Establishing an initiative for climate resilient public housing

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Our Public Housing Customers

186,000+ People live in our homes

Which is 4% of New Zealand's 5.0m population

69,800

Children live in our homes

35,900 are between the ages of 10 and 18



40% of our customer base are single parent households

12,850 Customers are aged 55+ and are living alone





Growing the number of public homes in Aotearoa

- The Public Housing Plan sets out the Government's public housing supply intentions for 2021-2024. Budget 2020 delivered funding for an additional 6,000 public and 2,000 transitional homes.
- Kāinga Ora's build pipeline will play an integral role in the Government achieving these numbers.





Portfolio snapshot: our homes require capital reinvestment to become warm, safe and dry

Programmes of work

Some 52,000 homes of public and supported housing, will require significant capital reinvestment in the next 30 years.

Our Asset Management Strategy sets out a framework for determining the appropriate renewal response:

- Retrofit
- Redevelop
- Replace



| | Pre 1936 | 1937-49 | 1950-65 | 1966-85 | 1986-1999 | 2000+ |
|--------------------------------|---------------------------------|--|--|--|------------|------------------------------------|
| | | | | | | |
| Owned homes (number) | 483 | 8,710 | 14,447 | 18,780 | 9,908 | 15,840 |
| Owned homes (percentage) | 1% | 13% | 21% | 28% | 14% | 23% |
| Description | Villa & Californian Bungalow | Brick Weatherboard Native timber | Brick Weatherboard Native timber | Innovative Lightweight, low cost materials | Pre-modern | Modern code & specifications |
| Expected life (years) | 80-100 | 70-90 | 70-90 | 40-50 | 50 | 50 |
| Tenant concerns | Cold & drafty | Cold & drafty | Cold & drafty | Cold & damp | Damp | Few |
| Operating costs | High | High | High | Moderate | Moderate | Low |

Urban Development Large-Scale Projects

- These seven large-scale projects will produce over 40,000 homes in the next 15-20 years
- Generally intensifying areas where Kāinga Ora already owns a large amount of housing.
- Mt Roskill for example will turn 3,000 homes into approx. 10,000.
- Also deliver or support delivery of the infrastructure to support that intensification.

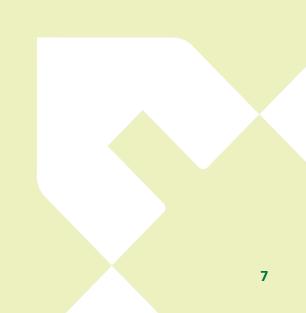








What is Kāinga Ora doing in the sustainability space?



Sustainability at Kāinga Ora

The Kāinga Ora <u>Environment Strategy</u> sets out four key environmental outcomes:

- 1. Avoid producing emissions
- 2. Use resources effectively and efficiently
- 3. Enhance the natural environment
- 4. Mitigate climate change risks





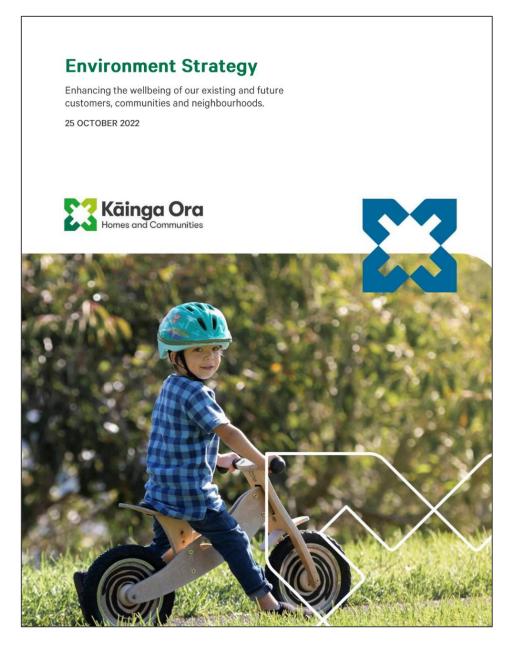
Sustainability at Kāinga Ora

To deliver on the outcomes, the strategy sets out 10 key moves:

| onal | 1. | Embed climate change risk management into decision making |
|--------|----|---|
| nisati | 2. | Embed climate change mitigation into decision making |
| Orga | 3. | Emissions inventories and reduction plans |

- **Emissions inventories and reduction plans** 3.
- **Carbon neutral housing** 4.
- Housing **Renewable energy** 5.
 - Construction and site clearance waste minimisation 6.
- **Urban Development** 7. Low carbon urban development and infrastructure
 - Transport mode shift 8.
 - Ngahere in urban environments 9.
 - 10. Restoring mauri of awa







Embed climate change risk management into decision-making





- Kāinga Ora Homes and Communities Act 2020
 - "operating in a manner that recognises the need to mitigate and adapt to climate change."



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- Government Policy Statement Housing and Urban Development
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- National Adaptation Plan
 - "Establish an initiative for resilient public housing."



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- National Adaptation Plan
 - "Establish an initiative for resilient public housing."
- Financial Sector Amendment Act 2021 Climate-related disclosures



Climate-related disclosures (FY 22)

| Physical risks | | |
|--|-----------|-----------------------------|
| Risk | Timeframe | Coverage in this disclosure |
| Increased frequency and intensity of flooding events will affect our customers and assets | Short | Detailed |
| Increased frequency, duration and intensity of heatwaves will impact our customers and assets | Medium | Detailed |
| Periodic drought results in water shortages, which could impact our customers | Medium | Summarised |
| Climate change impacts could result in supply chain issues and shortages, increasing costs and reducing certainty in the Käinga Ora construction and maintenance pipeline | Medium | Summarised |
| Kāinga Ora may be expected to provide homes for people displaced by climate change | Long | Summarised |
| | | |

Mandatory disclosure from 30 June 2024

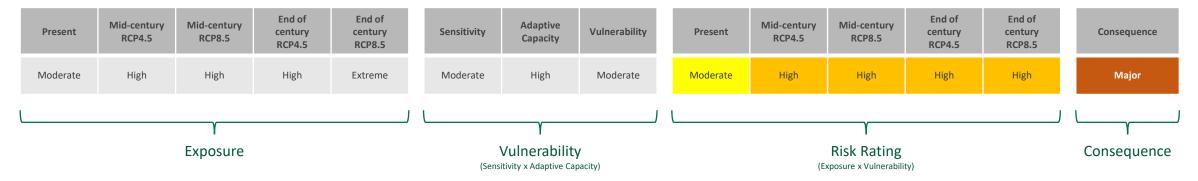


| Transition risks | | |
|---|-----------|-----------------------------|
| Risk | Timeframe | Coverage in this disclosure |
| Kāinga Ora could fail to meet climate mitigation or adaptation obligations set out in our governing legislation, resulting in litigation or impact on license to operate | Short | Detailed |
| Kāinga Ora could be subject to litigation or reputational damage for enabling housing to be developed in areas that are exposed to climate risks | Medium | Summarised |
| Investment decisions could be subject to litigation for not adequately reducing emissions | Short | Summarised |
| Increased cost of carbon in upstream activities, or changes in product availability could increase development and maintenance costs | Short | Summarised |
| Supply or industry/authority acceptance of alternative products could be limited, impacting our ability to use low carbon alternatives | Short | Summarised |

| Timeframe | Definition | Justification |
|-----------|----------------|--|
| Short | Three years | This represents one political cycle in New Zealand |
| Medium | Up to 30 years | This is the timeframe considered in the Käinga Ora Area Development Strategies |
| Long | Up to 60 years | This represents the expected useful life of our dwellings before significant renewal activities are required |

Neighbourhood level climate change risk assessments

Risk Statement: The risk to customer health and well-being from indoor overheating as a result of more frequent and intense heatwaves.

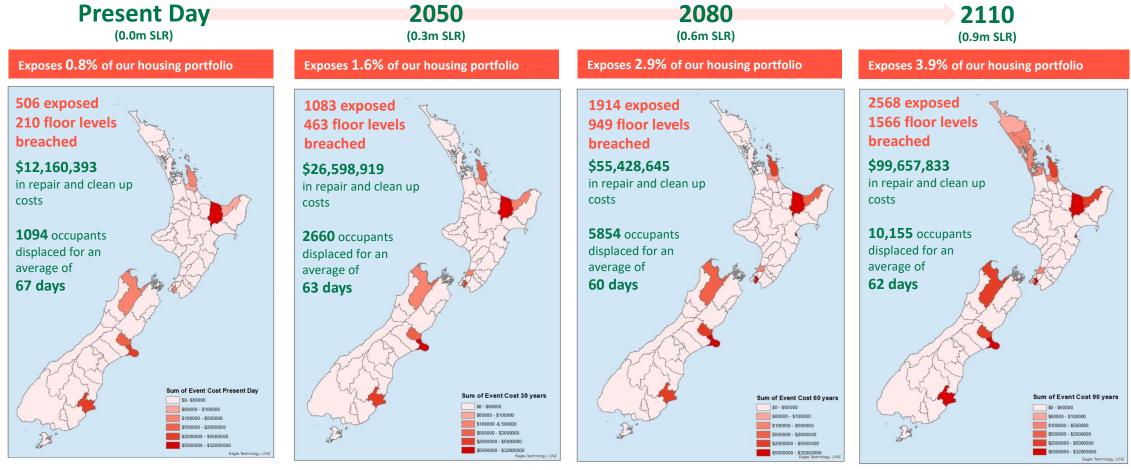


Utilises MfE's guidance for local climate change risk assessments



Neighbourhood level climate change risk assessments

| | | | | Exposure | 2 | | | | ۷ | Inerability | | | | | Risk | | | Ce | onsequence |
|---|----------|----------|-----------------------|------------------------|------------------------|--------------------------------|-----------|---------------------------|--------------------|---------------------------------|----------|--------------|------------------|-------------------------|--------------------------|----------------------|----------------------|---------------------|---------------|
| | E11- | 205 | Ex-Mid 205 RCPi | EI-Long 205 RCP. | EI-Long 210 RCP: | Ex-connents | Sens-Rati | Sensitivity Comments 🔽 | AdCap- Ratiaç ▼ | Adaptive Capacity Comments 🔻 | Yel-Rati | Yel-comments | Risk- Prese 🔻 | Risk-Mid 205 RCP4 | Risk-Mid 2051 RCP8 | Risk- Long 210 | Risk- Long 210 | Conseq- rating 🔻 | Conseq-commen |
| An existing issue with complaints from tenants coming from those living in the aging starblocks. These are old buildings with a lack of air conditioning and ventilation. A large proportion of the tenants in Criteki are addenty, may be more susceptible to extreme hest, and approximately 20% of them are living alone. Importantly, an increasing reliance on air conditioning and mechanical ventilation may not reduce the risk of overheating as many tenants choose not to run these devices in order to save money on power. For those that do, there will be an increasing operational cost that will put additional strain on household income. With hot days projected to nearly double between now and 2050 even under RCP4.5, the risk become high within the assets lifespan ad hould be considered in building/development planning and design. | Moderate | High | High | High | Extreme | | High | | Moderate | | Moderate | | Moderate | High | High | High | High | 4.Major | |
| Tamaki Drive has recently had sections built up to reduce exposure to coastal inundation but future projections in sea-level rise put both this and the railway south at risk. As many of the residents are elderly the consequence of disruption to the transport network is less prohibitive than it would be if there were large numbers of workers need to commute to the city centre or to southern Auchland suburbs. Many of the residents will stick around the local area and utilize walking as a mode of transport. This places greater consequence on risk ora.3 (risk of hot days to active transport users). It's also important to note that demographics of tenants may change and a greater reliance on key transport routes and public services may occur over time. | Moderate | High | High | High | Extreme | | Moderate | | Moderate | | Moderate | | Moderate | High | High | High | High | 3.Moderate | |
| Impacts to public and environmental health. Watercare have renewed a lot of pipes. Pump station down at Okahu reserve overflows every now and again. Illegal connections. | Moderate | Moderate | Moderate | Moderate | High | | Moderate | | Moderate | | Moderate | | Moderate | Moderate | Moderate | Moderate | High | 3.Moderate | |
| Noting that this risk is focussed on Okahu Reserve as a significant place of recreation for the Orakei community. | Moderate | Moderate | Moderate | Moderate | High | Rating is for Okahu Reserve | Moderate | | Low | | Moderate | | Moderate | Moderate | Moderate | Moderate | High | 3.Moderate | |
| Risk is pronounced for housing occupants with restricted mobility or limited transport options that are required to evacuate during extreme weather events. | Low | Moderate | Moderate | Moderate | High | | High | | Moderate | | Moderate | | Low | Moderate | Moderate | Moderate | High | 4.Major | |





Regional Plans:

Kāinga Ora has 12 operating Regions and each Region has its own plan which sets out its ten-year investment intentions reflecting community aspirations and priorities.

These plans are reviewed every three years, and updated annually as required.

These plans are informed by a range of analytics and indicators including flood risk which presently utilizes the Munich Re Natural Hazard dataset.

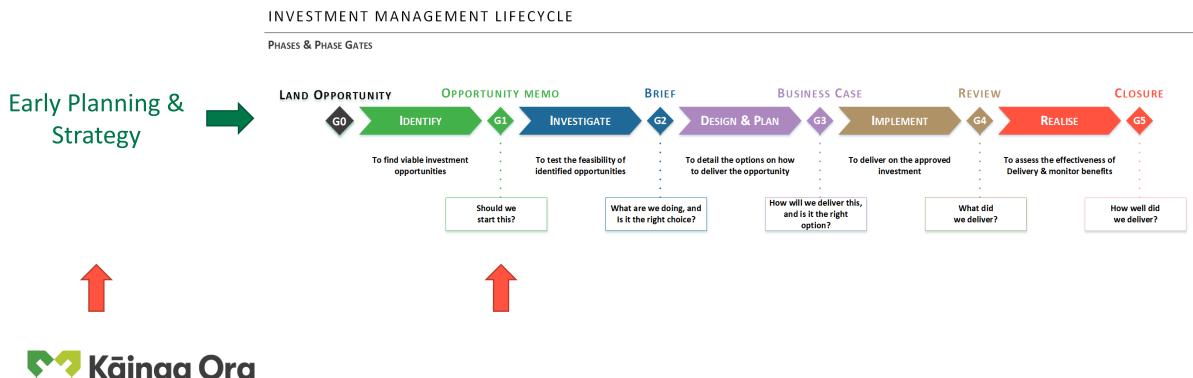






Our focus is on developing a nationally consistent approach to flood-risk decision-making that is integrated within our existing planning, investment, and development processes.





Kāinga Ora Homes and Communities

Area Development Strategies

A place-based document that guides a one strategic direction for Kāinga Ora in partnership and collaboration with others, in the short term, medium term (4-10 years) and the long term (10years +).

We worked with T+T to develop a matrix to "traffic-light" flood constraint within local areas.

These are not available for all areas.



Table 3.1: Flood confidence and impacts matrix

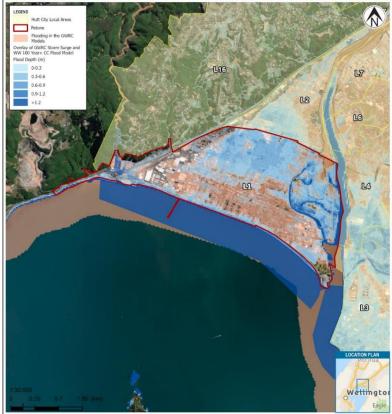
| | Potential flood impacts on local area | | | | | | |
|----------------------|---------------------------------------|------------|---------|--|--|--|--|
| Modelling Confidence | High (H) | Medium (M) | Low (L) | | | | |
| High confidence (1) | 1H | 1M | 1L | | | | |
| Low confidence (2) | 2Н | 2M | 2L | | | | |



Table 1.1:

| flooding | | | |
|---|--------------|------------------|-------------------|
| LA name | LA number | LA area (km²) | Constraint rating |
| Petone | L1 | 3.9 | 1H |
| Alicetown-Melling | L2 | 1.3 | 1H |
| Gracefield | L3 | 3.6 | 1H |
| Moera/Waiwetu/ Woburn | L4 | 2.9 | 1H |
| Waterloo | L5 | 1.8 | 1M |
| Hutt Central South | L6 | 1.3 | 2M |
| Hutt Central North | L7 | 1.1 | 2M |
| Epuni | L8 | 2.0 | 1M |
| Naenae | L9 | 5.2 | 1M |
| Boulcott | L10 | 1.6 | 2M |
| Avalon | L11 | 2.0 | 2M |
| Taitā | L12 | 4.5 | 2M |
| Stokes Valley/ Manuka/Delaney | L13 | 9.7 | 1M |
| Manor Park | L14 | 1.6 | 2Н |
| Arakura/Glendale/ Wainuiomata/Homedale | L15 | 13 | 2M |
| Maungaraki/ Normandale | L16 | 5.4 | 1L |
| Tirohanga/Belmont/ Kelston | L17 | 8.9 | 2L |
| Eastern Bays/ Eastbourne | L18 | 3.9 | 2L |

Local Area (LA) information for potential development constraints related to



| | Petone | | |
|----|---|--------------------|--------------------|
| | Located on the coastal waterfront, significant flooding shown in both WW | Flood depth i | nformation |
| | and GWRC model outputs. WW has 1.7 km2 of flooding and GWRC has 3.2 km2 of flooding in 3.9 km2 total area, equivalent to 44% and 82% area | Flood depths | Area exposed (km2) |
| | flooded respectively. A lot of flooded areas are to depths greater than 0.3 m. The storm surge modelling also shows significant flooding in the area, with 2.2 km2 of flooding in the area. | 0 - 0.3 m | 1.0 |
| | | 0.3 - 0.6 m | 0.5 |
| 1H | | 0.6 - 0.9 m | 0.1 |
| | | 0.9 - 1.2 m | 0.1 |
| | | >1.2 m | 0.1 |
| | | Total flooding (m) | 1.7 |

Key Deliverables:

• Provide data standards, modelling guidelines, and reporting templates to ensure consistency in how Kāinga Ora consumes, commissions, and communicates flood risk.



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- A national flood data directory that summarises the known flood information for a given area, and provides quick access to council maps and key contacts for planning and development teams.



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- A national flood data directory that summarises the known flood information for a given area, and provides quick access to council maps and key contacts for planning and development teams.
- Support area-level flood hazard assessments (South Waikato, Wellington City, Auckland, West Coast/Nelson/Marlborough).



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- Support flood hazard assessments for areas of high risk (Auckland, West Coast/Nelson/Marlborough).
- Exploring flood risk appetite and potentially developing tolerance thresholds for our different activities.

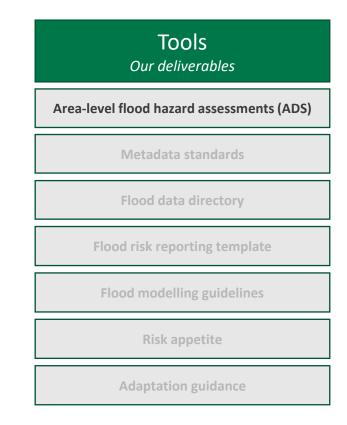


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- Support flood hazard assessments for areas of high risk (Auckland, West Coast/Nelson/Marlborough).
- Exploring flood risk appetite and potentially developing tolerance thresholds for our different activities.
- Drawing the above deliverables together into a flood risk decision-making framework and integrating this approach into planning and investment processes (IMF, ADS, Regional Plans).



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- Exploring flood risk appetite and potentially developing tolerance thresholds for our different activities.
- Drawing the above deliverables together into a flood risk decision-making framework and integrating this approach into planning and investment processes (IMF, ADS, Regional Plans).
- Identifying existing properties with the highest exposure to flooding and prioritising these for more detailed risk assessment and adaptation action.



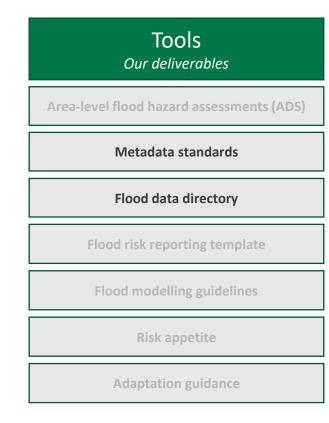


Opportunity Memo

Is there a flood hazard present?

• Check the ADS to understand data availability, confidence and flood impact for the local area.



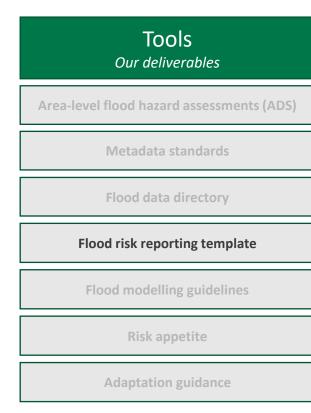


Opportunity Memo

Is there a flood hazard present?

- Check the ADS to understand data availability and confidence and flood impact for the local area.
- Engage with Council and review flood maps/modelling to identify if there is a flood hazard for the opportunity.



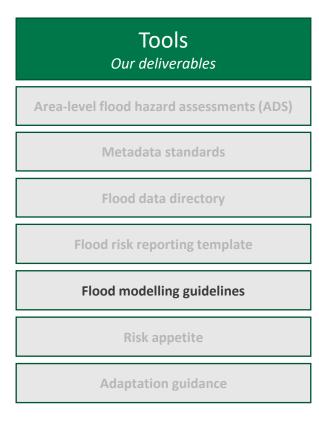




Opportunity Memo

Is there a flood hazard present?

- Check the ADS to understand data availability and confidence and flood impact for the local area.
- Check Council flood maps/modelling to identify if there is a flood hazard for the opportunity.
- If there is a flood hazard, get a flood risk assessment done (incl. high level adaptation options).





Opportunity Memo

Is there a flood hazard present?

- Check the ADS to understand data availability and confidence and flood impact for the local area.
- Check Council flood maps/modelling to identify if there is a flood hazard for the opportunity.
- If there is a flood hazard, get a flood risk assessment done (incl. high level adaptation options).
- Is there an absence of flood modelling or low confidence in what is available? Commission modelling.

| Tools Our deliverables |
|---|
| Area-level flood hazard assessments (ADS) |
| Metadata standards |
| Flood data directory |
| Flood risk reporting template |
| Flood modelling guidelines |
| Risk appetite |
| Adaptation guidance |



Opportunity Memo

Is there a flood hazard present?

- Check the ADS to understand data availability and confidence and flood impact for the local area.
- Check Council flood maps/modelling to identify if there is a flood hazard for the opportunity.
- If there is a flood hazard, get a flood risk assessment done (incl. high level adaptation options).
- If there is no modelling available and there is reason to believe the location might be exposed to flooding, commission flood modelling.

| Should we start this? | |
|-----------------------|--|
| Manage | |
| Defer | |
| Avoid | |
| | |

Decision

Thank you Josh Richardson Senior Climate Risk and Resilience Advisor josh.Richardson@kaingaora.govt.nz

