

Our new way of working with the construction sector - Innovate
Partner Build

Today's presentation

 2018 onwards - Auckland Housing Programme & Regional Housing Programme

Innovations in design, procurement & construction



Urban Development Authority & KiwiBuild

More efficient consenting

We place on average

families into our homes

Every day_

We build **three** new homes



We attend to 1,200 maintenance call-outs

We take **2,000**calls through our
Customer Services
Centre

We spend

\$1.3m on maintaining and

upgrading our houses

We issue nearly

50 KiwiSaver HomeStart grants

for first home buyers

We grant over

Welcome Home Loans

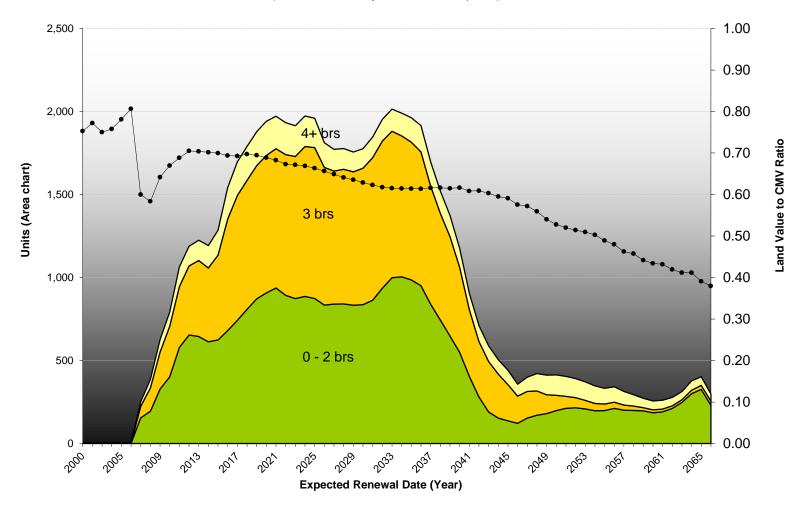
for first home buyers



Why we need to deliver!!



Dwellings forecast to reach end of economic life (Based on build year life assumption)

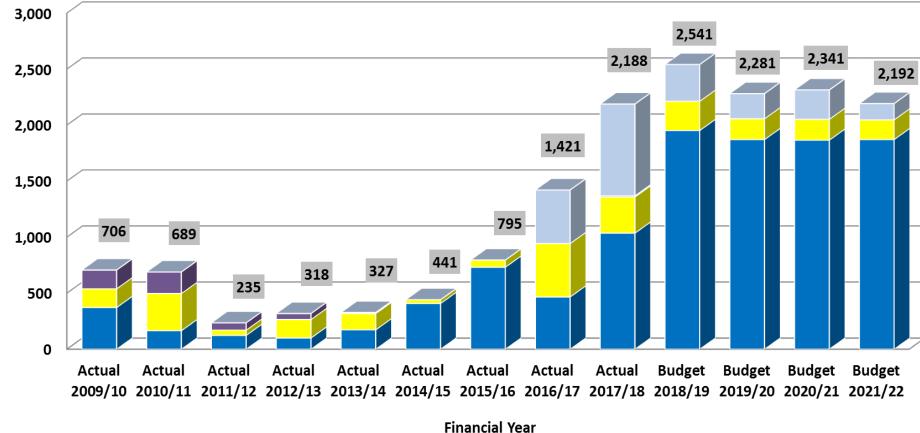


HNZ is the largest physical asset owner in the country – multiple and interconnected challenges

Housing New Zealand Additions: Actual and Budget Financial Year 2009/10 to 2021/22

Opportunity as well as challenge





■ New Leases

Buy Ins

■ Built - New Homes

■ Resigned / Renewed Leases

Auckland build programme over two decades



- 20-year building and renewal programme
- Enabled more than 3000 homes
- 10-year targets:
 - Almost 11,000 state homes
 - Land enabled for more than 12,600 homes to market



Four-year \$680m investment

Regional Housing Programme

- Adding a net 900 homes
- Regenerating 1,580 existing houses through a mix of retrofit, rebuilding, selling and replacing





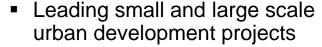
More than **2,000** units under construction right now





Housing & Urban Development Authority

- Ministry of Housing and Urban Development leading the establishment of the HUDA
- Expedite delivery by bringing together skills and resources of Housing New Zealand, HLC and the KiwiBuild Unit to deliver two key roles:



- Being a world class landlord with associated tenancy services
- HNZ tenants and public housing objectives will be protected





HUDA – next steps for Housing NZ



- There are several months of transition planning ahead, led by MHUD
- HNZ is working closely with the MHUD, HLC and KiwiBuild to ensure delivery momentum is coordinated, enhanced, and accelerated
- HNZ will continue to deliver all current services and build programme during transition
- HNZ will continue to enhance its focus on our customers through our Customer Programme
- It is anticipated HUDA will be established in 2019 / 2020





Working with HLC & KiwiBuild

 HLC is owned by HNZ – the partnership is Auckland's largest land developer

 HLC regeneration projects on HNZ land to increase delivery scale, pace and efficiency

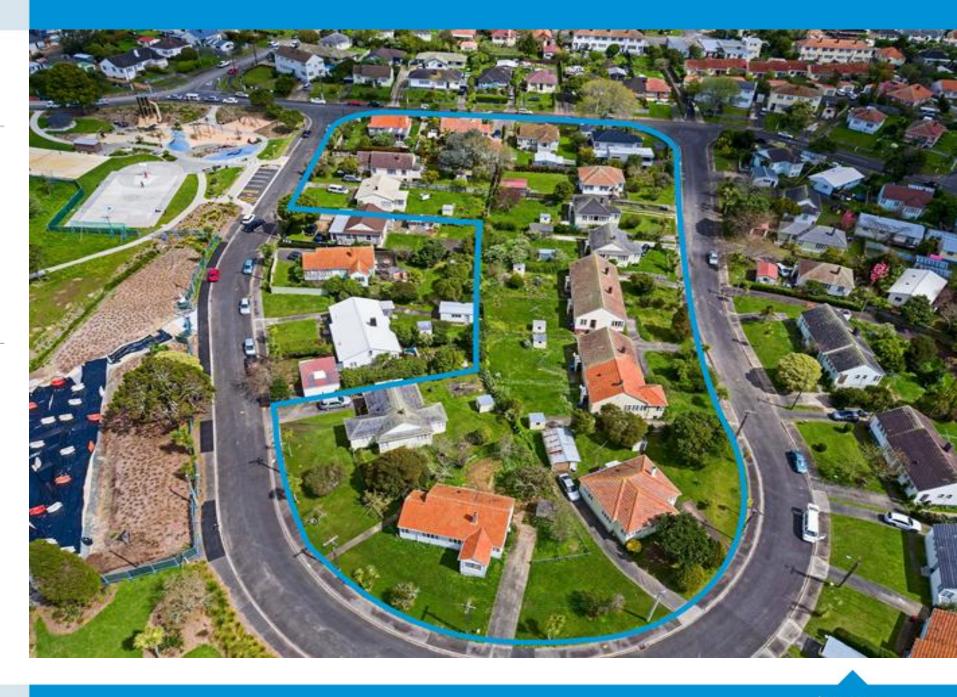


- Land retained for state housing programme
- Land also sold for affordable & market housing
- Large-scale regeneration underway in Northcote, Roskill South, Owairaka, Oranga and Mangere



How we are meeting our targets – better land utilisation





Same site now





More apartments and three-level walk-ups





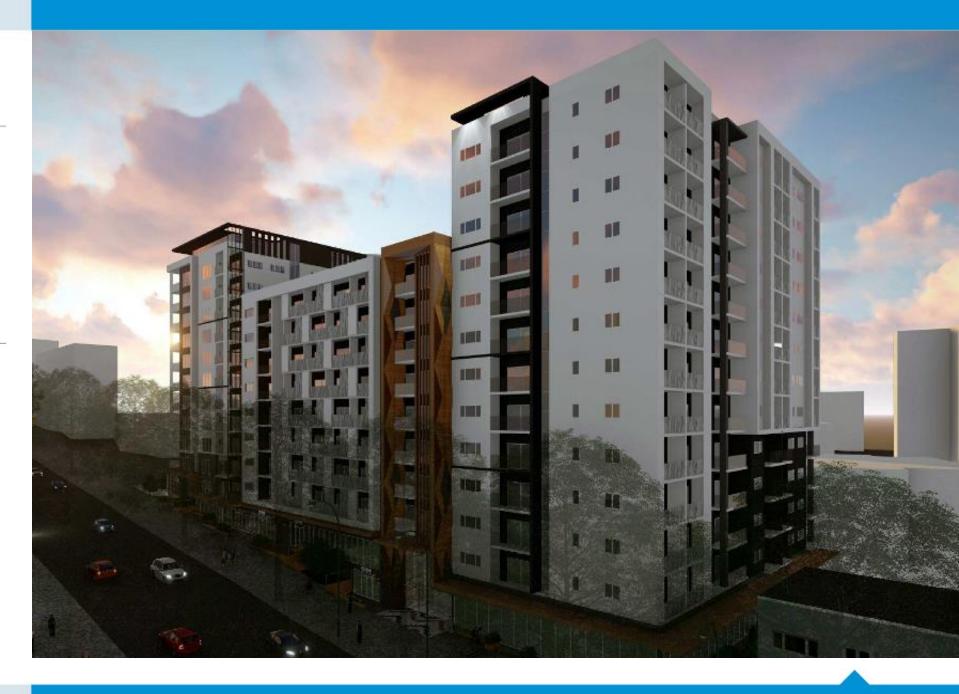
Our tenants needs are changing





One response -Greys Ave





How we're changing our developments

 We are targeting Homestar 6 rating well in excess of the building code for future builds.

 This means a further onus on quality workmanship for build partners.







The Innovate, Partner, Build Programme



- So far we have:
 - Signed capacity partnering agreements
 - Started apprentices and work experience in trades
 - Interviewed materials suppliers
 - Scoped efficient consenting



Innovate Partner Build – Why are we doing this?

- Cost savings to meet build targets
- Better outcomes for tenants and homes
- Better quality, sustainability, H&S and ethics
- Better social, economic and environmental outcomes
- Better industry productivity, stability, capacity, and innovation





Capacity Partnering Agreements



- Multi-year agreements to build a set number of homes each year
- HNZ guarantees build partners a certain volume of work
- Build partners then guarantee a certain supply at a specific price
- Certainty of supply
- Leverage pipeline to drive savings
- Builders confident to invest in people and plant



Benefits for the construction industry



The opportunity to build strong, trusting and mutually beneficial long-term relationship with the country's biggest builder of homes



Benefits for New Zealand



- More quality state homes delivered
- An efficient, productive and innovative industry
- More trained people for the construction industry
- Better social, economic and environmental outcomes
- Efficient use of taxpayers' money and one of the Crown's largest assets



Standard, repeatable designs deliver the volume NZ needs





Using innovation to build smarter –

offsite manufacturing







Hybrid Building System

Project location:

Use:

No of Units:

Building System:

Mangere, Auckland

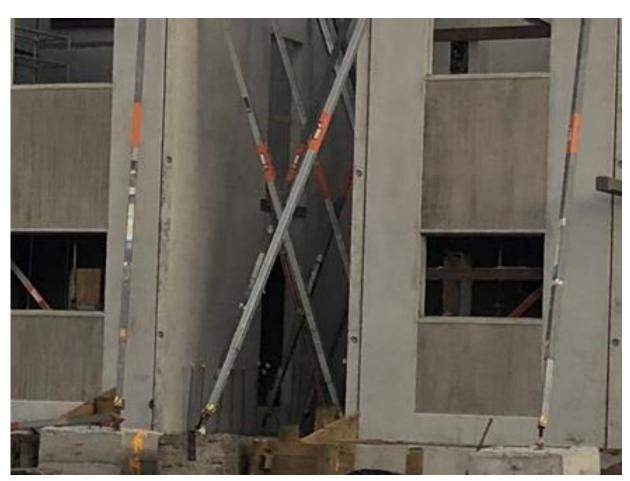
State Housing

59 Apartments

CLT Walls and Roof

Manufactured Wall Panels

Tallwood & Stanley



Precast Concrete Building System

Project location:

Use:

No of Units:

Building System:

Supplier:

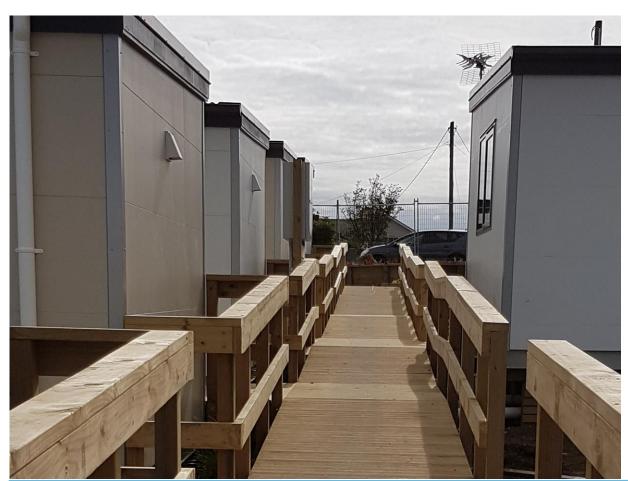
Papatoetoe, Auckland

State Housing

12 Walkup Apartments

CLT Walls and Roof

Miles Construction



Volumetric Building System

Project location:

Use:

No of Units:

Building System:

Supplier:

Henderson, Auckland

Emergency Housing

9x 1 Bedroom Units

Concision Closed Panel

Mike Greer Homes



Cross Laminated Timber Building System

Project location:

Use:

No of Units:

Building System:

Supplier:

Papatoetoe, Auckland Transitional Housing 12 Walkup Apartments CLT Walls and Roof Miles Construction









Cross Laminated Timber Building System

Project location:

Use:

No of Units:

Building System:

Supplier:

Papatoetoe, Auckland Transitional Housing 12 Walkup Apartments CLT Walls and Roof Miles Construction

Modules



Housing more Kiwis is our goal





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