

The Treasury

Budget 2021 Information Release

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Cabinet Document Details

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Cabinet

Minute of Decision

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2021 Budget Technical Financial Recommendations: Vote Housing and Urban Development

On 6 April 2021, Cabinet:

- 1 **approved** the Budget initiatives for the above Vote for inclusion in the 2021 Budget package, as listed in the summary below and detailed in the attached initiative documents:

Summary of initiatives included in the attached initiative documents:

Operating Initiatives (Impact on Operating Balance)

Initiative ID	Initiative Name	\$m - increase/(decrease)				
		2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
13421	Costs Associated with the Sale of Land Under the Land for Housing Programme and KiwiBuild Dwellings	-	360.000	-	-	-
13375	Progressive Home Ownership Provider Grant Funding - Front Loading of Spending	1.000	-	-	(1.000)	-
Total Operating		1.000	360.000	-	(1.000)	-

- 2 **agreed** to establish new appropriations where required to implement the initiatives, as described in the attached initiative documents;
- 3 **approved** changes to appropriations to implement the initiatives, as set out in the attached initiative documents;
- 4 **agreed** that the changes to appropriations for 2020/21 above be included in the 2020/21 Supplementary Estimates and that, in the interim, the increases be met from Imprest Supply;
- 5 **authorised** the Minister of Finance and the Appropriation Minister to approve jointly any technical adjustments to baselines necessary to remove any errors or inconsistencies identified while finalising the 2020/21 Supplementary Estimates, the 2021/22 Estimates and the fiscal forecasts;

- 6 **authorised** the chief executives of departments that monitor Crown entities directly affected by decisions in this minute to inform the chair and/or chief executive of a Crown entity, on a Budget-in-confidence-until-Budget-day basis, of decisions that directly affect that Crown entity for the purpose of planning and preparation of their Statement of Intent;
- 7 **noted** that all communications relating to the 2021 Budget are co-ordinated by a Budget communications committee, and that any requests for early announcement will need to have both the written approval of the Minister of Finance and sign-off from the Prime Minister's office.

Michael Webster
Secretary of the Cabinet

Initiative No: 13421

Vote: Housing and Urban Development

Title: Costs Associated with the Sale of Land Under the Land for Housing Programme and KiwiBuild Dwellings

Description: This is a technical Budget initiative to establish a new appropriation for the expenses incurred as part of selling land under the Land for Housing Programme and KiwiBuild dwellings. This change has no cash impact.

New appropriation approval

Name	Period	Type	Category Name	Scope
Sale of Land and Dwellings - Costs	Annual	Non-Departmental Other Expenses	N/A	This appropriation is limited to the expenses incurred as part of the sale of land and dwellings.

Appropriation changes

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Operating Balance Impact	-	360.000	-	-	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	-	360.000	-	-	-

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Non-Departmental Other Expenses:					
Sale of Land and Dwellings - Costs	-	360.000	-	-	-
Total Operating	-	360.000	-	-	-

Initiative No: 13375

Vote: Housing and Urban Development

Title: Progressive Home Ownership Provider Grant Funding - Front Loading of Spending

Description: This is a technical Budget initiative to facilitate front-loading of spending in a non-departmental appropriation.

The Progressive Home Ownership (PHO) Fund is a targeted initiative to increase opportunities for people to access home ownership who would not have otherwise been able to do so and help them to obtain a safe, warm, dry home to call their own. The scheme assists eligible households by providing interest free loans for 15 years and wrap around services through existing PHO providers throughout the term of the loan. The support tenure and timing of grant funding is dependent on what PHO products are offered and agreed with providers. Now that these products have been agreed with providers, there is a need to reallocate funding between outyears.

Appropriation changes

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Operating Balance Impact	1.000	-	-	(1.000)	-
Debt Impact	-	-	-	-	-
No Impact	-	-	-	-	-
Total	1.000	-	-	(1.000)	-

	\$m - increase/(decrease)				
	2020/21	2021/22	2022/23	2023/24	2024/25 & Outyears
Non-Departmental Output Expenses:					
Support Services to increase home ownership	1.000	-	-	(1.000)	-
Total Operating	1.000	-	-	(1.000)	-