

# Social procurement criteria: Building the case for housing as infrastructure

Dr Judy Kraatz
Griffith University
Cities Research Institute

AHURI National Housing Conference 29 August 2019

## Social and affordable housing program of research

















2020 amenity

2014

**Rethinking social** housing

Valuing social housing

**Procuring social &** affordable housing

Mapping the social & affordable housing network

Framework Strategy

**Framework Elements** 

**Social Procurement** Criteria

Map the network

- Outcomes & **Indicators**
- 9 domains
- Productivity focus tenant, macroeconomic, fiscal, nonmonetary

- Attribution
- Data
- Composite Return on Investment

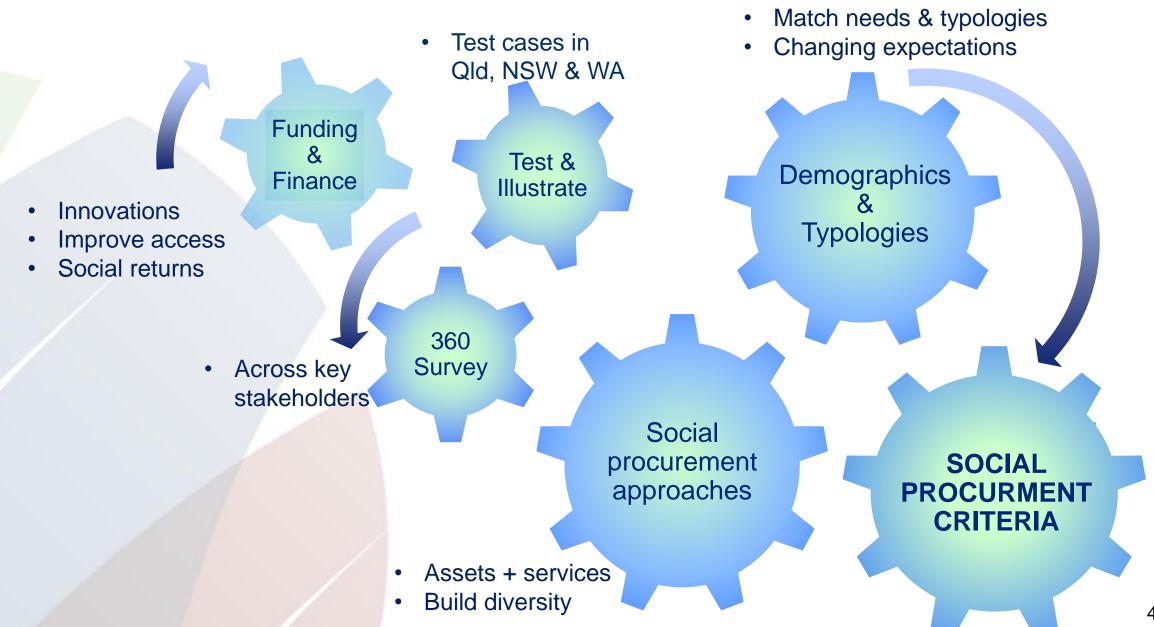
- **Demographics**
- Housing typologies
- Funding & financing

- 13 elements
- Network maps
- Gaps, synergies & clashes

# Types of social procurement

	Focus	What is procured	Implications
Type 1	Not for profits	Social programmes with public good	Competitive tendering of goods and/or services
Type 2	Housing infrastructure with social outcomes	Housing infrastructure with additional social benefits	Both hard and soft outcomes from a single contract
Type 3	% from social businesses	Non-traditional services	Shift from competitive tendering to positive discrimination
Type 4	Ethical goods and services	Procurement from ethical business	Purchasing not necessarily related to goods and service

# **Develop social procurement criteria**



# Changing demographics of social and affordable housing cohorts



Image: WA Department of Communities Housing

- Lowest quintile incomes
- The ageing
- Young people
- Single person households
- Single parent family
- Multi-generational households
- People with disability
- ➤ Indigenous Australians
- Victims of family & domestic violence
- ➤ Those exiting from Justice system
- Key workers
- Migrants
- Those experiencing homelessness

# **Current and emerging housing typologies...**

#### **Existing typologies**

detached housing: semi-detached: granny-flat: mobile home:

caravan: tiny house: shelters: boarding home: hostels: duplex:

dual occupancy: terraces: townhouses: low rise units: studio

apartments: mixed-use developments: high rise apartments

### **Emerging typologies**

Duplexes: townhouses: courtyard apartments: co-housing:

dual/multiple occupancies : small lot housing : micro lot villages



# Social procurement approaches

#### **Mainstream**

Public housing transfers & renewal

Housing for remote indigenous communities

Housing for those with a disability

Community Housing Providers (CHPs)

**Partnerships** 

Shared equity (in some states)

#### **Emerging**

Housing for those with a disability

CHPs - private rental agencies & rent to

buy

Inclusionary zoning & value capture

Partnerships

Shared equity

Cooperatives / co-housing

Social benefit bonds

Build to rent

Using vacant infrastructure

# **Examples of procuring with social outcomes**

High density OK

Cohort	Housing elements	Add access to:	Procurement approaches	
Single parent	Open space Higher space needs Good lighting	Employment Education Green space	Partnerships – Gov., Community Housing Providers & other service	
Ageing	Accessible design Lesser space needs Community access	Health services Community facilities	providers; private sector; co- housing	
Key workers	Access to workplace Lower space needs	Employment Transport	Shared equity; cooperatives; inclusionary zoning	

## Social procurement in action ...



Sources: WAHA 2015+

#### One on Aberdeen, Perth

- > 41% of 161 apartments available low-to-moderate income earners
- Shared equity (Keystart & WA Gov.)
- Affordable & social rentals
- Access to public & active transport, educational, cultural & medical facilities.

#### Ivanhoe Redevelopment, Sydney

Approx. 1000 social housing
128 affordable housing dwellings
Carbon neural, 5 star with low cost energy
Close to jobs, education, transport, health and community facilities

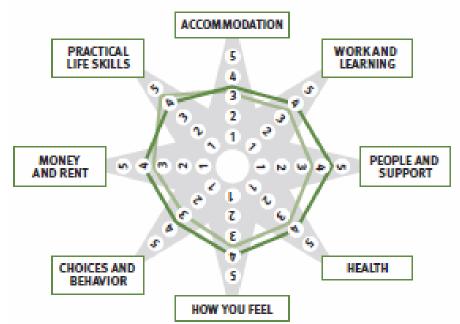
Compiled from Chilvers 2017 and Curran 2017

# Social procurement in action ...

#### **QDHPW Youth Foyers**

▶ 6 year program

- Housing, employment, education, personal growth, life skills, links to community
  - Support to achieve independence
    - ➤ Gov., NFP and private investors



Sample of the Young Person's Outcomes Star ™



#### Lendlease at Yarrabilba

- Social enterprise build with AES/Access Community Services
- ➤ Home/land package \$375-\$390,000
- > 9 star NatHERS rating
- ➤ Upskilled10 young people in local area
- Karen Greeves Sustainability Innovation Leader



# Social procurement criteria – reveal latent potential

System focus Builds partnerships

Builds housing pathways

Builds diversity in housing stock

Builds financial capacity of system

**Supply chain focus** Stimulates industry-wide innovation

Supply chain maturity

**Builds sector capacity** 

Successful models/pilots

Organisational focus Benefits/outcomes measurement (life trajectory and financial)

Time frame for benefits realisation

Integrated service and asset delivery

Manages risk distribution

Person focus Addresses diverse cohort needs

Addresses diversity, choice and aspirations in housing needs

Builds financial capacity of individuals

Supports sustainable and affordable living outcomes

Flexibility Agility and responsiveness

Appropriate scalability

Location-specific responsiveness





#### **Core Partners**













## **Project Partners**





#### **Project Affiliates**

Access Housing - Common Ground Qld - KPMG - Community Housing Industry Association - PowerHousing - UDIA NSW - Wladyslaw Obod Architects - Victorian Social Housing & NDIS Reform Group - Brisbane Housing Company



Mapping the social and affordable housing network:

http://sbenrc.com.au/research-programs/1-61/

Procuring Social and Affordable Housing:

http://sbenrc.com.au/research-programs/1-54/

Valuing Social Housing:

https://sbenrc.com.au/research-programs/1-41/

Rethinking Social Housing:

http://sbenrc.com.au/research-programs/1-31/

https://twitter.com/DrJAKraatz

#### **THANK YOU**