

11 October 2024

s 9(2)(a)

Tēnā koe s 9(2)(a)

I write in response to your request dated 16 August 2024, for information under the Official Information Act (1982):

How much has KO spent in total with its OSM supplier panel since the start of the year?

Could you please provide the updated list of KO's OSM panel supplier?

How much has KO spent with its OSM suppliers every year in the last five years (broken down by FY or calendar year, including current year to date) + forecast for current FY.

Kāinga Ora spent \$99 million on homes delivered by off-site manufactured (OSM) supplier panel members in the eight months from 1 January 2024 to 31 August 2024.

The following companies are current members of the OSM panel and operate nationally.

- Builtsmart Limited
- Compact Homes
- Holmes Construction
- Jennian Homes Residential
- Keith Hay Homes
- Mike Greer Commercial
- Miles Construction (North)
- Southbase Construction
- Tawera Group NZ
- WA Stewart.

Table 1 provides the annual spend for the past five full financial years, and to 31 August 2024. This includes past spending with three companies that are not current members of the OSM Supplier Panel:

Table 1: Spend on OSM Supplier Panel Members

Financial Year	Expenditure (\$m)
2019/20	\$31.39
2020/21	\$42.10
2021/22	\$51.06
2022/23	\$97.06
2023/24	\$144.79
2024/25*	\$22.51
Total	\$388.92

*2024/25 year – 1 July 2024 to 31 August 2024.

Kainga Ora is delivering social housing targets as directed in the Letter of Expectation. As we work through and finalise the review of the overall programme of work, a number of these projects will proceed.

The forecast spend on OSM suppliers for the 2024/25 financial year, including the expenditure to date, is \$115.88 million. Please note that this is based on a forecast of OSM projects to be delivered by 30 June 2025, and an assumption that upcoming OSM projects will mainly be delivered by OSM supplier panel members. Kāinga Ora forecast expenditure at a category level only (ie, delivery through OSM) and do not forecast expenditure at an individual supplier level.

This forecast is based on information currently available. Projects may not go ahead or may go ahead with a different number of units and/or bedrooms, and at a different cost. Projects may also not be delivered by 30 June 2025, and part of the cost will be counted in the 2025/26 financial year.

You have the right to seek an investigation and review by the Ombudsman of this decision. There is Information about how to make a complaint at <https://www.ombudsman.parliament.nz> or by freephone on 0800 802 602.

Please note that Kāinga Ora proactively releases its responses to official information requests where possible. Our response to your request may be published at <https://kaingaora.govt.nz/publications/official-information-requests>, with your personal information removed.

Nāku iti noa, nā



Patrick Dougherty
General Manager – Construction and Innovation