

Vote Housing

MINISTER(S) RESPONSIBLE FOR APPROPRIATIONS: Minister for Building and Construction (M9),
Minister of Housing (M37)

ADMINISTERING DEPARTMENT: Department of Building and Housing

MINISTER RESPONSIBLE FOR DEPARTMENT OF BUILDING AND HOUSING: Minister for Building
and Construction

Details of Appropriations

Details of Annual and Permanent Appropriations

Titles and Scopes of Appropriations by Appropriation Type	2008/09		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Departmental Output Expenses			
Building Regulation and Control (M9) To provide regulatory and control services for the building industry under the Building Act 2004 and related consumer information.	17,461	1,009	18,470
Occupational Licensing (M9) Developing, implementing and maintaining registration and licensing regimes for building practitioners and electrical workers.	9,501	10	9,511
Purchase and Monitoring Advice - Housing New Zealand Corporation (M37) Provision of purchase and performance monitoring advice to Government in relation to HNZC.	633	40	673
Residential Tenancy Services (M37) Administration of residential tenancies bond monies (including collecting and repaying bond monies, managing and investing bond monies), provision of information, advice and dispute resolution services to tenants and landlords in relation to residential tenancies as required by Residential Tenancies Act 1986.	21,589	(131)	21,458
Sector and Regulatory Policy (M9) To provide sector and regulatory policy advice on the building and housing sector.	4,562	907	5,469
Weathertight Homes Resolution Service (M9) To provide owners of dwellinghouses affected by the leaky building syndrome with information and access to speedy, flexible and cost-effective procedures for assessment and resolution of claims relating to those buildings.	16,815	229	17,044
Total Departmental Output Expenses	70,561	2,064	72,625
Non-Departmental Output Expenses			
Contracted Housing Support Services (M37) Purchase of education, support, capacity building and other services from third-party providers, by HNZC, to support target groups into improved housing outcomes including the Government's housing response in NECBOP areas.	3,446	(805)	2,641
HNZC Housing Support Services (M37) Purchase of housing related services from HNZC including capacity building with third sector providers, home ownership initiatives, Community Renewal and Healthy Housing.	11,194	(3,481)	7,713
HNZC State House Upgrades (M37) This appropriation is limited to the upgrading of Housing New Zealand Corporation State Houses to improve the safety, security, function and amenity value to a standard suitable for social housing purposes.	-	22,000	22,000
Housing Policy Advice (M37) Purchase of housing policy advice, research and evaluation from HNZC.	2,376	178	2,554
Management of Crown Properties held under the Housing Act 1955 (M37) This appropriation is limited to the administration and management of Crown owned properties held under the Housing Act 1955.	9,672	(8,204)	1,468
Total Non-Departmental Output Expenses	26,688	9,688	36,376

	2008/09		
	Estimates Budget \$000	Supplementary Estimates Budget \$000	Total Budget \$000
Titles and Scopes of Appropriations by Appropriation Type			
Benefits and Other Unrequited Expenses			
Housing Assistance (M37)	11,118	(1,827)	9,291
Payments made to HNZN and other mortgage providers to compensate for the difference between the cost of funds and rate at which funds are lent and provide write-offs for loans.			
Income Related Rental Subsidy (M37)	496,038	8,404	504,442
Subsidy provided to HNZN to compensate for the difference between assessed income-related and market rentals.			
Total Benefits and Other Unrequited Expenses	507,156	6,577	513,733
Non-Departmental Other Expenses			
Community Housing Rent Relief Programme (M37)	5,000	(500)	4,500
Contestable rent relief fund for service provider tenants of Community Group Housing properties who face difficulties in meeting rental payments.			
Increase in Debt Provision (M37)	2,251	-	2,251
Increase in provision for doubtful debts on Income Related Rents Crown Debt.			
Wellington City Council Social Housing Assistance (M37)	-	7,500	7,500
This appropriation is limited to assisting the Wellington City Council upgrade its social housing portfolio under the terms of a Deed of Grant entered into between the Crown, Housing New Zealand Corporation and the Council			
Total Non-Departmental Other Expenses	7,251	7,000	14,251
Departmental Capital Expenditure			
Department of Building and Housing - Capital Expenditure PLA (M9)	8,138	(248)	7,890
This appropriation is limited to the purchase or development of assets by and for the use of the Department of Building and Housing, as authorised by section 24(1) of the Public Finance Act 1989.			
Total Departmental Capital Expenditure	8,138	(248)	7,890
Non-Departmental Capital Expenditure			
Acquisition and Development of properties under the Housing Act 1955 (M37)	7,764	1,184	8,948
This appropriation is limited to acquiring, developing and modernising properties under the Housing Act 1955.			
Acquisition and Improvement of Housing New Zealand Corporation state houses (M37)	84,390	2,851	87,241
This appropriation is limited to debt or equity in Housing New Zealand Corporation to acquire, modernise or reconfigure Housing New Zealand state houses.			
Loans to support Homeownership (M37)	19,969	(10,406)	9,563
This appropriation is limited to debt or equity in Housing New Zealand Corporation to provide loans to households to help them achieve or sustain home ownership.			
Loans to support Social Housing (M37)	12,000	-	12,000
This appropriation is limited to debt or equity in Housing New Zealand Corporation to provide loans to housing providers for the acquisition and development of social housing.			
Refinancing of Housing New Zealand Corporation and Housing New Zealand Limited Debt (M37)	170,970	-	170,970
This appropriation is limited to refinancing existing Housing New Zealand Corporation and Housing New Zealand Limited debt.			
Total Non-Departmental Capital Expenditure	295,093	(6,371)	288,722
Total Annual and Permanent Appropriations	914,887	18,710	933,597

Details of Projected Movements in Departmental Net Assets

Department of Building and Housing

Details of Net Asset Schedule	2008/09 Main Estimates Projections \$000	2008/09 Supplementary Estimates Projections \$000	Explanation of Projected Movements in 2008/09
Opening Balance	11,480	11,480	Supplementary Estimates opening balance reflects the audited results as at 30 June 2008.
Capital Injections	8,528	10,681	Funding of \$1.053 million for the Building Controls memorandum account, \$3.789 million for Occupational Licensing - Building Practitioners memorandum account and capital funding \$5.792 million for essential infrastructure assets.
Capital Withdrawals	-	-	
Surplus to be Retained (Deficit Incurred)	(2,736)	(813)	
Other Movements	1,643	-	
Closing Balance	18,915	21,348	