24,161	3,537	27,698
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.			
<i>Fair Value Impairment Loss - Progressive Home Ownership Loans</i>	75,173	28,549	103,722
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.			
<i>Sale of Land and Dwellings - Costs</i>	188,140	(121,471)	66,669
This category is limited to the expenses incurred as part of the sale of land and dwellings.			
<b>Non-Departmental Capital Expenditure</b>			
<i>Land for Housing - Deferred Settlements</i>	64,890	300	65,190
This category is limited to deferred settlement agreements associated with land sales.			
<b>Managing the Housing and Urban Development Portfolio MCA (M37) (A22)</b>	71,577	10,026	81,603
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.			
<b>Departmental Output Expenses</b>			
<i>Facilitating the Purchase and redevelopment of land for housing purposes</i>	6,500	72	6,572
This category is limited to the activities associated with the facilitation of the purchase and redevelopment of land for housing purposes.			
<i>Management of Housing Provision and Services</i>	23,655	2,559	26,214
This category is limited to managing and regulating housing and housing support providers (including Kāinga Ora) through negotiating, managing and paying contracts.			
<i>Policy Advice and Ministerial Servicing</i>	41,422	7,395	48,817
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.			
<b>Public Housing MCA (M37) (A22)</b>	1,561,222	(6,741)	1,554,481
The single overarching purpose of this appropriation is to secure and purchase the provision of public housing and associated support services.			
<b>Non-Departmental Output Expenses</b>			
<i>Purchase of Public Housing Provision</i>	1,464,884	(3,434)	1,461,450
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.			
<i>Services for People in Need of or at risk of Needing Public Housing</i>	92,278	453	92,731
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.			
<i>Services Related to the Provision of Public Housing</i>	300	-	300
This category is limited to the provision of services related to the provision of public housing by a public housing provider.			

Titles and Scopes of Appropriations by Appropriation Type	2022/23		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
<b><i>Non-Departmental Other Expenses</i></b>			
<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.	3,760	(3,760)	-
<b>Transitional Housing MCA (M37) (A22)</b> The single overarching purpose of this appropriation is to fund the delivery of transitional housing places and services in New Zealand.	466,143	300	466,443
<b><i>Non-Departmental Output Expenses</i></b>			
<i>Provision of Transitional Housing Places</i> This category is limited to supporting transitional housing providers to provide transitional housing places.	237,660	3,300	240,960
<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.	228,483	(3,000)	225,483
<b>Upfront Payments MCA (M37) (A22)</b> The single overarching purpose of this appropriation is to record the prepayment of expenses associated with implementation of government housing policy.	23,301	133,181	156,482
<b><i>Non-Departmental Capital Expenditure</i></b>			
<i>Affordable Housing Fund - Prepayment of Grants</i> This category is limited to the prepayments of contributions to providers of affordable rentals within the Affordable Housing Fund.	-	50,000	50,000
<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	(8,732)	13,569
<i>He Kūkū ki te Kāinga - Increasing Māori Housing Supply - prepayment of upfront funds</i> This category is limited to the prepayment of funding to increase the housing supply provided by Māori service providers.	-	49,536	49,536
<i>Māori Infrastructure Projects - Prepayment of Upfront Funds</i> This category is limited to the prepayment of contributions for Māori infrastructure projects to advance development-ready land.	-	19,804	19,804
<i>Progressing the Pipeline of Māori Housing - Prepayment of Upfront Funds</i> This category is limited to the prepayment of funding interventions that develop Māori housing capability across the Māori housing continuum, and reduce technical and cost barriers to increasing the supply of Māori housing.	-	13,569	13,569
<i>Progressive Home Ownership - Prepayment of Grants</i> This category is limited to prepayment of grants associated with Progressive Home Ownership loans.	1,000	983	1,983
<i>Transitional Housing Providers - Prepayment of Upfront Funds</i> This category is limited to the prepayment of upfront funding to Transitional Housing Providers who provide transitional housing.	-	8,021	8,021
<b>Total Multi-Category Expenses and Capital Expenditure</b>	2,505,402	72,942	2,578,344
<b>Total Annual Appropriations and Forecast Permanent Appropriations</b>	2,791,554	95,731	2,887,285

# Multi-Year Appropriations

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Non-Departmental Output Expenses</b>		
<b>Affordable Housing Fund (M37) (A22)</b> 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 2021/22 Adjustments for 2022/23 Adjusted Appropriation  Actual to 2021/22 Year End Estimated Actual for 2022/23 Estimate for 2023/24 Estimated Appropriation Remaining	294,000 - (50,000) 244,000  - 32 26,353 217,615
<b>Buying off the Plans Programme (M37) (A22)</b> This appropriation is limited to the provision of dwellings for the Buying off the Plans programme.  Commences: 01 July 2022  Expires: 30 June 2027	Original Appropriation Adjustments to 2021/22 Adjustments for 2022/23 Adjusted Appropriation  Actual to 2021/22 Year End Estimated Actual for 2022/23 Estimate for 2023/24 Estimated Appropriation Remaining	271,500 - - 271,500  - - - 271,500
<b>He Kūkū ki te Kāinga - Increasing Māori Housing Supply (M37) (A22)</b> 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 2021/22 Adjustments for 2022/23 Adjusted Appropriation  Actual to 2021/22 Year End Estimated Actual for 2022/23 Estimate for 2023/24 Estimated Appropriation Remaining	190,550 - (47,048) 143,502  - 67,841 60,393 15,268
<b>Infrastructure Investment to Progress Urban Development (M37) (A22)</b> 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 2021/22 Adjustments for 2022/23 Adjusted Appropriation  Actual to 2021/22 Year End Estimated Actual for 2022/23 Estimate for 2023/24 Estimated Appropriation Remaining	271,670 5,200 - 276,870  80,590 56,396 139,884 -

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Land for Housing Programme (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	141,781
	Adjusted Appropriation	435,999
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	105,999
	Estimate for 2023/24	160,000
	Estimated Appropriation Remaining	170,000
<b>Operating the Buying off the Plans Programme (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	5,000
	Adjusted Appropriation	8,000
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	100
	Estimate for 2023/24	100
	Estimated Appropriation Remaining	7,800
<b>Operating the Land for Housing Programme (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	11,746
	Adjusted Appropriation	18,746
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	6,778
	Estimate for 2023/24	4,618
	Estimated Appropriation Remaining	7,350
<b>Progressing the Pipeline of Māori Housing 2022 - 2025 (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	(19,791)
	Adjusted Appropriation	4,209
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	4,209
	Estimate for 2023/24	-
	Estimated Appropriation Remaining	-

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Non-Departmental Other Expenses</b>		
<b>Kāinga Ora Land Programme (M37) (A22)</b>	Original Appropriation	230,000
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.	Adjustments to 2021/22	-
	Adjustments for 2022/23	-
Commences: 01 July 2021	Adjusted Appropriation	230,000
Expires: 30 June 2026	Actual to 2021/22 Year End	1,880
	Estimated Actual for 2022/23	2,830
	Estimate for 2023/24	6,390
	Estimated Appropriation Remaining	218,900
<b>Land for Housing Operations (M37) (A22)</b>	Original Appropriation	50,000
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.	Adjustments to 2021/22	-
	Adjustments for 2022/23	15,000
Commences: 01 July 2021	Adjusted Appropriation	65,000
Expires: 30 June 2026	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	15,000
	Estimate for 2023/24	27,500
	Estimated Appropriation Remaining	22,500
<b>Land for Housing Programme - developers' loans - Fair value write down (M37) (A22)</b>	Original Appropriation	11,700
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.	Adjustments to 2021/22	-
	Adjustments for 2022/23	(3,242)
Commences: 01 September 2021	Adjusted Appropriation	8,458
Expires: 30 June 2025	Actual to 2021/22 Year End	8,458
	Estimated Actual for 2022/23	-
	Estimate for 2023/24	-
	Estimated Appropriation Remaining	-
<b>Write down and write off of Progressive Home Ownership Loans (M37) (A22)</b>	Original Appropriation	286,755
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.	Adjustments to 2021/22	(179,222)
	Adjustments for 2022/23	(81,397)
Commences: 01 April 2020	Adjusted Appropriation	26,136
Expires: 30 June 2024	Actual to 2021/22 Year End	26,136
	Estimated Actual for 2022/23	-
	Estimate for 2023/24	-
	Estimated Appropriation Remaining	-



Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Non-Departmental Capital Expenditure</b>		
<b>Affordable Housing Fund - Capital Funding (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	-
	Adjusted Appropriation	50,000
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	-
	Estimate for 2023/24	33,000
	Estimated Appropriation Remaining	17,000
<b>Housing Infrastructure Fund Loans (M37) (A22)</b> 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 2021/22	223
	Adjustments for 2022/23	(246,751)
	Adjusted Appropriation	396,296
	Actual to 2021/22 Year End	203,055
	Estimated Actual for 2022/23	193,241
	Estimate for 2023/24	-
	Estimated Appropriation Remaining	-
<b>Kāinga Ora - Homes and Communities Crown Lending Facility (M37) (A22)</b> This appropriation is limited to loans to Kāinga Ora - Homes and Communities (and any of its subsidiaries).  Commences: 01 October 2022  Expires: 30 June 2027	Original Appropriation	12,724,000
	Adjustments to 2021/22	-
	Adjustments for 2022/23	-
	Adjusted Appropriation	12,724,000
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	2,750,000
	Estimate for 2023/24	5,240,000
	Estimated Appropriation Remaining	4,734,000
<b>Kāinga Ora - Homes and Communities Private Debt Refinancing Facility (M37) (A22)</b> This appropriation is limited to loans to Kāinga Ora - Homes and Communities (and any of its subsidiaries) for the purpose of refinancing private debt.  Commences: 01 October 2022  Expires: 30 June 2027	Original Appropriation	450,000
	Adjustments to 2021/22	-
	Adjustments for 2022/23	-
	Adjusted Appropriation	450,000
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	450,000
	Estimate for 2023/24	-
	Estimated Appropriation Remaining	-
<b>Kāinga Ora - Homes and Communities Standby Credit Facility (M37) (A22)</b> 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 2023	Original Appropriation	1,000,000
	Adjustments to 2021/22	-
	Adjustments for 2022/23	(1,000,000)
	Adjusted Appropriation	-
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	-
	Estimate for 2023/24	-
	Estimated Appropriation Remaining	-

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Land for Housing Programme - developers' loan payments (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	100
	Adjusted Appropriation	42,600
	Actual to 2021/22 Year End	25,540
	Estimated Actual for 2022/23	13,620
	Estimate for 2023/24	3,440
	Estimated Appropriation Remaining	-
<b>Progressive Home Ownership - Prepayment of Grants (M37) (A22)</b> This appropriation is limited to prepayment of grants associated with PHO loans.  Commences: 01 July 2020  Expires: 30 June 2023	Original Appropriation	2,500
	Adjustments to 2021/22	-
	Adjustments for 2022/23	(1,983)
	Adjusted Appropriation	517
	Actual to 2021/22 Year End	517
	Estimated Actual for 2022/23	-
	Estimate for 2023/24	-
	Estimated Appropriation Remaining	-
<b>Progressive Home Ownership Fund (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	3,021
	Adjusted Appropriation	403,021
	Actual to 2021/22 Year End	18,162
	Estimated Actual for 2022/23	87,091
	Estimate for 2023/24	297,768
	Estimated Appropriation Remaining	-

## Multi-Year Multi-Category Appropriations

Title, Overarching Purpose and Period of Appropriations and Type and Scope of Categories	Appropriations, Adjustments and Use	\$000
<b>Housing Acceleration Fund (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	(69,169)
	Adjusted Appropriation	3,659,831
	Actual to 2021/22 Year End	21,563
	Estimated Actual for 2022/23	501,083
	Estimate for 2023/24	1,351,737
	Estimated Appropriation Remaining	1,785,448

Title, Overarching Purpose and Period of Appropriations and Type and Scope of Categories	Appropriations, Adjustments and Use	\$000
<b>Non-Departmental Capital Expenditure</b>		
<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 2021/22	-
	Adjustments for 2022/23	223,281
	Adjusted Amount	1,905,281
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	431,000
	Estimate for 2023/24	1,100,000
	Estimated Amount Remaining	374,281
<b>Non-Departmental Other Expenses</b>		
<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 2021/22	-
	Adjustments for 2022/23	(292,450)
	Adjusted Amount	1,754,550
	Actual to 2021/22 Year End	21,563
	Estimated Actual for 2022/23	70,083
	Estimate for 2023/24	251,737
	Estimated Amount Remaining	1,411,167

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

	2022/23		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Total Annual Appropriations and Forecast Permanent Appropriations	2,791,554	95,731	2,887,285
Total Forecast MYA Non-Departmental Output Expenses	556,077	(314,722)	241,355
Total Forecast MYA Non-Departmental Other Expenses	15,000	2,830	17,830
Total Forecast MYA Non-Departmental Capital Expenditure	424,186	3,069,766	3,493,952
Total Forecast MYA Multi-Category Expenses and Capital Expenditure	790,000	(288,917)	501,083
<b>Total Annual Appropriations and Forecast Permanent Appropriations and Multi-Year Appropriations</b>	<b>4,576,817</b>	<b>2,564,688</b>	<b>7,141,505</b>

# Capital Injection Authorisations

	2022/23		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Ministry of Housing and Urban Development - Capital Injection (M37) (A22)	-	-	-

# Supporting Information

## Part 1 - Vote as a Whole

### 1.2 - Trends in the Vote

#### Summary of Financial Activity

	2022/23				
	Estimates \$000	Supplementary Estimates			Total \$000
		Departmental Transactions \$000	Non- Departmental Transactions \$000	Total Transactions \$000	
<b>Appropriations</b>					
Output Expenses	677,856	-	(290,633)	(290,633)	387,223
Benefits or Related Expenses	137,735	N/A	-	-	137,735
Borrowing Expenses	-	-	-	-	-
Other Expenses	15,789	-	2,830	2,830	18,619
Capital Expenditure	450,035	(1,300)	3,069,766	3,068,466	3,518,501
Intelligence and Security Department Expenses and Capital Expenditure	-	-	N/A	-	-
Multi-Category Expenses and Capital Expenditure (MCA)					
<i>Output Expenses</i>	2,109,073	10,026	(2,681)	7,345	2,116,418
<i>Other Expenses</i>	771,338	-	(466,801)	(466,801)	304,537
<i>Capital Expenditure</i>	414,991	N/A	243,481	243,481	658,472
<b>Total Appropriations</b>	<b>4,576,817</b>	<b>8,726</b>	<b>2,555,962</b>	<b>2,564,688</b>	<b>7,141,505</b>
<b>Crown Revenue and Capital Receipts</b>					
Tax Revenue	-	N/A	-	-	-
Non-Tax Revenue	188,340	N/A	(117,968)	(117,968)	70,372
Capital Receipts	-	N/A	-	-	-
<b>Total Crown Revenue and Capital Receipts</b>	<b>188,340</b>	<b>N/A</b>	<b>(117,968)</b>	<b>(117,968)</b>	<b>70,372</b>

## 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*

	2022/23		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
Forests/Agricultural	-	-	-
Land	-	-	-
Property, Plant and Equipment	2,500	(2,300)	200
Intangibles	-	1,000	1,000
Other	-	-	-
<b>Total Appropriation</b>	<b>2,500</b>	<b>(1,300)</b>	<b>1,200</b>

##### *Reasons for Change in Appropriation*

This appropriation decreased by \$1.300 million to \$1.200 million for 2022/23 due to:

- a forecast decrease of \$2.300 million for expenditure on Property, Plant and Equipment.

The decrease was partially offset by:

- a forecast increase of \$600,000 for expenditure on the Ministry's Property and Provider Management (PPM) system, and
- a forecast increase of \$400,000 expenditure on the Ministry's project for Enabling Organisation Support Services.

## 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
<b>Affordable Housing Fund (M37) (A22)</b> 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	294,000
	Adjustments to 2021/22	-
	Adjustments for 2022/23	(50,000)
	Adjusted Appropriation	244,000
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	32
	Estimate for 2023/24	26,353
	Estimated Appropriation Remaining	217,615

##### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
The number of homes contracted through the Affordable Rental Pathway	New Measure	Baseline Year	Baseline Year
The number of homes unlocked (see Note 1) through the Build Ready Development Pathway	New Measure	Baseline Year	Baseline Year

These are new measures as the Fund only became operational in 2022/23. They measure the intended outputs of the Fund's pathways.

Note 1 - This includes homes under pre-purchase/underwrite commitments and additional homes within these developments that are made financially viable by the homes under the pre-purchase/underwrite commitments. The underwrite commitments include KiwiBuild homes enabled through the Pathway.

##### *Reasons for Change in Appropriation*

This multi-year appropriation decreased by \$50 million to \$244 million for 2022/23 due to:

- a reduction in funding of \$100 million for the Budget 2023 initiative Affordable Housing Fund - Affordable Rental Pathway
- a reduction in funding of \$50 million for the Budget 2023 initiative Amortisation of Upfront Payments, and
- a fiscally neutral transfer of \$50 million to the Upfront Payments MCA for prepayments for the first round of the affordable rental pathway scheme.

The decrease was partially offset by:

- an increase in funding of \$100 million from utilisation of Land for Housing Programme funding to respond to and support the continued delivery of affordable housing where it is needed the most in the context of shifting economic conditions and recent extreme weather events through the Build Ready Development Pathway, and
- an increase in funding of \$50 million to cover the amortisation of prepayments in future years.

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

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Buying off the Plans Programme (M37) (A22)</b> This appropriation is limited to the provision of dwellings for the Buying off the Plans programme.  Commences: 01 July 2022  Expires: 30 June 2027	Original Appropriation	271,500
	Adjustments to 2021/22	-
	Adjustments for 2022/23	-
	Adjusted Appropriation	271,500
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	-
	Estimate for 2023/24	-
	Estimated Appropriation Remaining	271,500

### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Number of Signed KiwiBuild Developers Agreements	-	5	5
The percentage of completed underwritten KiwiBuild homes acquired by the Crown as part of the Buying Off the Plans Programme	-	Less than 50%	Less than 50%

These measures became operational in 2022/23, after the previous KiwiBuild Housing MYA appropriation expired on 30 June 2022.

### *End of Year Performance Reporting*

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

### *Reasons for Change in Appropriation*

This multi-year appropriation increased by \$271.500 million to \$271.500 million for 2022/23 due to a transfer of \$271.500 million from the previous KiwiBuild Housing MYA (now expired), as a result of a restructure of some of the Vote's non-departmental appropriations.



## 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.

### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
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 (see Note 1)	200	Measure deleted	Measure deleted
Percentage of households with children in Rotorua Temporary Housing (see Note 2) accommodated in Contracted Emergency Housing will be at least (see Note 3)	New Measure	85%	85%

Note 1 - This measure was deleted as the second measure was deemed to be a more meaningful measure of performance.

Note 2 - This consists of Emergency Housing Special Needs Grants, Contracted Emergency Housing, COVID-19 Response Motels and Transitional Housing Motels.

Note 3 - This measure indicates whether households with children are being supported in Contracted Emergency Housing, where there is better support services, in preference to other forms of Rotorua Temporary Housing.

### *Reasons for Change in Appropriation*

This appropriation increased by \$1 million to \$32.540 million for 2022/23 due to a fiscally neutral transfer of \$1 million from the Transitional Housing MCA to this appropriation, for costs associated with providing care in the community under the COVID-19 framework.

## 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
<b>He Kūkū ki te Kāinga - Increasing Māori Housing Supply (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	(47,048)
	Adjusted Appropriation	143,502
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	67,841
	Estimate for 2023/24	60,393
Estimated Appropriation Remaining	15,268	

### *How Performance will be Assessed and End of Year Reporting Requirements*

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Number of new housing places created for individuals/whānau (see Note 1)	70	6	76
Number of individuals placed in housing (see Note 2)	150	Measure deleted	Measure deleted

Note 1 - Target was increased to reflect the faster than expected practical completion of projects working through the pipeline.

Note 2 - Deleted as covered by the first measure.

### *Reasons for Change in Appropriation*

This multi-year appropriation decreased by \$47.048 million to \$143.502 million for 2022/23 due to:

- a fiscally neutral transfer of \$119.090 million to the Upfront Payments MCA capital expenditure appropriation, (category: He Kūkū ki te Kāinga - Increasing Māori Housing Supply - prepayment of upfront funds) for the payment of upfront development payments, and
- a fiscally neutral transfer of \$1.901 million to the Upfront Payments MCA capital expenditure appropriation, (category: Transitional Housing Providers - Prepayment of Upfront Funds), for the payment of upfront development payments.

The decrease was partially offset by:

- funding received of \$44.087 million from implementing the reset and redesign of the Emergency Housing system, and
- a transfer of \$29.856 million to this MYA from the previous He Kūkū ki te Kāinga - Increasing Māori Housing Supply annual appropriation, as a result of a restructure of some of the Vote's non-departmental appropriations.

## **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
<b>Infrastructure Investment to Progress Urban Development (M37) (A22)</b> 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 2021/22	5,200
	Adjustments for 2022/23	-
	Adjusted Appropriation	276,870
	Actual to 2021/22 Year End	80,590
	Estimated Actual for 2022/23	56,396
	Estimate for 2023/24	139,884
	Estimated Appropriation Remaining	-

### *How Performance will be Assessed and End of Year Reporting Requirements*

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
The number of average FTEs for any/all completed project is within 5% of budgeted target (see Note 1)	Within 5%	Deleted	Deleted

Note 1 - This measure was deleted as it is not a useful measure of performance for this appropriation. There are two other performance measures for this appropriation.

### **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.

### *How Performance will be Assessed and End of Year Reporting Requirements*

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Percentage of KiwiBuild purchases paid within contractual terms (see Note 1)	100%	Measure deleted	Measure deleted

Note 1 - This measure was deleted as it was not deemed to be a useful measure of performance. There are other performance measures for this appropriation.

#### *Reasons for Change in Appropriation*

This appropriation increased by \$21.100 million to \$100.961 million for 2022/23 due to:

- an expense transfer of \$15 million from 2021/22 to 2022/23 for Kāinga Ora to cover the operational costs of the First Home Partner Scheme (Progressive Home Ownership) and the Infrastructure Acceleration Fund (part of the Housing Acceleration Fund), and
- a fiscally neutral transfer of \$6.100 million from the Public Housing MCA to correct an adjustment made at the 2022 March Baseline Update.

### **Land for Housing Programme (M37) (A22)**

#### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Land for Housing Programme (M37) (A22)</b>	Original Appropriation	294,218
	Adjustments to 2021/22	-
This appropriation is limited to the acquisition and provision of land for the Land for Housing programme.	Adjustments for 2022/23	141,781
	Adjusted Appropriation	435,999
Commences: 01 July 2022	Actual to 2021/22 Year End	-
Expires: 30 June 2027	Estimated Actual for 2022/23	105,999
	Estimate for 2023/24	160,000
	Estimated Appropriation Remaining	170,000

### *Reasons for Change in Appropriation*

This multi-year appropriation increased by \$141.781 million to \$435.999 million for 2022/23 due to:

- a transfer of \$241.881 million from the previous KiwiBuild Housing MYA (now expired), as a result of a restructure of some of the Vote's non-departmental appropriations.

This increase was partially offset by:

- a decrease in funding of \$100 million due to a fiscally neutral transfer to the Affordable Housing Fund to respond to and support the continued delivery of affordable housing where it is needed the most in the context of shifting economic conditions and recent extreme weather events through the Build Ready Development Pathway, and
- a fiscally neutral transfer of \$100,000 to the Land for Housing Programme – developers' loan payments MYA, to cover a minor shortfall of funds for signed loans.

### **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.

### *Reasons for Change in Appropriation*

This appropriation decreased by \$1.522 million to \$4.848 million for 2022/23 due to an expense transfer of \$9 million from 2022/23 to 2023/24 (\$6 million) and 2024/25 (\$3 million) to ensure the funding profile aligns with eventual milestone payments for local initiatives to respond to and to prevent homelessness.

This decrease was partially offset by an earlier expense transfer of \$7.478 million from 2021/22 to 2022/23 to ensure the funding profile aligns with eventual milestone payments for local initiatives to respond to and to prevent homelessness.

### **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
<b>Operating the Buying off the Plans Programme (M37) (A22)</b>	Original Appropriation	3,000
	Adjustments to 2021/22	-
This appropriation is limited to the operating expenses incurred in relation to the facilitation and acquisition of the Buying off the Plans programme.	Adjustments for 2022/23	5,000
	Adjusted Appropriation	8,000
Commences: 01 July 2022		
Expires: 30 June 2027	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	100
	Estimate for 2023/24	100
	Estimated Appropriation Remaining	7,800

### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Number of Signed KiwiBuild Developers Agreements	-	5	5
The percentage of completed underwritten KiwiBuild homes acquired by the Crown as part of the Buying Off the Plans Programme	-	Less than 50%	Less than 50%

These measures became operational in 2022/23, after the previous KiwiBuild Housing MYA appropriation expired on 30 June 2022.

### *End of Year Performance Reporting*

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

### *Reasons for Change in Appropriation*

This multi-year appropriation increased by \$5 million to \$8 million for 2022/23 due to a transfer of \$5 million from the previous KiwiBuild Operations appropriation (now expired), as a result of a restructure of some of the Vote's non-departmental appropriations.

## **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
<b>Operating the Land for Housing Programme (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	11,746
	Adjusted Appropriation	18,746
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	6,778
	Estimate for 2023/24	4,618
	Estimated Appropriation Remaining	7,350

### *Reasons for Change in Appropriation*

This multi-year appropriation increased by \$11.746 million to \$18.746 million for 2022/23 due to:

- a transfer of \$8.046 million from the previous KiwiBuild Operations appropriation (now expired), as a result of a restructure of some of the Vote's non-departmental appropriations, and
- a fiscally neutral adjustment of \$3.700 million funded by rental income received from incidental commercial buildings located on land held under the Land for Housing programme.

## 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
<b>Progressing the Pipeline of Māori Housing 2022 - 2025 (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	(19,791)
	Adjusted Appropriation	4,209
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	4,209
	Estimate for 2023/24	-
	Estimated Appropriation Remaining	-

### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Percentage of funded contracts that meet agreed deliverables (see Note 1)	100%	(10%)	90%

Note 1 - The target has been reset to recognise that capability for providers to meet agreed deliverables is built over time.

### *Reasons for Change in Appropriation*

This multi-year appropriation decreased by \$19.791 million to \$4.209 million for 2022/23 due to:

- a fiscally neutral transfer of \$24.392 million to the Upfront Payments MCA for upfront development payments made to providers, and
- a fiscally neutral transfer of \$2.966 million to the Managing the Housing and Urban Development Portfolio MCA, to cover the departmental costs associated with managing the Whai Kāinga Whai Oranga initiative.

This decrease was partially offset by a transfer of \$7.567 million from the He Taupae - Building Māori housing capability across the Māori housing continuum and He Taupua - Increasing Māori Housing Provider Capability appropriations, as a result of a restructure of some of the Vote's non-departmental appropriations.

## 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.

### *How Performance will be Assessed and End of Year Reporting Requirements*

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Number of households settled into home ownership will be at least	-	345	345
Number of homes contracted	-	620	620

These targets are indicators of progress that will lead to households being settled into home ownership.

### *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.

### *Reasons for Change in Appropriation*

This appropriation increased by \$3.511 million to \$7.511 million for 2022/23 due to an expense transfer of \$3.511 million from 2021/22 to 2022/23 to align funding to the expected timing of payments for support services related to the Progressive Home Ownership scheme.

## 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.

#### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Days to assess completed First Home Grant application (see Note 1)	Exempt	5 days or less	5 days or less

Note 1 - This appropriation is no longer exempt from performance reporting requirements. This measure has been used by Kāinga Ora - Homes and Communities to track performance.

#### *End of Year Performance Reporting*

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



## 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.

#### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Housing assistance payments will be paid within invoice terms (see Note 1)	Exempt	Achieved	Achieved

Note 1 - This appropriation is no longer exempt from performance reporting requirements. This measure will be used to track performance.

#### *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 Appropriation Report

### Kāinga Ora Land Programme (M37) (A22)

#### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Kāinga Ora Land Programme (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	-
	Adjusted Appropriation	230,000
	Actual to 2021/22 Year End	1,880
	Estimated Actual for 2022/23	2,830
	Estimate for 2023/24	6,390
	Estimated Appropriation Remaining	218,900

#### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Number of priority locations where the Land Programme has made an acquisition (see Note 1)	-	1	1

Note 1 - This appropriation is no longer exempt from performance reporting requirements. This measure was chosen as it meets the intended outputs of the programme.

Priority locations are defined in the Strategic Land Acquisition Plan as areas where the market is not delivering on housing supply need. Kāinga Ora's Statement of Intent (SOI) has a target across 2022-2026 of acquiring land in 80% of the identified priority locations. Kāinga Ora's Annual Report will report on acquisitions in the year under review and its progress towards the SOI target.

### *End of Year Performance Reporting*

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

## **Land for Housing Operations (M37) (A22)**

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Land for Housing Operations (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	15,000
	Adjusted Appropriation	65,000
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	15,000
	Estimate for 2023/24	27,500
	Estimated Appropriation Remaining	22,500

### *Reasons for Change in Appropriation*

This multi-year appropriation increased by \$15 million to \$65 million for 2022/23 due to a fiscally neutral adjustment of \$15 million, funded from a revenue contribution received from Waka Kotahi to fund an expected loss on the disposal of land.

## 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
<b>Affordable Housing Fund - Capital Funding (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	-
	Adjusted Appropriation	50,000
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	-
	Estimate for 2023/24	33,000
	Estimated Appropriation Remaining	17,000

#### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Number of homes enabled (see Note 1)	Baseline Established	-	-

Note 1 - The first pathways of the Fund commenced in 2022/23 utilising non-capital mechanisms. Further development on future pathways will take place in 2023/24.

### Housing Infrastructure Fund Loans (M37) (A22)

#### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Housing Infrastructure Fund Loans (M37) (A22)</b> 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 2021/22	223
	Adjustments for 2022/23	(246,751)
	Adjusted Appropriation	396,296
	Actual to 2021/22 Year End	203,055
	Estimated Actual for 2022/23	193,241
	Estimate for 2023/24	-
	Estimated Appropriation Remaining	-

### *Reasons for Change in Appropriation*

This multi-year appropriation decreased by \$246.751 million to \$396.296 for 2022/23 million due to:

- the transfer of funds of \$215.301 million from 2022/23 to 2023/24 to a new MYA created for Housing Infrastructure Fund Loans (operational from 1 July 2023 to 30 June 2028), as this appropriation expires on 30 June 2023, and
- a fiscally neutral transfer to Vote Transport of \$31.450 million in 2022/23 for the reallocation of Te Tumu Funding to the Pāpāmoa East Interchange.

### **Kāinga Ora - Homes and Communities Crown Lending Facility (M37) (A22)**

#### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Kāinga Ora - Homes and Communities Crown Lending Facility (M37) (A22)</b> This appropriation is limited to loans to Kāinga Ora - Homes and Communities (and any of its subsidiaries).  Commences: 01 October 2022  Expires: 30 June 2027	Original Appropriation	12,724,000
	Adjustments to 2021/22	-
	Adjustments for 2022/23	-
	Adjusted Appropriation	12,724,000
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	2,750,000
	Estimate for 2023/24	5,240,000
	Estimated Appropriation Remaining	4,734,000

#### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to provide lending to Kāinga Ora - Homes and Communities (and any of its subsidiaries) to meet its cashflow requirements to deliver its share of the government's housing commitments.

#### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Payments are made in accordance with the terms of the agreement for notified claims (see Note 1)	-	Achieved	Achieved

Note 1 - This measure was chosen as the appropriation is for refinancing only.

#### *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.

### *Reasons for Change in Appropriation*

This multi-year appropriation increased by \$12,724 million to \$12,724 million for 2022/23 due to:

- funding received of \$6,374 million for the Budget 2023 initiative Public Housing Supply - Maintaining delivery of Government Build Programme, and
- funding received of \$3,250 million in 2022/23 for Kāinga Ora - Homes and Communities (and any of its subsidiaries) to meet its cashflow requirements to deliver its share of the government's housing commitments, and
- funding received of \$3,100 million for the Budget 2023 initiative Public Housing Supply - Additional 3,000 places.

### **Kāinga Ora - Homes and Communities Private Debt Refinancing Facility (M37) (A22)**

#### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Kāinga Ora - Homes and Communities Private Debt Refinancing Facility (M37) (A22)</b> This appropriation is limited to loans to Kāinga Ora - Homes and Communities (and any of its subsidiaries) for the purpose of refinancing private debt.  Commences: 01 October 2022  Expires: 30 June 2027	Original Appropriation	450,000
	Adjustments to 2021/22	-
	Adjustments for 2022/23	-
	Adjusted Appropriation	450,000
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	450,000
	Estimate for 2023/24	-
	Estimated Appropriation Remaining	-

#### *What is Intended to be Achieved with this Appropriation*

This appropriation is intended to enable Kāinga Ora - Homes and Communities (and any of its subsidiaries) to meet its refinancing commitments of bonds on issue.

#### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Refinancing will be undertaken in accordance with the agreed appropriation limits (see Note 1)	-	Achieved	Achieved

Note 1 - This measure was chosen as the appropriation is for refinancing only.

#### *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 Appropriation Report.

### *Reasons for Change in Appropriation*

This multi-year appropriation increased by \$450 million to \$450 million for 2022/23 due to funding received of \$450 million in 2022/23 to enable Kāinga Ora - Homes and Communities (and any of its subsidiaries) to meet its refinancing commitments of bonds on issue.

### **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
<b>Kāinga Ora - Homes and Communities Standby Credit Facility (M37) (A22)</b> 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 2023	Original Appropriation	1,000,000
	Adjustments to 2021/22	-
	Adjustments for 2022/23	(1,000,000)
	Adjusted Appropriation	-
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	-
	Estimate for 2023/24	-
Estimated Appropriation Remaining	-	

### *Reasons for Change in Appropriation*

This multi-year appropriation decreased by \$1 billion to nil for 2022/23 due to this MYA being disestablished and two new MYA's being established (Kāinga Ora - Homes and Communities Crown Lending Facility and Kāinga Ora - Homes and Communities Private Debt Refinancing Facility).

The expiry date of this multi-year appropriation was therefore changed from 30 June 2024 to 30 June 2023.

### **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
<b>Land for Housing Programme - developers' loan payments (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	100
	Adjusted Appropriation	42,600
	Actual to 2021/22 Year End	25,540
	Estimated Actual for 2022/23	13,620
	Estimate for 2023/24	3,440
Estimated Appropriation Remaining	-	

### *Reasons for Change in Appropriation*

This multi-year appropriation increased by \$100,000 to \$42.600 million for 2022/23 due to a fiscally neutral transfer of \$100,000 from the Land for Housing Programme MYA to cover a minor shortfall of funds for signed loans.

## Progressive Home Ownership - Prepayment of Grants (M37) (A22)

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Progressive Home Ownership - Prepayment of Grants (M37) (A22)</b> This appropriation is limited to prepayment of grants associated with PHO loans.  Commences: 01 July 2020  Expires: 30 June 2023	Original Appropriation	2,500
	Adjustments to 2021/22	-
	Adjustments for 2022/23	(1,983)
	Adjusted Appropriation	517
	Actual to 2021/22 Year End	517
	Estimated Actual for 2022/23	-
	Estimate for 2023/24	-
	Estimated Appropriation Remaining	-

The expiry date of this multi-year appropriation was changed from 30 June 2025 to 30 June 2023, as it has been replaced by the Upfront Payments MCA, category: Progressive Home Ownership - Prepayment of Grants, as a result of a restructure of some of the Vote's non-departmental appropriations.

## Progressive Home Ownership Fund (M37) (A22)

### *Scope of Appropriation and Expenses*

Type, Title, Scope and Period of Appropriations	Appropriations, Adjustments and Use	\$000
<b>Progressive Home Ownership Fund (M37) (A22)</b> 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 2021/22	-
	Adjustments for 2022/23	3,021
	Adjusted Appropriation	403,021
	Actual to 2021/22 Year End	18,162
	Estimated Actual for 2022/23	87,091
	Estimate for 2023/24	297,768
	Estimated Appropriation Remaining	-

### *How Performance will be Assessed and End of Year Reporting Requirements*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Number of households settled into home ownership will be at least (see Note 1)	470	(125)	345
Percentage of provider contractual agreements which are on track for scheduled completion of housing (see Note 2)	75%	Measure deleted	Measure deleted
Number of homes contracted (see Note 3)	New Measure	620	620

Note 1 - The target has been reset to recognise that households being settled into home ownership will take place over a longer period of time.

Note 2 - This measure was deleted as the number of homes contracted provides a more meaningful measure.

Note 3 - This measure provides an indicator of progress that will lead to households being settled into home ownership once contracted homes are delivered.

### *Reasons for Change in Appropriation*

This multi-year appropriation increased by \$3.021 million to \$403.021 million for 2022/23 due to a fiscally neutral adjustment of \$3.021 million funded by revenue received from the Christchurch City Council, being Council unspent funds which will be utilised for the Progressive Home Ownership scheme.



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

## 4 - Multi-Category Expenses and Capital Expenditure

### Amortisation of Upfront Payments (M37) (A22)

#### *Overarching Purpose Statement*

The single overarching purpose of this appropriation is to recognise the amortisation of prepaid expenses associated with implementation of government housing policy.

#### *Scope of Appropriation*

##### **Non-Departmental Other Expenses**

###### *Amortisation of Upfront Payments - Affordable Housing Fund*

This category is limited to the amortisation of contribution prepayments associated with the Affordable Rental Pathway within the Affordable Housing Fund.

###### *Amortisation of Upfront Payments - Community Housing Providers - Early Stage Operating Supplement*

This category is limited to the amortisation of early stage operating funding provided to Community Housing Providers who provide Public Housing.

###### *Amortisation of Upfront Payments - He Kūkū ki te Kāinga*

This category is limited to the amortisation of prepayments of funding to increase the housing supply provided by Māori service providers.

###### *Amortisation of Upfront Payments - Māori Infrastructure Fund*

This category is limited to the amortisation of prepayments of contributions for Māori infrastructure projects to advance development-ready land.

###### *Amortisation of Upfront Payments - Progressing the Pipeline of Māori Housing*

This category is limited to the amortisation of prepayments of funding interventions that develop Māori housing capability across the Māori housing continuum, and reduce technical and cost barriers to increasing the supply of Māori housing.

###### *Amortisation of Upfront Payments - Public Housing Upfront Capital Payments*

This category is limited to the amortisation of upfront capital funding to Community Housing Providers who provide Public Housing.

*Expenses, Revenue and Capital Expenditure*

	2022/23		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	-	<b>32,261</b>	<b>32,261</b>
<b>Non-Departmental Other Expenses</b>			
Amortisation of Upfront Payments - Affordable Housing Fund	-	32	32
Amortisation of Upfront Payments - Community Housing Providers - Early Stage Operating Supplement	-	188	188
Amortisation of Upfront Payments - He Kūkū ki te Kāinga	-	13,754	13,754
Amortisation of Upfront Payments - Māori Infrastructure Fund	-	4,475	4,475
Amortisation of Upfront Payments - Progressing the Pipeline of Māori Housing	-	9,702	9,702
Amortisation of Upfront Payments - Public Housing Upfront Capital Payments	-	4,110	4,110

*What is Intended to be Achieved with this Appropriation*

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

*How Performance will be Assessed for this Appropriation*

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Amortisation of prepaid expenses will be accurately recorded and recognised in the correct accounting period (see Note 1)	-	Achieved	Achieved

Note 1 - This measure was chosen as the appropriation is solely for the amortisation of prepaid expenses.

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

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Non-Departmental Other Expenses</b>			
<b>Amortisation of Upfront Payments - Affordable Housing Fund</b>			
This category is intended to facilitate the amortisation of contribution prepayments associated with the Affordable Rental Pathway within the Affordable Housing Fund.			
The category is one from which resources will be provided to a person or entity other than a department, a functional chief executive, an Office of Parliament, or a Crown entity; and an exemption from end of year performance reporting was granted under S.15D(b)(ii) of the Public Finance Act 1989, as additional performance information is unlikely to be informative due to the technical nature of this category	-	Exempted	Exempted

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<b>Assessment of Performance</b>			
<b>Amortisation of Upfront Payments - Community Housing Providers - Early Stage Operating Supplement</b>			
This category is intended to facilitate the amortisation of early stage operating funding provided to Community Housing Providers who provide Public Housing.			
The category is one from which resources will be provided to a person or entity other than a department, a functional chief executive, an Office of Parliament, or a Crown entity; and an exemption from end of year performance reporting was granted under S.15D(b)(ii) of the Public Finance Act 1989, as additional performance information is unlikely to be informative due to the technical nature of this category	-	Exempted	Exempted
<b>Amortisation of Upfront Payments - He Kūku ki te Kāinga</b>			
This category is intended to facilitate the amortisation of prepayments of funding to increase the housing supply provided by Māori service providers.			
The category is one from which resources will be provided to a person or entity other than a department, a functional chief executive, an Office of Parliament, or a Crown entity; and an exemption from end of year performance reporting was granted under S.15D(b)(ii) of the Public Finance Act 1989, as additional performance information is unlikely to be informative due to the technical nature of this category	-	Exempted	Exempted
<b>Amortisation of Upfront Payments - Māori Infrastructure Fund</b>			
This category is intended to facilitate the amortisation of prepayments of contributions for Māori infrastructure projects to advance development-ready land.			
The category is one from which resources will be provided to a person or entity other than a department, a functional chief executive, an Office of Parliament, or a Crown entity; and an exemption from end of year performance reporting was granted under S.15D(b)(ii) of the Public Finance Act 1989, as additional performance information is unlikely to be informative due to the technical nature of this category	-	Exempted	Exempted
<b>Amortisation of Upfront Payments - Progressing the Pipeline of Māori Housing</b>			
This category is intended to facilitate the amortisation of prepayments of upfront funding to develop Māori housing capability across the housing continuum, and reduce technical and cost barriers to increasing the supply of Māori housing.			
The category is one from which resources will be provided to a person or entity other than a department, a functional chief executive, an Office of Parliament, or a Crown entity; and an exemption from end of year performance reporting was granted under S.15D(b)(ii) of the Public Finance Act 1989, as additional performance information is unlikely to be informative due to the technical nature of this category	-	Exempted	Exempted

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Amortisation of Upfront Payments - Public Housing Upfront Capital Payments</b>			
This category is intended to facilitate the amortisation of upfront capital funding provided to Community Housing Providers who provide Public Housing.			
The category is one from which resources will be provided to a person or entity other than a department, a functional chief executive, an Office of Parliament, or a Crown entity; and an exemption from end of year performance reporting was granted under S.15D(b)(ii) of the Public Finance Act 1989, as additional performance information is unlikely to be informative due to the technical nature of this category	-	Exempted	Exempted

### *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.

### *Reasons for Change in Appropriation*

This appropriation increased by \$32.261 million to \$32.261 million for 2022/23 due to:

#### **Amortisation of Upfront Payments - Affordable Housing Fund**

- increased funding of \$32,000 to provide for the amortisation of contribution prepayments associated with the Affordable Rental Pathway.

#### **Amortisation of Upfront Payments - Community Housing Providers - Early Stage Operating Supplement**

- a fiscally neutral transfer from the Public Housing MCA of \$188,000 for existing prepayments for the early stage operating supplement.

#### **Amortisation of Upfront Payments - He Kūkū ki te Kāinga**

- increased funding of \$13.754 million to provide for the amortisation of prepayments to increase the housing supply provided by Māori service providers.

#### **Amortisation of Upfront Payments - Māori Infrastructure Fund**

- increased funding of \$4.475 million to provide for the amortisation of prepayments for Māori infrastructure projects to advance development-ready land.

#### **Amortisation of Upfront Payments - Progressing the Pipeline of Māori Housing**

- increased funding of \$9.702 million to provide for the amortisation of prepayments to develop Māori housing capability across the housing continuum, and reduce technical and cost barriers to increasing the supply of Māori housing.

#### **Amortisation of Upfront Payments - Public Housing Upfront Capital Payments**

- a fiscally neutral transfer from the Public Housing MCA of \$3.760 million for existing prepayments relating to providing Public Housing Providers with upfront capital payments, and
- increased funding of \$350,000 to provide for the amortisation of upfront capital funding provided to Community Housing Providers who provide Public Housing.

## 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.

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

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<b>Non-Departmental Output Expenses</b>			
<b>Community Group Housing Market Rent Top-Up</b>			
This category is intended to achieve safe, healthy and affordable homes with the purchase of housing services from Kāinga Ora - Homes and Communities.			
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	Exempt	1,500	1,500
<b>Non-Departmental Other Expenses</b>			
<b>Community Housing Rent Relief</b>			
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.			
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	Exempt	1,500	1,500

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Non-Departmental Capital Expenditure</b>			
<b>Acquisition and Improvement of Community Group Housing Properties</b>			
This category is intended to achieve safe, healthy and affordable Community Group Houses properties through the acquisition, modernisation and reconfiguration of Kāinga Ora - Homes and Communities Community Group Housing properties.			
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	Exempt	1,500	1,500

## 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
<b>Housing Acceleration Fund (M37) (A22)</b>	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 2021/22	-
	Adjustments for 2022/23	(69,169)
Commences: 01 July 2021	Adjusted Appropriation	3,659,831
Expires: 30 June 2026	Actual to 2021/22 Year End	21,563
	Estimated Actual for 2022/23	501,083
	Estimate for 2023/24	1,351,737
	Estimated Appropriation Remaining	1,785,448
<b>Non-Departmental Capital Expenditure</b>		
<b>Investment in Crown-owned Entities to Advance Development-Ready Land</b>	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 2021/22	-
	Adjustments for 2022/23	223,281
	Adjusted Amount	1,905,281
	Actual to 2021/22 Year End	-
	Estimated Actual for 2022/23	431,000
	Estimate for 2023/24	1,100,000
	Estimated Amount Remaining	374,281
<b>Non-Departmental Other Expenses</b>		
<b>Investment in Infrastructure to Advance Development-Ready Land</b>	Original Amount	2,047,000
This category is limited to contributions for infrastructure projects to advance development-ready land.	Adjustments to 2021/22	-
	Adjustments for 2022/23	(292,450)
	Adjusted Amount	1,754,550
	Actual to 2021/22 Year End	21,563
	Estimated Actual for 2022/23	70,083
	Estimate for 2023/24	251,737
	Estimated Amount Remaining	1,411,167

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

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<b>Non-Departmental Other Expenses</b>			
<b>Investment in Infrastructure to Advance Development-Ready Land</b>			
This category is intended to enable contributions for infrastructure projects to advance development-ready land			
The total number of houses to be enabled on land where an infrastructure agreement has been signed (see Note 1)	-	-	-

Note 1 - 30 funding agreements with a total allocation of \$926 million have been signed, to deliver between 30,000-35,000 homes over next 10-15 years.

*Reasons for Change in Appropriation*

This multi-year appropriation decreased by \$69.169 million to \$3,659.831 million for 2022/23 due to a fiscally neutral transfer of \$69.169 million to the Upfront Payments MCA for Māori Infrastructure Projects.

**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*

	2022/23		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>359,364</b>	<b>(96,085)</b>	<b>263,279</b>
<b>Non-Departmental Other Expenses</b>			
Fair Value Impairment Loss - Affordable Housing Fund	7,000	(7,000)	-
Fair Value Impairment Loss - Housing Infrastructure Fund	24,161	3,537	27,698
Fair Value Impairment Loss - Progressive Home Ownership Loans	75,173	28,549	103,722
Sale of Land and Dwellings - Costs	188,140	(121,471)	66,669
<b>Non-Departmental Capital Expenditure</b>			
Land for Housing - Deferred Settlements	64,890	300	65,190

*How Performance will be Assessed for this Appropriation*

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
Expenses will be accurately recorded and recognised in the correct accounting period (see Note 1)	-	Achieved	Achieved

Note 1 - This measure was chosen as the appropriation is solely for the recognition of non-cash expenses.

*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.

*Reasons for Change in Appropriation*

This appropriation decreased by \$96.085 million to \$263.279 million for 2022/23 due to:

**Fair Value Impairment Loss - Affordable Housing Fund**

- a transfer of \$7 million from 2022/23 to 2023/24 to reflect the delay in the development of the Affordable Housing Fund - Capital MYA (decrease).

**Fair Value Impairment Loss - Housing Infrastructure Fund**

- an increase in funding of \$12.600 million for 2022/23 relating to the loss expected arising from amendments to two loans (increase).

This was partially offset by:

- a transfer of \$9.063 million from 2022/23 to 2023/24 for the forecast of anticipated impairments triggered by the timing of signing new interest-free loans (decrease).



### Fair Value Impairment Loss - Progressive Home Ownership Loans

- a transfer of \$80.461 million from the Write down and write off of Progressive Home Ownership Loans MYA, as a result of a restructure of some of the Vote's non-departmental appropriations (increase).

This was partially offset by:

- a transfer of \$51.912 million from 2022/23 to 2023/24 for the forecast of anticipated impairments triggered by the timing of signing new interest-free loans (decrease).

### Sale of Land and Dwellings - Costs

- a transfer of \$185 million from 2022/23 to 2023/24 to reflect an update to the forecast driven by the anticipated timing of sales for underwritten properties under the KiwiBuild scheme (decrease).

This was partially offset by:

- a transfer of \$63.529 million from the Sale of Land and Dwellings - Costs appropriation, as a result of a restructure of some of the Vote's non-departmental appropriations (increase).

### Land for Housing - Deferred Settlements

- a transfer of \$33.300 million from the Land for Housing - Deferred Settlements, as a result of a restructure of some of the Vote's non-departmental appropriations (increase).

This was partially offset by:

- a transfer of \$33 million from 2022/23 to 2023/24 to reflect an update to the forecast to align the authority to lend with the anticipated sales where developers under the Land for Housing Scheme will exercise their contractual right to take up deferred settlement options (decrease).

## 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*

	2022/23		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>71,577</b>	<b>10,026</b>	<b>81,603</b>
<b>Departmental Output Expenses</b>			
Facilitating the Purchase and redevelopment of land for housing purposes	6,500	72	6,572
Management of Housing Provision and Services	23,655	2,559	26,214
Policy Advice and Ministerial Servicing	41,422	7,395	48,817
<b>Funding for Departmental Output Expenses</b>			
<b>Revenue from the Crown</b>	<b>71,577</b>	<b>9,196</b>	<b>80,773</b>
Facilitating the Purchase and redevelopment of land for housing purposes	6,500	-	6,500
Management of Housing Provision and Services	23,655	2,300	25,955
Policy Advice and Ministerial Servicing	41,422	6,896	48,318
<b>Revenue from Others</b>	<b>-</b>	<b>830</b>	<b>830</b>
Facilitating the Purchase and redevelopment of land for housing purposes	-	72	72
Management of Housing Provision and Services	-	259	259
Policy Advice and Ministerial Servicing	-	499	499

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

	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Assessment of Performance			
<b>Departmental Output Expenses</b>			
<b>Management of Housing Provision and Services</b>			
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 (see Note 1)	90%	(10%)	80%

Note 1 - The decrease in the target reflects increasing monitoring requirements, while enabling a thorough assessment of each provider in order to provide continued assurance to the government and the public.

### *Reasons for Change in Appropriation*

This appropriation increased by \$10.026 million to \$81.603 million for 2022/23 due to:

- a fiscally neutral transfer of \$2.966 million from the Progressing the Pipeline of Māori Housing 2022 - 2025 MYA, to cover the departmental costs associated with managing the Whai Kāinga Whai Oranga initiative
- additional funding of \$1.800 million received for implementing the reset and redesign of the Emergency Housing system
- an expense transfer of \$1.800 million from 2021/22 to 2022/23 for the WAI2750 inquiry
- an expense transfer of \$1.630 million from 2021/22 to 2022/23 for costs associated with monitoring the Housing Acceleration Fund
- a fiscally neutral increase of \$530,000 funded by third party revenue received from the secondment of Ministry staff
- additional funding of \$500,000 received for resourcing to support place-based plans regarding the Emergency Housing system
- an expense transfer of \$500,000 from 2021/22 to 2022/23 to design and implement a new Property and Provider Maintenance system, and
- a fiscally neutral increase of \$300,000 funded by third party revenue received from the sublease of part of the Ministry's rented premises.

### **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*

	2022/23		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>1,561,222</b>	<b>(6,741)</b>	<b>1,554,481</b>
<b>Non-Departmental Output Expenses</b>			
Purchase of Public Housing Provision	1,464,884	(3,434)	1,461,450
Services for People in Need of or at risk of Needing Public Housing	92,278	453	92,731
Services Related to the Provision of Public Housing	300	-	300
<b>Non-Departmental Other Expenses</b>			
Support for the Provision of Public Housing Supply	3,760	(3,760)	-

*Reasons for Change in Appropriation*

This appropriation decreased by \$6.741 million to \$1,554.481 million for 2022/23 due to:

**Purchase of Public Housing Provision**

- decrease in funding of \$2.552 million related to initial Working for Families changes to support low-income families (decrease)
- decrease in funding of \$694,000 relating to the Welfare assistance package to help low-income people meet the increasing cost of living, and
- a fiscally neutral transfer of \$188,000 to the Amortisation of Upfront Payments MCA for existing prepayments for the early stage operating supplement (decrease).

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

- a fiscally neutral transfer of \$6.100 million to the Kāinga Ora Home and Communities appropriation to correct an adjustment made at the 2022 March Baseline Update (decrease), and
- an expense transfer of \$5.100 million from 2022/23 to 2023/24 (\$2.600 million) and 2024/25 (\$2.500 million), for single site supported housing (decrease).

This decrease was partially offset by:

- a fiscally neutral transfer from the Transitional Housing MCA of \$9 million for care in the community under the COVID-19 framework (increase), and
- an expense transfer of \$2.653 million from 2021/22 to 2022/23 for programmes run by community-based service providers to support the chronically homeless and those at a higher risk of becoming homeless (increase).

**Support for the Provision of Public Housing Supply**

- a fiscally neutral transfer of \$3.760 million to the Amortisation of Upfront Payments MCA for existing prepayments for the early stage operating supplement (decrease).

## 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*

	2022/23		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>466,143</b>	<b>300</b>	<b>466,443</b>
<b>Non-Departmental Output Expenses</b>			
Provision of Transitional Housing Places	237,660	3,300	240,960
Transitional Housing Services	228,483	(3,000)	225,483

### *Reasons for Change in Appropriation*

This appropriation increased by \$300,000 to \$466.443 million for 2022/23 due to:

#### **Provision of Transitional Housing Places**

- additional funding of \$3.300 million received from the Proceeds of Crime Fund round five (increase).

#### **Transitional Housing Services**

- a fiscally neutral transfer of \$10 million to the Contracted Emergency Housing Accommodation and Services appropriation and Public Housing MCA for care in the community under the COVID-19 framework (decrease).

This decrease was partially offset by:

- an expense transfer of \$7 million from 2021/22 to 2022/23 for transitional housing COVID-19 response (increase).

## 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

##### *Affordable Housing Fund - Prepayment of Grants*

This category is limited to the prepayments of contributions to providers of affordable rentals within the Affordable Housing Fund.

##### *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.

##### *He Kūkū ki te Kāinga - Increasing Māori Housing Supply - prepayment of upfront funds*

This category is limited to the prepayment of funding to increase the housing supply provided by Māori service providers.

##### *Māori Infrastructure Projects - Prepayment of Upfront Funds*

This category is limited to the prepayment of contributions for Māori infrastructure projects to advance development-ready land.

##### *Progressing the Pipeline of Māori Housing - Prepayment of Upfront Funds*

This category is limited to the prepayment of funding interventions that develop Māori housing capability across the Māori housing continuum, and reduce technical and cost barriers to increasing the supply of Māori housing.

##### *Progressive Home Ownership - Prepayment of Grants*

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

##### *Transitional Housing Providers - Prepayment of Upfront Funds*

This category is limited to the prepayment of upfront funding to Transitional Housing Providers who provide transitional housing.

### Expenses, Revenue and Capital Expenditure

	2022/23		
	Estimates \$000	Supplementary Estimates \$000	Total \$000
<b>Total Appropriation</b>	<b>23,301</b>	<b>133,181</b>	<b>156,482</b>
<b>Non-Departmental Capital Expenditure</b>			
Affordable Housing Fund - Prepayment of Grants	-	50,000	50,000
Community Housing Providers - Prepayment of Staged Operating Funding	22,301	(8,732)	13,569
He Kūkū ki te Kāinga - Increasing Māori Housing Supply - prepayment of upfront funds	-	49,536	49,536
Māori Infrastructure Projects - Prepayment of Upfront Funds	-	19,804	19,804
Progressing the Pipeline of Māori Housing - Prepayment of Upfront Funds	-	13,569	13,569
Progressive Home Ownership - Prepayment of Grants	1,000	983	1,983
Transitional Housing Providers - Prepayment of Upfront Funds	-	8,021	8,021

*How Performance will be Assessed for this Appropriation*

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
Performance will be assessed by the assessment of the categories for this MCA	-	See categories	See categories

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

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<b>Non-Departmental Capital Expenditure</b>			
<b>Affordable Housing Fund - Prepayment of Grants</b>			
This category is intended to facilitate the prepayment of grants associated with the Affordable Housing Fund.			
The number of homes contracted through the Affordable Rental Pathway (see Note 1)	-	Baseline Year	Baseline Year
<b>Community Housing Providers - Prepayment of Staged Operating Funding</b>			
This category is intended to facilitate the prepayment of staged operating funding to Community Housing Providers for the purpose of providing public housing.			
Payments of staged operating funding contribute to securing and purchasing public housing and associated support services (see Note 2)	-	Achieved	Achieved
<b>He Kūkū ki te Kāinga - Increasing Māori Housing Supply - prepayment of upfront funds</b>			
This category is intended to facilitate the prepayment of funding to increase the housing supply provided by Māori service providers.			
Number of new housing places created for individuals/whanau	-	74	74
<b>Māori Infrastructure Projects - Prepayment of Upfront Funds</b>			
This category is intended to facilitate the prepayment of contributions for Māori infrastructure projects to advance development-ready land.			
Total number of houses enabled through the Māori Infrastructure Fund	-	150	150
<b>Progressing the Pipeline of Māori Housing - Prepayment of Upfront Funds</b>			
This category is intended to facilitate the prepayment of funding to develop Māori housing capability across the housing continuum, and reduce technical and cost barriers to increasing the supply of Māori housing.			
Number of capability building projects funded	-	15	15
Percentage of funded contracts that meet agreed deliverables	-	90%	90%

Assessment of Performance	2022/23		
	Estimates Standard	Supplementary Estimates Standard	Total Standard
<b>Progressive Home Ownership - Prepayment of Grants</b>			
This category is intended to assist access to home ownership through the prepayment of grants for the Progressive Home Ownership Fund.			
Prepayment of grants for the Progressive Home Ownership Fund contribute to assisting access to home ownership (see Note 3)	-	Achieved	Achieved
<b>Transitional Housing Providers - Prepayment of Upfront Funds</b>			
This category is intended to facilitate the prepayment of upfront funding to Transitional Housing Providers who provide transitional housing.			
Payments of upfront funding contribute to securing and purchasing transitional housing and associated support services (see Note 4)	-	Achieved	Achieved

Note 1 - This is a new measure as the Fund only became operational in 2022/23. It measures the intended outputs of the Fund's pathways.

Note 2 - This measure has been chosen as this category contributes towards Public Housing and associated support services as a whole.

Note 3 - This measure has been chosen as this category contributes towards assisting access to home ownership through the Progressive Home Ownership Fund as a whole.

Note 4 - This measure has been chosen as this category contributes towards transitional housing and associated support services as a whole.

### *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.

### *Reasons for Change in Appropriation*

This appropriation increased by \$133.181 million to \$156.482 million for 2022/23 due to:

#### **Affordable Housing Fund - Prepayment of Grants**

- a fiscally neutral transfer of \$50 million from the Affordable Housing Fund (MYA) for prepayments for the first round of the affordable rental pathway (increase).

#### **Community Housing Providers - Prepayment of Staged Operating Funding**

- an expense transfer of \$30 million from 2022/23 to 2023/24 (\$5 million) and 2024/25 (\$25 million) to align funding for the timing of upfront development payments to community housing providers (decrease), and
- a fiscally neutral transfer of \$6.120 million to the Transitional Housing Providers - Prepayment of Upfront Funds category for the payment of funds to Te Puea Memorial Marae to support the development of buildings within the marae (decrease).



This decrease was partially offset by:

- a transfer of \$26.388 million from the Community Housing Providers - Prepayment of Staged Operating Funding appropriation (now expired), as a result of a restructure of some of the Vote's non-departmental appropriations, and
- a fiscally neutral transfer of \$1 million from the Progressive Home Ownership - Prepayment of Grants category to ensure minimal funds were in this category (increase).

#### **He Kūkū ki te Kāinga - Increasing Māori Housing Supply - prepayment of upfront funds**

- a fiscally neutral transfer of \$49.536 million from He Kūkū ki te Kāinga - Increasing Māori Housing Supply (MYA) (\$43.470 million) and the Transitional Housing Providers - Prepayment of Upfront Funds category (\$6.066 million) for the payment of upfront payments to Māori Housing providers (increase).

#### **Māori Infrastructure Projects - Prepayment of Upfront Funds**

- a fiscally neutral transfer of \$19.804 million from the Housing Acceleration Fund (MYA) for Māori infrastructure projects (increase).

#### **Progressing the Pipeline of Māori Housing - Prepayment of Upfront Funds**

- a fiscally neutral transfer of \$13.569 million from the Progressing the Pipeline of Māori Housing 2022 - 2025 (MYA) (increase).

#### **Progressive Home Ownership - Prepayment of Grants**

- a transfer of \$1.983 million from the Progressive Home Ownership - Prepayment of Grants (MYA) (now expired), as a result of a restructure of some of the Vote's non-departmental appropriations (increase).

This increase was partially offset by:

- a fiscally neutral transfer of \$1 million to the Community Housing Providers - Prepayment of Staged Operating Funding category to ensure minimal funds were in that category (decrease).

#### **Transitional Housing Providers - Prepayment of Upfront Funds**

- a fiscally neutral transfer of \$8.021 million from the Community Housing Providers - Prepayments of Staged Operating Funding category (\$6.120 million) and He Kuku Ki Kāinga - Increasing Māori Housing Supply (MYA) (\$1.901 million) for the payment of funds to Te Puea Memorial Marae to support the development of buildings within the marae (increase), and
- funding received of \$6.066 million from implementing the reset and redesign of the Emergency Housing system (increase).

This increase was partially offset by:

- a fiscally neutral transfer of \$6.066 million to the He Kūkū ki te Kāinga - Increasing Māori Housing Supply - prepayment of upfront funds category for the payment of upfront payments to Māori Housing providers (decrease).