

MINISTRY OF HOUSING AND URBAN DEVELOPMENT

March 2019

## **Public Housing Quarterly Report**

The Public Housing Quarterly Report is published by the Ministry of Housing and Urban Development. It provides the latest facts on public housing supply and demand, housing support, and the movement of people through the public housing system.



New Zealand Government

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The Public Housing Quarterly Report is released by the Ministry of Housing and Urban Development (HUD). HUD formed on 1 October to deliver the Government's housing and urban development programme to end homelessness, make housing affordable and cities more liveable. The Public Housing Quarterly Report contains information on public housing and housing support from both HUD and the Ministry of Social Development (MSD).

As at 31 March 2019, there are 68,280 public housing places. Consisting of 62,108 Housing New Zealand Properties and 6,172 registered Community Housing Provider properties.

Compared to March 2018 public housing tenancies have increased by 1,546 tenancies. The increase in tenancies was from both Housing New Zealand (618) and Community Housing Providers (928). For the March 2019 quarter transitional housing places increased to 2,697 places. Compared to March 2018 transitional housing places have increased by 585.

720 households have been housed through the Housing First programme. 1,064 households so far have been accepted into the programme.

During this quarter 1,357 applicants from the Housing Register were placed in public housing. This quarter the Housing Register increased by 3% over the previous quarter, and is up 40% on the same time last year.

## **Housing Support**

Support is provided to anyone who needs assistance with housing. Support ranges from assistance to sustain private housing and subsidised public housing to transitional housing and Emergency Housing Special Needs Grants.

## \$717.2 million

Total housing support provided in the quarter ending 31 March 2019

(\$715.2 million - 31 December 2018)







\$235.0 million Income-Related Rent Subsidy **\$412.4 million** Accommodation Supplement **\$46.6 million** Temporary Additional Support **\$23.1 million** Emergency Housing Special Needs Grant

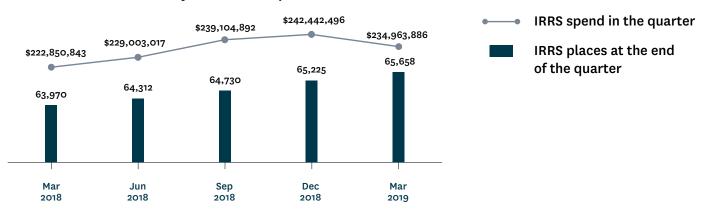


## **Income-Related Rent Subsidy**

Income-Related Rent Subsidy (IRRS) payments for individual households decreased from last quarter, with the total number of IRRS tenancies increasing by 433 over the March 2019 quarter.

Most tenants in public housing pay an Income-Related Rent (IRR) which limits the amount of rent they pay to 25% of their net income. The Ministry of Housing and Urban Development pays IRRS to registered housing providers to cover the balance between the tenant's rental payment and the market rent for the property.

### Income-Related Rent Subsidy – Places and Spend



The total number of IRRS places has increased by 3% on the same time last year.

\$18.1 million

### **IRRS** payments per week

(\$18.6 million - 31 December 2018)

**Note:** The IRRS payment figure is a weekly average based on a quarterly total of \$235 million.

**65,658** IRRS places as at 31 March 2019 (65,225 - 31 December 2018)

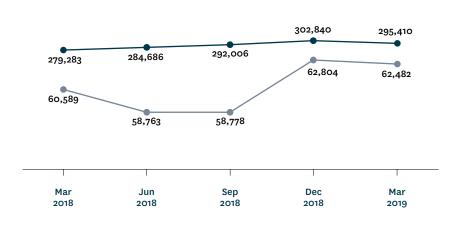
## **Accommodation Supplement & Temporary Additional Support**

## The number of people receiving the Accommodation Supplement (AS) has decreased in the March 2019 quarter, while receipt of Temporary Additional Support (TAS) has increased.

Accommodation Supplement is a weekly payment to assist people who are not in public housing with their rent, board or the cost of owning a home. A person does not have to be receiving a benefit to qualify for AS. From 1st April 2018, the AS regional boundaries and maximum payments changed as a result of the Government's Families Package.

Temporary Additional Support is a weekly payment that helps to cover essential living costs that cannot be met from their income and through other resources. It is paid for a maximum of 13 weeks, and the recipient does not have to be receiving a benefit to qualify for TAS.

### Accommodation Supplement and Temporary Additional Support recipients



- Accommodation Supplement Recipients
- Temporary Additional Support Recipients

Total recipients of the AS increased by 6% compared to the same time last year, and decreased by 6% when compared to last quarter.

Total recipients of TAS increased by 3% on the same time last year, and decreased by 1% from last quarter.

**295,410** People receiving Accommodation Supplement as at 31 March 2019

(302,840 - 31 Dec 2018)

\$31.7 million

Supplement payments

(\$31.3 million - 31 Dec 2018)

Accommodation

per week

## 62,482

People receiving Temporary Additional Support as at 31 March 2019 (62,804 - 31 Dec 2018)

## \$3.6 million

Temporary Additional Support payments per week (\$3.5 million - 31 Dec 2018)

### **Housing Support Products**

Housing Support Products (HSPs) consist of a range of products designed to assist people to achieve or sustain accommodation in private housing.

The use of HSPs decreased by 30% from last quarter. The value of HSPs decreased by \$167,334 to \$536,790.

**\$392,038** Bond Grants (\$459,976)

**\$0** Letting Fees (\$39,653) **\$36,736** Moving Assistance (\$55,389) **\$85,193** Rent in Advance (\$96,574)

\$4,823

Tenancy Costs Cover (\$6,158) \$18,000

Transition to Alternative Housing Grant (\$46,374)





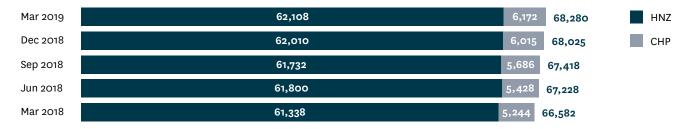
(735 grants for 407 distinct clients, total \$704,123 - 31 December 2018)

- Accommodation Supplement figures excludes Special Benefit (which was replaced by TAS in April 2006, but continues to be grand-parented to clients that were receiving it prior to this date), therefore the figures in this Public Housing Quarterly Report will differ to those published in MSD's quarterly Benefit Fact Sheets.
- A client may have multiple grants during the period for different purposes, but will only be counted once in the overall total of distinct clients.
- From 12 December 2018 tenants in private rental properties can no longer be charged a letting fee.

# **Public Housing Supply**

## Public houses are properties owned or leased by Housing New Zealand (HNZ) and registered Community Housing Providers (CHPs) that can be tenanted by people who are eligible for public housing.

There are currently **68,280** public houses, an increase of **255** from the previous quarter (68,025). Of these, **62,108** state houses are provided by Housing New Zealand, and **6,172** community houses are provided by 36 registered Community Housing Providers across New Zealand.



### **Housing New Zealand**

Housing New Zealand is the primary provider of public housing in New Zealand. They own and manage **62,108** homes across the country which accommodate more than 180,000 people.

Over the March quarter, HNZ have increased their total places by 98.



**59,585** HNZ IRRS Places (59,290 - 31 December 2018)



**1,262** HNZ Market Renters (1,467 - 31 December 2018)



**349** HNZ Short-term Vacant (380 - 31 December 2018)



## 912

### HNZ Long-term Vacant

(873 - 31 December 2018)

- There may be some variations in MSD and HNZ reporting. This is due to differences in timing and processes. The MSD data provides a snapshot at a specific point in time, the HNZ data is drawn from an operational database that reflects changes in tenant status.
- HNZ short-term vacant properties are those that are currently between tenancies and are about to be re-tenanted.
- As advised by HNZ, HNZ long-term vacant properties are generally vacant for the following reasons: undergoing major repairs or upgrades, pending redevelopment, or properties that are pending sale, lease expiry or demolition.
- HNZ short-term vacant and HNZ long-term vacant excludes Community Group Housing managed by Housing New Zealand.
- Number of community houses represents existing tenancies and does not include vacant properties.

## **Community Housing Providers**

Community houses are homes owned, leased or managed by non-governmental organisations (NGOs) or independent government subsidiaries.

CHPs are diverse in size and structure, offering a range of housing options and specialised and support services. Providers span from local iwi and charitable trusts to large scale Government-Council partnerships, and are located across the country.

Since 2014, registered CHPs have become eligible to receive Income-Related Rent Subsidy. Some providers are also contracted by the Ministry to provide support services for Government programmes such as Housing First and Transitional Housing.

Over the March quarter, registered CHPs have increased their total tenancies by 157.





99

**6,073** Registered CHP IRRS Places (5,935 - 31 December 2018)

Registered CHP Market Renters (80 - 31 December 2018)

## **Supporting Housing Needs**

The Ministry of Housing and Urban Development (HUD) and the Ministry of Social Development (MSD) provide a range of products and services to help people with their housing needs, from addressing homelessness to emergency housing special needs grants and transitional housing.

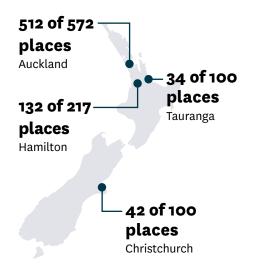
### **Housing First**

Housing First is a collective response to homelessness in a community. It offers people immediate access to housing and then wraps around tailored support for as long as needed, to help people remain housed, and address the issues that led to their homelessness.

HUD's role in Housing First is to bring together local health and social service providers, housing providers, local government, iwi, and other agencies to develop a localised community response to homelessness.

No Housing First collective or programme is the same because no community or region is the same. We facilitate the development of a fit-for-purpose community programme around a series of core Housing First principles.

HUD funds Housing First programmes across New Zealand in Auckland, Christchurch, Tauranga, Hamilton and Rotorua, and is working to establish the programme in several other regions.



There is a genuine partnership approach to delivering Housing First with a focus on collective impact. HUD brings together local providers with their different strengths and expertise to resolve homelessness, with a long-term, people-centred and community based approach.

Housing First Rotorua a partnership of Taumata o Ngati Whakaue Trust, Lifewise and LinkPeople commences on 1 May 2019.



Total households placed as at 31 March 2019 (521 - 31 December 2018) 1,064

Households accepted into the programme (740 - December 2018)

### People Helping People - The Housing First Journey

Housing First programme workers reach out directly to rough sleepers, or they can be referred by other support organisations. They are offered immediate access to housing unconditionally. All that's needed is a willingness to be housed. Once in the programme, people are given choices about the support and housing they receive.

While there's a focus on recovery, and holistic support to reduce any harmful behaviours, the support given is adapted to fit each individual's needs for as long as needed. Most importantly, they don't lose their homes if they no longer need support. They are encouraged to become part of their community, to set goals and to connect with whānau, support networks, social activities, education and employment.

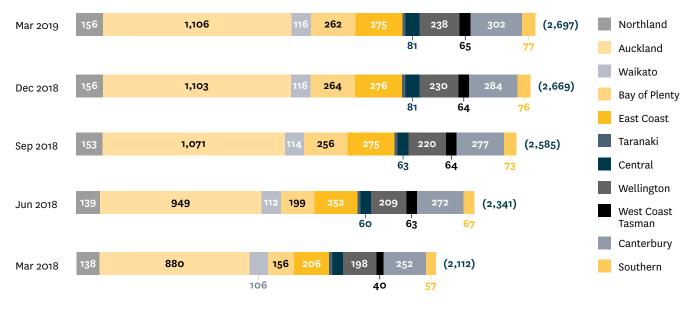
## **Transitional Housing**

An additional 28 transitional housing places became available in the quarter, with a total of 2,697 places secured for tenanting.

#### What is transitional housing?

The intention of transitional housing is to provide housing and support to vulnerable households, and support to transition to long-term housing. The specific nature of the support and intensity of this support, for each household, will vary according to the characteristics and needs of the household.

#### **Transitional Housing Places**



#### Notes:

• Data labels have been excluded where the number of places is fewer than 30.

**2,697** Places secured for tenanting as at 31 March 2019 (2,669 - 31 December 2018)

## \$585 million

Funding from 2016 to 2022

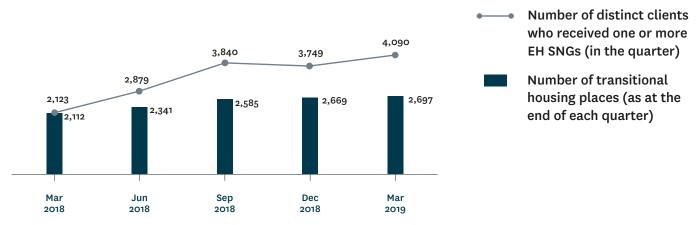
## **Emergency Housing Special Needs Grant**

## The number of Emergency Housing Special Needs Grants (EH SNGs) administered by MSD increased compared to the last quarter.

The purpose of the EH SNG is to help individual and families with the cost of staying in short-term accommodation (usually a motel) if they are temporarily unable to access a contracted transitional housing place or private rental.

The EH SNG pays for short-term accommodation for up to seven days at a time.

#### Transitional Housing places vs EH SNG recipients



Every applicant for an EH SNG must make reasonable efforts to find secure accommodation. For most applicants, this includes applying for transitional housing and public housing.

The EH SNG payment normally does not need to be paid back by the applicant, but where the household has contributed to their own housing need, the EH SNG may be made recoverable at 25% of the applicants weekly income.

In the March 2019 quarter, 4% of EH SNG grants were recoverable payments. This has reduced from 9% for the March 2018 quarter.

The number of clients receiving EH SHGs increased by 9% compared to last quarter and compared to March 2018 quarter increased by 93%.



EH SNG Grants in quarter ending 31 March 2019 (15,676 - quarter ending 31 December 2018) 4,090

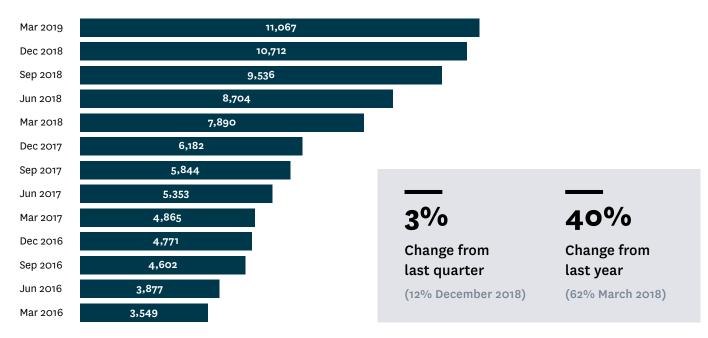
Individual clients granted an EH SNG in quarter ending 31 March 2019 (3,749 - quarter ending 31 December 2018) \$23.1 million

Total EH SNG amount granted in quarter ending 31 March 2019 (\$19.5 million – quarter ending 31 December 2018)

- This is a count of grants. A client can have more than one grant in the time period.
- Emergency Housing assistance payments are granted as Special Needs Grants.
- The total amount granted may not be the same as the amount spent.

## **Housing Register**

The Housing Register captures the housing requirements of people who have applied for public housing. MSD assess and manage the prioritisation of applicants on the register.



#### Priority of applicants on the Housing Register

The Housing Register is prioritised by need and consists of applicants who have been assessed as being eligible for public housing.

Priority A applicants are considered to be 'at risk' and include households that have a severe and persistent housing need that must be addressed immediately.

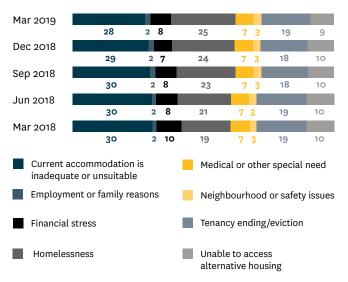
Priority B applicants are those with a 'serious housing need' and include households with a significant and persistent need.

In the March 2019 quarter, Priority A applicants on the Housing Register increased to 81% (from 78%) and Priority B applicants shifted to 19% (from 22%).

### **Priority of applicants**



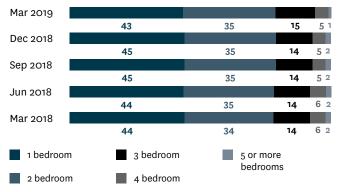
## Characteristics of the applicants on the Housing Register



Main reason for application (%)

# • The main reason for applying for public housing is captured during the application process. 'Current accommodation is inadequate or unsuitable' was the most common reason given for applying for public housing as at March 2019.

### Bedrooms required (%)

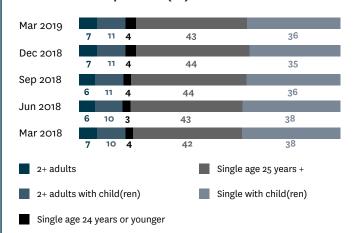


- Number of bedrooms required is based on the composition of the household.
- The most common number of bedrooms needed for applicants on the Housing Register as at 31 March 2019 were one bedroom properties.

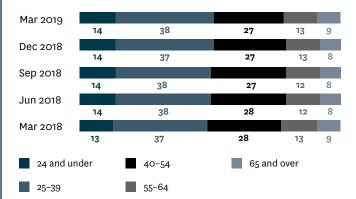
#### Mar 2019 46 24 14 2 13 Dec 2018 46 24 14 13 3 Sep 2018 46 24 15 13 2 Jun 2018 45 24 15 14 3 Mar 2018 45 24 15 14 2 Māori Pacific Island Other Unspecified NZ European

#### Household composition (%)

Age of main applicant (%)



- Household composition describes the people who will be housed with the applicant. This may include extended family or boarders who are permanent members of the household, and provide or receive financial, physical and emotional support.
- The most common type of applicants on the Housing Register as at 31 March 2019 were single adult households.



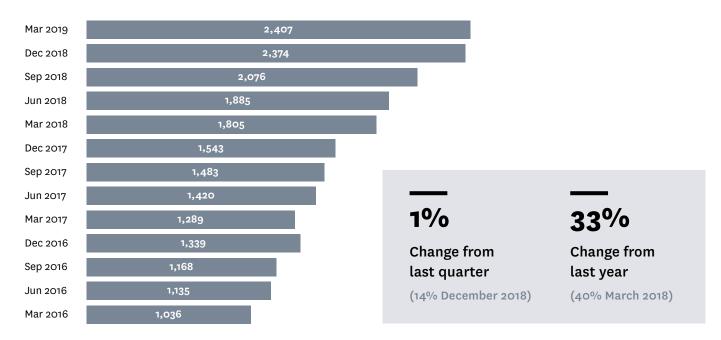
- The age group data in this report is for the main applicant only and does not include any other individuals associated with the application.
- The most common age group of main applicants on the Housing Register as at 31 March 2019 were applicants aged between 25 to 39 years.
- The following ethnicity data is self-identified and multiple ethnicities may be chosen by an individual as fits their preference. Multiple selected ethnicities are then prioritised into a hierarchy. Ethnic groups do not currently align with Statistics New Zealand ethnicity groupings.
- The most commonly reported ethnicity on the Housing Register as at 31 March 2019 were Māori.

### Ethnicity of main applicant (%)

## **Transfer Register**

## The Transfer Register is prioritised by need and consists of applicants who are already in public housing, but have requested and are eligible for a transfer to another public housing property.

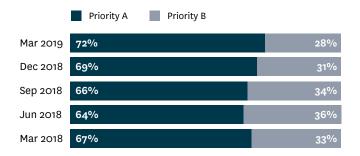
The Transfer Register has increased slightly in the March 2019 quarter by 1% compared to December 2018. Over the past 12 months the number of applicants requesting a change to their housing situation has increased by 33%.



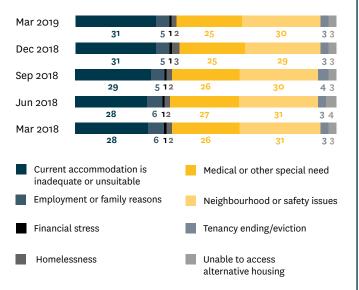
### Priority of applicants on the Transfer Register

In the March 2019 quarter, Priority A applicants on the Transfer Register increased slightly to 72% (from 69%) and Priority B applicants shifting to 28% (from 31%).

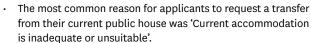
### **Priority of applicants**



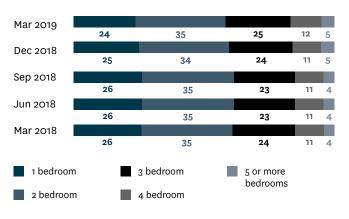
## Characteristics of the applicants on the Transfer Register



### Main reason for application (%)



#### **Bedrooms required (%)**

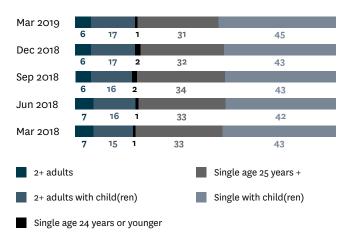


• The most common type of accommodation needed for applicants on the transfer register as at 31 March 2019 was for two bedroom properties.

Ethnicity of main applicant (%)

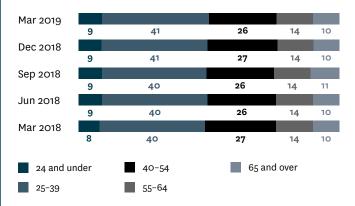
#### Mar 2019 18 16 21 42 1 Dec 2018 22 42 19 16 Sep 2018 18 23 41 16 Jun 2018 40 18 23 17 Mar 2018 22 40 19 17 2 Pacific Island Other Māori Unspecified NZ European

#### Household composition (%)



• The most common type of households on the transfer register as at 31 March 2019 continued to be single adults with children.

#### Age of main applicant (%)



- The most common age group of main applicants on the Transfer Register as at 31 March 2019 was people aged 24 to 39 years.
- The most commonly self-reported ethnicity on the Transfer Register as at 31 March 2019 were Māori.

## **Regional Overview**

The demand for public housing has increased in most housing regions during the March 2019 quarter and compared to March 2018. The top five increases by percentage in the Housing Register compared to March 2018 were Waikato (83% or 424 applicants), Central (76% or 264 applicants), Canterbury (48% or 327 applicants), Northland (47% or 130 applicants) and Bay of Plenty (47% or 229 applicants).

Northland	Applicants on the Housing Register <b>406</b> (415)	Public Housing tenancies <b>2,058</b> (2,043)	Number of EH SNG approved <b>195</b> (322)
	Applicants on the Transfer Register <b>78</b> (77)	Transitional Housing places <b>156</b> (156)	Amount of EH SNG approved <b>\$152,096</b> (\$221,174)
Auckland	Applicants on the Housing Register	Public Housing tenancies	Number of EH SNG approved
5	<b>4,409</b> (4,363)	<b>30,854</b> (30,754)	<b>6,651</b> (6,093)
de la companya de la	Applicants on the Transfer Register	Transitional Housing places <b>1,106</b> (1,103)	Amount of EH SNG approved
2 <sup>10</sup>	<b>1,104</b> (1,116)	<b>1,100</b> (1,103)	<b>\$10,342,550</b> (\$8,875,412
Waikato	Applicants on the Housing Register	Public Housing tenancies	Number of EH SNG approved
	<b>934</b> (896)	<b>4,409</b> (4,406)	<b>2,504</b> (2,214)
	Applicants on the Transfer Register	Transitional Housing places	Amount of EH SNG approved
	<b>170</b> (148)	<b>116</b> (116)	<b>\$4,063,045</b> (\$3,333,107)
Bay of Plenty	Applicants on the Housing Register	Public Housing tenancies	Number of EH SNG approved
	<b>720</b> (618)	<b>2,677</b> (2,682)	<b>2,701</b> (2,173)
1.5	Applicants on the Transfer Register	Transitional Housing places	Amount of EH SNG approved
	<b>76</b> (81)	<b>262</b> (264)	<b>\$3,167,373</b> (\$2,371,177)
East Coast	Applicants on the Housing Register	Public Housing tenancies	Number of EH SNG approved
	<b>851</b> (876)	<b>4,057</b> (4,048)	<b>978</b> (926)
and the second s	Applicants on the Transfer Register	Transitional Housing places	Amount of EH SNG approved
	<b>127</b> (117)	<b>275</b> (276)	<b>\$1,232,682</b> (\$982,642)
Central	Applicants on the Housing Register	Public Housing tenancies	Number of EH SNG approved
	<b>611</b> (552)	<b>2,261</b> (2,272)	<b>575</b> (584)
	Applicants on the Transfer Register	Transitional Housing places	Amount of EH SNG approved
	<b>107</b> (101)	<b>81</b> (81)	\$519,762 (\$516,703)

Taranaki	Applicants on the Housing Register	Public Housing tenancies	Number of EH SNG approved
	<b>196</b> (171)	<b>1,242</b> (1,236)	<b>219</b> (137)
4	Applicants on the Transfer Register	Transitional Housing places	Amount of EH SNG approved
	<b>31</b> (33)	<b>19</b> (19)	\$162,639 (\$99,148)
Wellington	Applicants on the Housing Register	Public Housing tenancies	Number of EH SNG approved
	<b>1,252</b> (1,222)	<b>8,429</b> (8,414)	<b>1,648</b> (1,508)
	Applicants on the Transfer Register	Transitional Housing places	Amount of EH SNG approved
	<b>357</b> (358)	<b>238</b> (230)	<b>\$2,098,006</b> (\$1,930,318
West Coast	Applicants on the Housing Register	Public Housing tenancies	Number of EH SNG approved
Tasman	<b>391</b> (407)	<b>1,452</b> (1,438)	<b>440</b> (481)
	Applicants on the Transfer Register	Transitional Housing places	Amount of EH SNG approved
	<b>75</b> (77)	<b>65</b> (64)	<b>\$361,625</b> (\$396,368)
Canterbury	Applicants on the Housing Register	Public Housing tenancies	Number of EH SNG approved
	<b>1,004</b> (912)	<b>7,674</b> (7,564)	<b>1,122</b> (1,003)
A CONTRACT	Applicants on the Transfer Register	Transitional Housing places	Amount of EH SNG approved
<b>F</b>	<b>248</b> (232)	<b>302</b> (284)	<b>\$797,024</b> (\$609,087)
Southern	Applicants on the Housing Register	Public Housing tenancies	Number of EH SNG approved
	<b>282</b> (275)	<b>1,843</b> (1,852)	<b>224</b> (232)
and the second sec	Applicants on the Transfer Register	Transitional Housing places	Amount of EH SNG approved
<b>*</b>	<b>34</b> (34)	<b>77</b> (76)	<b>\$177,277</b> (\$154,672)
Other/	Applicants on the Housing Register	Public Housing tenancies	Number of EH SNG approved
unknown	11 (5)	<b>63</b> (63)	7 (3)
	Applicants on the Transfer Register	Transitional Housing places	Amount of EH SNG approved
	-	-	\$5,458 (\$5,160)

- $\cdot$   $\;$  Numbers in brackets denote previous quarter figure.
- Emergency Housing Amount of EH SNG is the total value of grants approved in the quarter ending 31 March 2019, in each housing region.
- Public Housing (PH) Tenancies includes Housing New Zealand & community housing provider tenanted properties that are either subsidised through Income-Related Rent Subsidy or the tenant is paying market rent, and is at 31 March 2019.

## **People Housed**

Over this quarter, 1,431 applicants from the Public Housing Register were housed, a decrease of 19% from the last quarter. The median time to house these applicants was 107 days this is 9 days longer than last quarter.

Over the March 2019 quarter, 1,357 applicants from the Housing Register were housed, and 74 applicants from the Transfer Register were re-housed. The majority of applicants housed from both registers were for Priority A applicants (1,368 compared to 63 Priority B applicants). A majority (1,121) of the housed applicants went into Housing New Zealand properties, while 310 were housed in a community housing provider properties.

This quarter's decrease in the number of people housed is partly due to a 11% decrease in the number of public housing tenancies ended compared to December quarter. A large contributor to the increase of the mean time to house is the increase in the number of people on the Public Housing Register.

## Time to House

The length of time an application remains on the Register can be dependent on a number of reasons. For example, an applicant may remain on the Register for a longer period of time where they have specific preferences or requirements about where they need to be housed, have had a change in circumstances while they are on the Register, or seek housing in areas which have high demand.

Time to house is defined as the number of calendar days between the date an application is first confirmed on the Public Housing register as an 'A' or 'B' priority and the date a tenancy is activated for that application.

 Applications housed

 Mar 2019
 1,431

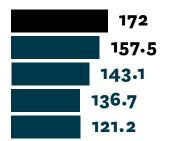
 Dec 2018
 1,771

 Sep 2018
 1,721

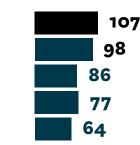
 Jun 2018
 1,527

 Mar 2018
 1,568

Mean time to house (days)



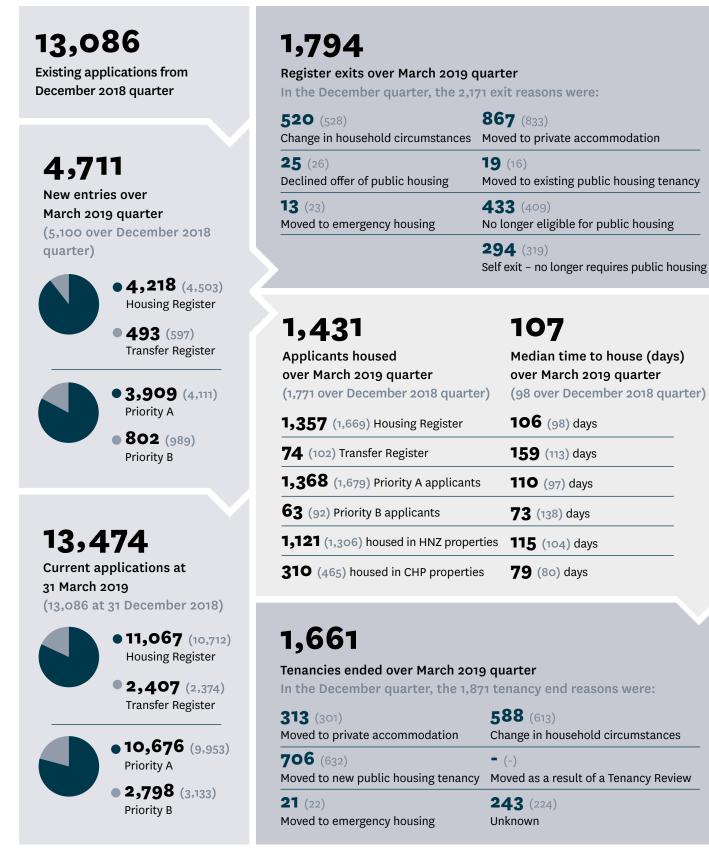
Median time to house (days)



- Mean is an average of a set of numbers and median is the central value of a set of numbers.
- The date a tenancy is activated may differ from the tenancy start date.
- This table includes both A and B priority applications.
- The quarter in which the tenancy was activated is the quarter in which the application has been reported as housed.

## **Public Housing System Overview - March 2019**

The information below illustrates the entries on and off the Public Housing Register for the March 2019 quarter, with the numbers in brackets showing the December 2018 quarter.



Note: The difference in register flow and outcomes is generally due to tenancy transfers where a tenancy is ended and a household is housed but do not originate from the Public Housing Register. Register exit and tenancy end reasons are measured 28 days after the register exit or tenancy end, to ensure an accurate outcome, and are therefore shown for the previous quarter (December), with a comparative to the previous quarter (September) shown in brackets. Change in household circumstances includes relationship changes, deceased, imprisonment, left NZ, entered residential care, or changes in living arrangements.

107

**106** (98) days

159 (113) days

**110** (97) days

73 (138) days

79 (80) days

**588** (613)

243 (224)

Unknown

(-)

Change in household circumstances

Moved as a result of a Tenancy Review

Median time to house (days)

(98 over December 2018 quarter)

over March 2019 quarter