



Minister for Building and Construction

Building and Construction

Vote Building and Construction

Report in relation to selected non-departmental appropriations for the year ended 30 June 2023

Foreword

Ministers are responsible for reporting the financial and non-financial performance of non-departmental appropriations to Parliament. This report provides information about the year-end performance results of non-departmental appropriations that have not been included in any other reports to Parliament.

This report provides the 1 July 2022 to 30 June 2023 results of relevant non-departmental appropriations for the Building and Construction portfolio within Vote Building and Construction. The relevant appropriations are:

- Residential Earthquake-Prone Buildings Financial Assistance Scheme: Loan Scheme for Earthquake prone Buildings
- Residential Earthquake-Prone Buildings Financial Assistance Scheme: Fair value write down



Hon Dr Megan Woods
Minister for Building and Construction

Statements of Performance

Non-Departmental Other Expenses

Residential Earthquake-Prone Buildings Financial Assistance Scheme: Fair value write down (M9) (A17)

Scope of Appropriation

This appropriation is limited to any fair value write downs (including impairments, bad debts, write-offs and expected credit losses) or other expenses incurred in unwinding the discount rate used in the present value calculation of the loans within the residential Earthquake-prone Building Financial Assistance Scheme.

Intention Statement

This appropriation is intended to achieve the provision of support for eligible homeowners to access funding to strengthen their homes.

Assessment of Performance

Non-Financial

Performance Measure	2021/22 Actual Standard	2022/23 Total Standard	2022/23 Actual Standard
Any reporting of impairments is recognised in accordance with GAAP principles (see Note 1)	-	Not applicable	Not applicable

Note 1: This is a new performance indicator for 2022/23 and outyears and was selected as it reflects the PBE FRS 48 principles of relevancy and faithful representation.

Comment

No loans were issued in the 2022/23 financial year therefore an assessment of the fair value of these loans was not required.

Financial

Expenses (\$000)	2021/22 Actual	2022/23 Estimates	2022/23 Supplementary Estimates	2022/23 Actual
Total Appropriation	0	3,700	3,700	0

Comment

No loans were issued in the 2022/23 financial year therefore an assessment of the fair value of these loans was not required.

Non-Departmental Capital Expenditure

Residential Earthquake-Prone Buildings Financial Assistance Scheme: Loan Scheme for Earthquake Prone Buildings(M9) (A17)

Scope of Appropriation

This appropriation is limited to loans for Earthquake-Prone Buildings seismic retrofit.

Intention Statement

This appropriation is intended to achieve the provision of support for eligible homeowners to access funding to strengthen their homes.

Assessment of Performance

Non-Financial

Performance Measure	2021/22 Actual Standard	2022/23 Total Standard	2022/23 Actual Standard
Percentage of loan applications responded to within 10 working days of being received by Kāinga Ora	Baseline to be established	100%	100%
Loans are only granted for the purposes of seismic remediation work to unit owners who cannot obtain finance covering the full seismic remediation costs from a registered bank	100%	100%	Not applicable

Comment

- Kāinga Ora contacts all loan applicants within ten working days of applications being submitted. Decisions on whether a loan application is accepted took longer than 10 working days for 58% of applications, where a building ownership group, in conjunction with Kāinga Ora, facilitated a group of unit owners to collectively submit applications.
- No loans were issued in the 2022/23 financial year.

Financial

Expenses (\$000)	2021/22 Actual	2022/23 Estimates	2022/23 Supplementary Estimates	2022/23 Actual
Total Appropriation	0	2,500	2,500	0

Comment

No loans were issued in the 2022/23 financial year.