## Western Australia

# Implementation Plan

(2014-15 to 2015-16)

NATIONAL PARTNERSHIP AGREEMENT ON REMOTE INDIGENOUS HOUSING

#### PART 1: PRELIMINARIES

- This Implementation Plan is a schedule to the National Partnership Agreement on Remote Indigenous Housing (NPARIH) and should be read in conjunction with the Agreement.
- 2. This implementation Plan aims to improve social housing outcomes in remote communities in Western Australia by:
  - a. delivering quality, value for money capital works to ensure remote social housing stock has improved longevity and lifespan;
  - b. improving the sustainability of remote Indigenous social housing stock through responsive property management;
  - c. strengthening tenancy management by ensuring tenants understand their rights and responsibilities; and
  - d. removing the barriers for future home ownership, including through progressing land tenure reform and the sale of social housing.
- 3. The Commonwealth and Western Australia recognise that a safe and secure home is essential for children to reach their potential and that employment provides increased access to housing options. Housing outcomes delivered under NPARIH will encourage mobility and will ensure that remote social housing is delivered in a way that supports Indigenous Australians to achieve better employment and education outcomes.
- 4. The Commonwealth and Western Australia acknowledge the importance of continued effort beyond NPARIH to ensure the sustainability of remote Indigenous housing provided under this agreement.
- A key objective of this Implementation Plan is to increase local Indigenous employment, career development and Indigenous business opportunities in the delivery of government funded services.
- 6. The Commonwealth and Western Australia acknowledge that adequate, safe and reliable essential services are required to ensure sustainable housing outcomes in remote Indigenous communities affected by NPARIH investment and agree to work together to determine future roles and responsibilities.

## PART 2: TERMS OF THIS IMPLEMENTATION PLAN

- 7. This Implementation Plan will commence as soon as it is agreed between the Commonwealth and Western Australia, represented by the Commonwealth and Western Australian Ministers with responsibility for Indigenous housing.
- As a schedule to the NPARIH, this implementation Plan provides the public with an indication of how the NPARIH is intended to be delivered and to demonstrate Western Australia's capacity to achieve the outcomes of the NPARIH.
- g. This Implementation Plan will cease on 30 June 2016, or on completion of the project elements contained within it, including the acceptance of final performance reporting and processing of final payments against performance milestones.
- 10. This Implementation Plan may be varied by written agreement between the Commonwealth and Western Australian Ministers with responsibility for Indigenous housing.
- 11. The Parties to this Implementation Plan do not intend any of the provisions to be legally enforceable. However, that does not lessen the Parties' commitment to the plan and its full implementation.

## PART 3: STRATEGY FOR IMPLEMENTATION

## **Project information**

12. The project elements planned are shown in Table 1 as follows:

Table 1: Project elements

No.	Title	Short description:	Planned start date	Planned rend date
1	Capital Works – New	Completion of new houses and	July 2014	30 June
	houses,	refurbishments, in line with the agreed		2016
	refurbishments and	Capital Works Schedule, consistent with		ļ į
	infrastructure	the WA Sustainable Investment		
		Strategy and Commonwealth priorities.		
		All new houses constructed under this implementation Plan will comply with the Residential Tenancies Act (RTA) as a minimum, as well as those standards and quidelines set out at Clauses 22i and		
		22j of this Implementation Plan.		
,		Housing related infrastructure works will be delivered, to enable the above capital works targets to be met and will be agreed by the Joint Steering Committee. Funding for infrastructure will be based on technical evidence		
		provided by Western Australia.		

	3	Employment Related	Development of business proposals for	July 2014	30 June
		Accommodation	Employment Related Accommodation		2016
			facilities that support employment		
1			mobility and future home ownership		
Γ	4	Property and	Implementation of robust and	In progress	30 June
		Tenancy	standardised property and tenancy		2016
		- Management	management of all remote Indigenous		
7			-housing-affected by-NPARIH		
-  -			investment, that ensures rent collection,		
I			tenant support, tenant education on		
			rights and responsibilities, asset		
-			management and protection, and		
			governance arrangements are		
			consistent with mainstream public		
	]	r	housing standards.		

### Estimated costs

- The maximum financial contribution to be provided by the Commonwealth through this implementation Plan to Western Australia for the delivery of the project elements set out in this implementation Plan is \$289.907 million. All payments are exclusive of GST.
- 14. The estimated overall budget (exclusive of GST) is set out in Table 2. The budget is indicative only. The Commonwealth contribution can only be moved between years with the agreement of the Commonwealth.

Table 2: Total estimated financial contribution

(\$ million)	2014-15	2015-16	Total
Capital Works	109.030	88.013	197,043
Property and Tenancy Management	.33.580	31,105	64,685
ERA and Home Ownership	23.039	5,140	28,179
Total Commonwealth contribution	\$165.649	\$124.258	\$289,907

## Programme logic

15. The project will contribute towards achieving the outcomes and objectives stated in the NPARIH. Further detail about the program logic is set out in Table 3. The project will contribute to building a sustainable social housing system in remote communities in Western Australia.

Table 3: Program logic - Western Australia's responsibilities

Project elements	NPARIH Outputs		Reform Objectives and Key Performance Indicators
Capital Works -	Supply of safe and	Indigenous	This element of the reforms will
New houses,	adequate housing	Australians	increase the supply of new
refurbishments	that will contribute to	have improved	houses, reduce overcrowding and
and	improved living	amenity and	improve the condition of existing
infrastructure	standards for	reduced	houses in remote Indigenous
	Indigenous	overcrowding,	communities, demonstrated by
	Australians in remote	particularly in	an increase in the number of

Project	NPARIH Outputs	NPARIH	Reform Objectives and Key
elements	INFARIT COLDUS	Outcomes :: "	Performance Indicators
1949ATEMENTALISME	communities.	remote and	houses at RTA standard. The
	Commonicies	discrete	reforms will also support remote
	Construction of new	communities.	school attendance through access
	houses and		to safe housing.
	refurbishment of	Residents living	3
	existing houses.	In new and	The following performance
		refurbished	indicators as demonstrated
	Acquisition or	housing will	through regular capital works
	construction of	have adequate	reporting and the Annual Status
	housing to support	and reliable	Report will be used to measure
	education or	power, water	progress:
	employment	and sewage	- Delivery of housing
	opportunities.	services.	outcomes in line with the
		1	jointly agreed Capital Works
	Upgrade to housing-	Increased	Schedule.
	related infrastructure	Indigenous home	Delivery of housing-related
	to those HMA		infrastructure in line with
	communities impacted by NPARIH	ownership.	agreed Joint Steering Committee outcomes.
	investment.		Committee outcomes.
	investificité.		Investment in infrastructure will
	Increased number of	,	assist the sustainability of
	Indigenous		Housing Management Agreement
	businesses and		(HMA) communities receiving
	subcontractors are		new and refurbished housing,
	engaged through		conditional on appropriate land
	NPARIH.		tenure.
			At least 20 per cent of people
			employed to undertake capital
			works under this implementation
			Plan must be Indigenous
			(including connection to local
			community).
Property	Robust and	Indigenous	The objective is to implement
and Tenancy	standardised tenancy	people have improved	long-term, sustainable tenancy arrangements consistent with
Management	management of all	amenity and	those used for WA's social
	remote Indigenous housing affected by	reduced	housing system.
	NPARIH investment	overcrowding,	noosing system
	that ensures rent	particularly in	The following performance
	collection, asset	remote and	indicators, as demonstrated
· .	management and	discrete	through Property and Tenancy
	protection and	communities.	Management reporting at
	governance		milestone payment periods and
	arrangements	Rental houses	the Annual Status Report, will be
	consistent with social	are well	used to measure progress:
	housing standards.	maintained	
		and managed	- 100% of houses receiving
	A programme of	in remote	capital works funding under

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Project elements	NPARIH@utputs	NPARIH Outcomes	Reform Objectives and Key Performance Indicators
velouiento.	scheduled ongoing	Indigenous	this Plan will have tenancy
	repairs and	Communities.	management, rent collection
	maintenance of		and tenancy support services
	houses in remote	A property and	in place including formalised
	-Indigenous	tenancy	tenancy agreements in place
	communities,	management	for each dwelling within four
	complemented by a	system, consistent with	weeks of completion.  - 100% of tenants who move
	more responsive programme	the social	into houses receiving funding
	addressing issues	housing model,	under the NPARIH are
	raised by tenants or	is	provided with tenancy
	through regular	implemented.	responsibility training and
	inspections	1	ongoing support (through
		•	regular inspections, at least
		•	biannual).
			Continued implementation of a comprehensive programme
			of repairs and maintenance
			and rent collection.
			- Delivery of property and
			tenancy management reforms
			as agreed in the Payment
			Schedule.
			- Maintain repairs and
			maintenance to Indigenous
			Community Housing Organisation (ICHO) houses.
			Achievement of a regional
}			Aboriginal employment target
		,	of 15% for property and
			tenancy management In line
			with the WA Public Service
			requirement. WA will
			endeavour at all times to
			exceed this target and will investigate achievable levels
			for Regional Service Provider
			contractors and insert in
			contracts prior to renewal in
			2015-16.
Employment	Accommodation to	Supporting	This objective will ensure that
Related	support people from	Aboriginal	appropriate accommodation for
Accommodation	discrete Aboriginal	Australians	people from discrete Aboriginal communities will be made
and Transitional	communities to	from discrete communities	available in locations with training
Housing	access training, education,	to access	and employment opportunities,
	employment and	training and	with appropriate support services.
	support services.	employment	
	, , , , , , , , , , , , , , , , , , , ,	opportunities	Progress will be assessed against:
	Increased portability	In regional	<ul> <li>The development of business</li> </ul>
		5	

	Project elements	NPARIH Outputs	NPARIH Outcomes	Reform Objectives and Key Performance Indicators
	successive con a successive and appropriate	of housing	locations and,	. proposals that support
		entitlements to	where	employment mobility for
		support people to	appropriate,	consideration by the Joint
	•	move to areas of	transition to	Steering Committee, and
=		-economic	-home	approved by the relevant
		opportunity.	ownership or	Commonwealth and Western
			private rental.	Australian Ministers.
ı				Number of transitional houses
				constructed or purchased.
				Number of Aboriginal people
Ì	* :			from discrete communities
1				housed in employment
				related accommodation and
-				transitional housing in
1	{			remote/regional towns.
	,			Increased occupancy of
				existing employment related
			ł	accommodation facilities and
1				provision of wrap around
		I		services.

## Risk management

16. Western Australia has an existing Risk Management Plan that is updated regularly to cover all project elements under this implementation Plan. In developing this plan, risks have been actively identified, entered into a risk log and categorised in terms of impact and likelihood.

#### Relevant Western Australian Context

In developing this Implementation Plan, consideration has been given to the relevant Western Australian context.

- 17. Ensuring Aboriginal Australians in WA can live in safe, well-constructed and maintained houses is fundamental to reducing Indigenous disadvantage. Decent housing is critical for: protecting children; improving health, education and employment; and rebuilding positive community norms.
- 18. Capital works and property and tenancy management under this Implementation Plan contribute to the Healthy Homes Building block identified in the National Indigenous Reform Agreement, the 'Closing the Gap' targets particularly increasing health, education and employment outcomes, and the National Affordable Housing Agreement target of reducing homelessness. Capital works in particular will complement the COAG National Disability Strategy 2010-2020 by referencing Australian building standards relevant to access and mobility requirements.
- 19. Land tenure arrangements that create long-term tradeable interests, which give sufficient confidence to financial institutions to invest in remote communities, will support the economic sustainability and independence of remote communities. Capital works investment under this implementation Plan will be prioritised to communities where long-term tradeable land tenure arrangements are in place.

## PART 4: ROLES AND RESPONSIBILITIES

20. To realise the project elements of this implementation Plan, each Party has specific roles and responsibilities in addition to the roles and responsibilities set out in the NPARIH.

## Role of the Commonwealth

- 21. The Commonwealth agrees to be accountable for the following additional roles and responsibilities:
  - a. Providing infrastructure funding as part of the Competitive Bids Process, to support housing investment under NPARIH;
  - b. Providing strategic oversight and programme support to Western Australia, including:
    - i. monitoring and assessing performance in the delivery of the projects outlined in this implementation Plan; and
    - ii. providing representatives to the NPARIH and any other Joint Steering Committees and associated governance bodies.
  - c. Assessing capital works project bids (including infrastructure funding) and announcing the outcomes of the assessment process prior to the end of the preceding financial year. Projects will be assessed by the Commonwealth according to the strength of the project proposal, ability to deliver against targets, past performance and relative demonstrated need, as outlined in Clauses 29A and 29B of the NPARIH. Western Australia will be provided with operational guidelines to assist in the preparation of capital works project bids;
  - d. In accordance with the Fair Work (Building Industry) Act 2012, ensuring that financial contributions to a building project or projects, as defined under the Fair Work (Building Industry Accreditation Scheme) Regulations 2005, are only made where a builder or builders accredited under the Australian Government Building and Construction Occupational Health and Safety Accreditation Scheme is contracted (subject to the Scheme requirements);
  - e. Ensuring that compliance with the Building Code 2013 is a condition of Commonwealth funding; and
  - f. Providing support to Western Australia in its efforts to allow long-term tradeable land tenure with minimum procedural barriers to dealings with such land in order to facilitate home ownership and economic development.

#### Role of Western Australia

- 22. Western Australia agrees to be accountable for the following additional roles and responsibilities:
  - a. Submitting a project based bid for funding for future programme of works under the Competitive Bids Process to be assessed by the Commonwealth and approved by the Minister responsible for indigenous housing;

i. Bids will be community specific and will include a summary of the scope of works, method of procurement and delivery, status of land tenure, employment and workforce development opportunities, costs of works (including administrative costs), cash flow requirements, community engagement, and key milestones and timeframes.

ii. Capital Works bids will be underpinned by demonstrated community need

and land tenure reform to support home ownership;

- iii. Any proposals for Employment Related Accommodation will be submitted to the Joint Steering Committee for consideration and endorsement. This will generally be for affordable rental housing or to provide a pathway to future home ownership in remote or regional towns, to support people moving from remote Indigenous communities to undertake employment, or training opportunities leading to employment. Models may include transitional housing arrangements as a pathway to home ownership for employed tenants. Western Australia proposes to expand its transitional housing programme into Derby, Broome and Halls Creek by constructing an additional 80 houses and these will be fully accessible to Aboriginal people from discrete Aboriginal communities.
- Reporting the delivery of the projects as set out in Part 5 Performance Monitoring and Reporting;
- c. Developing a home ownership and individual land tenure policy for sustainable remote Aboriginal communities allowing long-term tradeable land tenure with minimum procedural barriers to dealings with such land in order to facilitate home ownership and economic development. This includes reviewing and reforming land registration and planning and related laws in Western Australia with a view to reducing the administration burden of implementing commercial operations or home ownership on Indigenous land in sustainable remote communities;
- d. Continuing to fund and support State-based Aboriginal programmes (such as Key Start) to facilitate and maximise Aboriginal individuals and families from remote areas entering into home ownership and link in with relevant Commonwealth programmes;
- Maximising employment and workforce development outcomes for Indigenous
   Australians across all aspects of the Agreement, particularly in the areas of
   property and tenancy management, capital construction and repairs and
   maintenance;
- f. Implementing a robust and standardised tenancy management framework for all remote Indigenous housing affected by NPARIH investment, which ensures rent collection, asset protection, tenant support and governance arrangements consistent with mainstream public housing standards;
- g. Completing implementation of reforms to Indigenous Community Housing Organisations (ICHOs) with ICHO housing stock to be brought up to public housing standard by 30 June 2015;
- h. Undertaking a comprehensive programme of community engagement in line with the Department of Housing's *Ascertaining the Wishes of Aboriginal Inhabitants Protocol* used for the purposes of entering into Housing Management Agreements in respect of Aboriginal land;

- i. In accordance with the requirements of the Fair Work (Building Industry) Act 2012 and subject to financial thresholds defined under the Fair Work (Building Industry Accreditation Scheme) Regulations 2005, ensuring that only a builder or builders accredited under the Australian Government Building and Construction Occupational Health and Safety Accreditation Scheme is contracted, and providing the necessary assurances to the Commonwealth through a Quality Assurance Plan; and
- j. Ensuring that compliance with the Bullding Code 2013 is made a condition of tender for all contractors and the subcontractors who tender for the work, and providing the necessary assurances to the Commonwealth, including adherence the principles outlined in the National Indigenous Housing Guide. Works will also be guided by Guidelines or Standards relevant to Western Australia.

## **Shared Responsibilities**

- The Commonwealth and Western Australia are committed to working together in an innovative and cooperative way to help deliver the best outcomes for Aboriginal people in remote communities.
- The Joint Steering Committee (JSC) is the governance body for the implementation of the NPARIH in Western Australia. The role and membership of this committee is set out in the Terms of Reference, with any subsequent changes to be approved by the JSC on an annual basis. The JSC will meet quarterly for the discussion and resolution of strategic matters.
  - a. Any changes to milestones or payments must be agreed by the Commonwealth and Western Australia Ministers, subject to Commonwealth budget processes, on recommendation from the JSC;
  - b. Western Australia can vary the allocation of construction targets within the approved bid communities to address local implementation issues, with advice provided in writing to the JSC;
  - c. Western Australia will advise the JSC of delays in the achievement of milestones, the implications of which will be considered by the JSC; and
  - d. Responsibility for ongoing operational costs and the future viability of the Kimberley Employment Based Accommodation Project will be determined by the JSC,
- 25. The Commonwealth and Western Australia agree to strengthen linkages to employment and capacity building programmes in communities and providing opportunities for participants in the roll out of Capital Works and Property and Tenancy Management.
- 26. The Commonwealth and Western Australia commit to addressing barriers to facilitate home ownership, in particular, progressing land and administration reform, attracting commercial investment and generally supporting a developing economy.

- 27. The Commonwealth and Western Australia acknowledge the importance of supporting residents of remote communities who wish to move to urban and regional areas for work. Western Australia will work toward delivering accommodation suited to a variety of tenants with appropriate supports to assist tenants. Mobility packages to support people from remote areas seeking to relocate to areas of stronger labour markets, and links to existing wrap around services and ongoing employment participation will also be made available through Commonwealth programmes such as the Remote Jobs and
- 28. The Commonwealth and Western Australia will meet the requirements of Schedule E, Clause 26 of the Intergovernmental Agreement on Federal Financial Relations, by ensuring that prior agreement is reached on the nature and content of any events, announcements, promotional material or publicity relating to activities under this Implementation Plan, and that the roles of both Parties will be acknowledged and recognised appropriately.

## PART 5: PERFORMANCE AND REPORTING ARRANGEMENTS

29. The following performance and reporting obligations will apply to this activity, as set out in Clauses 23-26 of the NPARIH.

#### Milestones

- 30. To qualify for the associated payments, Western Australia is required to submit milestone reports to the Commonwealth demonstrating satisfactory achievement against the milestones in Table 4.
- Payments will be made when the requirements of the milestones are met within the respective reporting periods. Payments cannot be accrued across financial years without being subject to Commonwealth budget processes.
- 32. Where Western Australia does not meet its capital works milestones, other than the final capital works milestone in each financial year, due to factors beyond its control, the Commonwealth may make partial payments.
  - a. The Commonwealth will only consider making a partial payment if:
    - Western Australia is able to demonstrate that it implemented adequate and appropriate arrangements that would have achieved the relevant capital works milestone, but for those factors;
    - ii. At least 95 per cent of the capital works milestone for the relevant period, as outlined in Table 4 has been met, above which payments may be made on a pro rata basis; and
    - iii. Western Australia has submitted a satisfactory performance report,
- 33. Where Western Australia completes capital works ahead of schedule, the Commonwealth agrees in principle to making the associated payments, subject to the terms of this implementation Plan and Commonwealth budget processes, to enable funding to be released early in each financial year.

At the time of signing this agreement, Joint Ministerial approval is yet to be given to projects covering \$51.805 million of Western Australia's allocation for capital works and Employment Related Accommodation. Western Australia will develop proposals for endorsement by the Joint Steering Committee and the agreement of the Commonwealth and Western Australia Ministers. The proposals will cover: infrastructure requirements, capital works proposals including investment in locations with land tenure to support future home ownership, and Employment Related Accommodation proposals that

- support people from remote communities to access training, education and employment – and/or that support future home ownership. It will contain the specific milestones for each payment. Payments will be made subject to performance reports demonstrating the relevant milestones in the agreed proposal have been met.

Table 4: Milestones for 2014-16

Due Date	Payment Type	Amount	Milestones
30 Nov	Capital Works	\$23,000 million	<ul> <li>17 houses completed of 74 houses commenced</li> <li>11 refurbishments completed of 53 refurbishments commenced</li> </ul>
2014	Capital Works	\$20,000 million	Delivery of 2014-16 infrastructure projects
28 Feb 2015	Property and Tenancy Management	\$16.790 million	<ul> <li>100% of tenants are provided with tenancy rights and responsibility training within two months of signing tenancy agreement.</li> <li>Announcement of new competitive Regional Service Providers for appointment from July 2015 to implement reforms in line with social housing policies.</li> </ul>
	Employment Related Accommodation	\$11.520 million	Delivery of 2014-16 projects in accordance with joint Ministerial agreement
30 April 2015	Capital Works	\$19.028 million	<ul> <li>35 houses completed of 96 houses commenced</li> <li>40 refurbishments completed of 91 refurbishments commenced</li> </ul>

	Capital Works	\$28.259 million	80 houses completed of 156 houses commenced     80 refurbishments completed of 143 refurbishments commenced     At least 90% of tenants are provided
30 June 2015	Property and Tenancy Management	\$16.790 million	<ul> <li>with-a-follow-up-visit-every-six-months.</li> <li>100% of tenancy agreements (that include the new rent policy) signed within one month of completion.</li> </ul>
	Capital Works	\$18.743 million	Delivery of 2014-16 projects in accordance with joint Ministerial agreement
	Employment Related Accommodation	\$11.519 million	Delivery of 2014-16 projects in accordance with joint Ministerial agreement
	Capital Works	\$30.675 million	<ul> <li>102 houses completed of 192 houses commenced</li> <li>95 refurbishments completed of 225 refurbishments commenced</li> </ul>
30 Sept 2015	Property and Tenancy Management	\$15.552 million	<ul> <li>Centralisation of rent collections under the new HABITAT system to improve data integrity and support HMA rental reforms aligned to the social housing model.</li> <li>Implementation of the Department's Head Maintenance Contractor model across all managed communities consistent with social housing, to ensure value for money and support a planned maintenance regime.</li> </ul>
28 Feb	Capital Works	\$4.883 million	Delivery of 2014-16 projects in accordance with joint Ministerial agreement
2016	Employment Related Accommodation	\$5.140 million	Delivery of 2014-16 projects in accordance with joint Ministerial agreement
30 April 2016	Capital Works	\$34.930 million	<ul> <li>150 houses completed of 216 houses commenced</li> <li>200 refurbishments completed of 273 refurbishments commenced</li> </ul>

	Capital Works	\$17.525 million	<ul><li>216 houses completed</li><li>273 refurbishments completed</li></ul>
30 - June- 2016	Property and Tenancy Management	\$15.553 million	<ul> <li>100% of tenants are provided with tenancy rights and responsibility training within two months of signing tenancy-agreement.</li> <li>At least 90% of tenants are provided with a follow up visit every six months.</li> <li>Improved rent collections under the centralised HABITAT system to support HMA rental reforms aligned to the social housing model.</li> </ul>

## Reporting

- 35. Western Australia will provide quarterly reporting against the milestones in Table 4 (at lot level for capital works) to enable payments to be recommended for release.
- 36. Western Australia is also required to provide an Annual Status Report to the Commonwealth at the times specified below:

From	То	Due Date
1 July 2014	30 June 2015	30 September 2015
1 July 2015	30 June 2016	30 September 2016

37. The Annual Status Report will include a progress report on activities to review and remove barriers to economic development and homeownership on Indigenous held land as per Clauses 22c and 28.

## Sign off

The Parties have confirmed their commitment to this agreement as follows:

[By Western Australian Minister]

Signature Date 9.12.14

[By Minister Scullion]