



Cabinet

Minute of Decision

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Kāinga Ora: Homes and Communities' Proposed Offsite Manufacturing (OSM) Supply Programme

Portfolio Housing

On 12 July 2021, Cabinet:

- 1 **noted** that Kāinga Ora has been set a target of constructing [REDACTED] [REDACTED] by June 2022;
- 2 **noted** that Kāinga Ora is proposing the pre-purchase of [REDACTED] offsite manufacturing (OSM) units from New Zealand-based companies;
- 3 **noted** that, in exceptional circumstances, some units may be utilised for public housing, but that this will be strictly limited given the primary focus on the government's transitional housing targets;
- 4 **noted** that currently, about 15 percent of Kāinga Ora builds in design or construction utilise OSM technologies;
- 5 **noted** that the proposed OSM supply programme, outlined in the paper under CAB-21-SUB-0277:
 - 5.1 relies on a combination of supply from local and offshore manufacturers to meet delivery targets for June 2022;
 - 5.2 is part of a step-change that is necessary for Kāinga Ora to increase delivery of new housing supply at scale and pace;
- 6 **noted** that it is the Minister of Housing's expectation that Kāinga Ora will prioritise working with local suppliers and manufacturers, decreasing reliance on offshore manufacturing as domestic capacity increases;
- 7 **noted** that once the proposal is underway, Kāinga Ora will supply the Minister of Housing with weekly reporting, including key achievements and updates on the programme, as well as information on the use of domestic versus offshore manufacturing.

Michael Webster
Secretary of the Cabinet