Removing Blueprint for Action on Housing Removing Barriers to Housing Supply Engagement Tool

Nunavut Housing Corporation





Introduction

The Nunavut Housing Corporation (NHC) is leading the development of an Action Plan to address Nunavut's housing crisis the Blueprint for Action on Housing (BPAOH). The BPAOH will serve as a strategic action plan to be implemented over the next ten years. The Action Plan is a GN-wide perspective on the issues, solutions, and actions required to address housing challenges in Nunavut.

To inform the development of the BPAOH, the NHC has been carrying out departmental engagement sessions –supplemented by interviews and small focus groups – from April 1- June 17. The first round of engagement involved over one hundred participants from across the GN and other stakeholder groups.

This report provides a summary of the Issues – Challenges and Potential Solutions that should be addressed in the BPAOH. The table at the end of the report will be the focus of second round of engagement scheduled from May 30 – June 3, 2016. Departments are asked to review the table and consider what concrete actions could be taken (or are already being taken) to address Nunavut's housing issues.

NHC thanks you for your continued participation in developing a Blueprint for Action on Housing.

Goal 1: Removing Barriers to Housing Supply

The Strategy recognized that there are many barriers to the provision of housing in Nunavut. New housing construction is dependent on the availability of developed land.

However, the high cost of developing land and the infrastructure necessary to support it, prevents proactive lot development and neighbourhood planning in most communities. GN capital funding is spread across a variety of service areas based on need and political mandates. Departments and agencies must compete for the same resources each year when seeking to develop or maintain capital infrastructure.

Barriers to Nunavut's Housing Supply can be addressed by greater interdepartmental and intergovernmental coordination of land development, community infrastructure projects, capital planning, and housing construction.

Topics for Discussion

Barriers to Nunavut's Housing Supply can be addressed by greater interdepartmental and intergovernmental coordination of land development, community infrastructure projects, capital planning, and housing construction.

Land Development

a. Issues

The Strategy recognized that the unavailability of developed land is a barrier to the provision of housing in Nunavut. However, the high cost of land development and the infrastructure necessary to support it prevents proactive lot development and neighbourhood planning in most communities.

Addressing the issue of land development requires policies that promote land availability, strengthen municipal capacity, coordinate strategic and community planning, and develop effective private market incentives.

b. Challenges

The development of lands, including municipal services to support land development, currently presents a **financial road block** to housing development; municipalities cannot afford to develop or expand land development required to meet housing needs.

This limits the supply of housing, and high land development prices hamper the development of the private housing market.

Lack of investment limits the ability to develop lands and sporadic funding from federal sources limits the effectiveness of forecasting for housing development projects. In addition, there is a **lack of data** such as complete land registry information needed to support community planning and land development processes.

There are also a number of **capacity issues** at the community level such as staff turnover and lack of training that limit planning processes, the ability to implement community plans, and provision of O&M services.

These challenges combine to render the current land planning and development process as "reactive rather than a proactive", limiting growth in the supply of housing.

c. Potential Solutions

Over the immediate and short term, it was suggested that **greater collaboration within the GN**, and between the GN and community governments, is required to better understand priorities and coordinate land development. **Hamlets, the NHC and CGS** should work together in the community planning process through formalized channels with defined roles and responsibilities. These stakeholders should also work together to source and develop more robust **community-specific information** (e.g., inventory) to support planning and land development over the short, medium and long-term.

There is a need for multi-stakeholder strategic planning of neighbourhoods across various levels of government. Participants noted that specific questions need to be asked around the type of tenure (e.g., mixed vs. residential) and size of lots required to meet current and long-term housing (as well as other building) needs. This information is essential to plan and coordinate the various stages of infrastructure development (from land planning through to building construction).

Participants offered that short-term **community plans** (2 – 5 years) need to include more details on the various components required in the planning process such as granular materials and connecting infrastructure e.g., roads. These components are essential to accompany the lands administration process in order to develop lots that are responsive to community housing needs.

Over the medium and longer term, it was desired that the GN encourage land availability and construction by creating incentive policies in order to develop additional residential land, stimulate construction, and help grow the private market.

Participants raised **training and retention** strategies as important additional incentives. Participants also stated that **investments in GN staff** in areas such as

land administration, logistics, and financing should be strengthened in order to make planning process more efficient and effective.

Further opportunities were discussed to better utilize existing lots and infrastructure by integrating innovative approaches to housing design that maximise irregular / small lots and abandoned buildings.

Capital Planning/Infrastructure Coordination

a. Issues

GN capital funding is spread across a variety of service areas based on prioritized needs and political mandates. Departments and agencies must compete for the same resources each year when seeking to develop or maintain capital infrastructure. The GN needs to find opportunities for internal collaboration to maximize existing resources for alleviating pressures to housing.

b. Challenges

Participants identified a number of challenges regarding the capital planning process and its limited ability to address major social issues. The GN recognizes that housing is a priority, however funds are not being put into housing. There is an emphasis on maximizing capital, with limited focus on community needs or impact to communities. There is a lack of a holistic approach to infrastructure development; currently it is ad hoc and based on the political sentiment of the day. There is no ranking/prioritization process that the GN is currently following. There are inherent trade-offs to community infrastructure development which must be examined relative to what each community needs most.

Participants stated that capital plans are influenced by political will (uncertain; short-term projects that satisfy political promises). The Interdepartmental Committee for Capital Planning (ICCP) is inherently competitive and is founded on departmental interests rather than GN interests. Participants argued that the ICCP needs a leader to guide discussion of options and to direct holistic/need-based capital planning.

Sporadic federal funding makes it difficult for the GN to justify long-term consistent funding to a certain department because that department may receive a large federal investment. **Lack of available land** on which to build infrastructure is another significant barrier to effective capital planning.

c. Potential Solutions

Participants discussed increased collaboration between departments and agencies

as a means to provide greater understanding of capital needs and develop a more efficient approach to the prioritization of government funds. Participants suggested the formation of a **strategic capital planning sub-committee** that would include all departments including NHC, for dealing with federal investments specifically (incorporate lessons learned from NHC).

Participants noted it is important to determine what communities really need. This could include exploring ways of clearly identifying departmental roles and responsibilities when it comes to community-based infrastructure requirements. Further, Integrated Community Sustainability Plans (ICSPs) can be better utilized in order to determine community infrastructure needs.

A formalized, holistic and organized approach to coordinate infrastructure projects, land development, and capital planning processes could be pursued as these planning processes are mutually dependent. One potential option participants articulated under this approach is development of cross-departmental capital projects. Participants further suggested a strategic direction to coordinate government action over longer-term planning horizons could include expansion of the capital planning process to include development of 5-, 10-, 20-year capital plans to guide GN capital projects, (rather than just 5-year plans). In relation to the development of capital plans, participants agreed on the need for the ICCP to consider an overall GN priority, not just at the departmental level.

Participants suggested having a "champion", or advocate, for the housing crisis (project management office/NHC). Work under this role could include life cycle assessment and rationalization of investment in housing (i.e., a business case) to alleviate other social pressures.

Participants stressed the need for **capital spending restructuring** to focus on increasing Nunavut's housing stock. They also noted a need to better coordinate between O&M and Capital funds (to incentivize O&M spending by reinvestment in capital). Lastly, participants suggesting **looking to other jurisdictions**, for example, Northern Quebec, for programs such as lease-to own or use of "construction camps" to facilitate more inexpensive capital construction.

The following tables provide a summary of the issues and solutions that were raised in the round one engagement sessions, as well as action items and roles for their implementation (TBD during round 2), for each topic of discussion. There was general consensus from participants on the identified issues, potential solutions and action items presented below. The purpose of round two is to confirm / validate what we heard in round one and further develop action items, roles and responsibilities, and timelines for the Blueprint for Action on Housing (BPOAH).

Land Development

			-Modify funding policies and make changes to the overall	-Over the medium and longer term, develop GN	Lack of investment
				current and long-term housing (as well as other building) needs. Determine utilidor compatibility with prospective new builds Better utilize existing lots and infrastructure by integrating innovative approaches to housing design that maximise irregular / small lots and abandoned buildings. Continue to use a standard design "footprint" to facilitate more consistent land units with housing types (i.e., 5 plex design fits well on 3 'standard lots') and reduces costs of multiplex development. Draft Action Plan: Promote the use of planning concepts that allow for mixed use/inclusionary zoning. For example: Promote variety of building densities and ensure appropriate mix of social housing, homeownership and commercial to avoid ghettoization. Promote redevelopment of buildings for mix of commercial and residential use when resorting to densification tactics. Draft Action Plan: Ensure municipal planning produces a mix of housing options appropriate for repurposing existing commercial buildings for residential use.	barrier to the provision of housing in Nunavut.
				-Determine the type of tenure (e.g., mixed vs.	The unavailability of
Oversight Timeline Committee	Parties Involved in C Implementation & C Lead/Support	Existing Initiatives	Action Item(s)	Potential Solution(s)	Issue / Challenges

			In e. Los Intrastructure oranch has been revising the Capital Planning Process Manual and client guide. Further refinement of the capital planning process will identify long-term		- <u>Draft Action Plan</u> : Review NHC and Nunavut Planning Acts to harmonise land planning efforts.	
			community through an online webtool: www.buildingnunavut.com.		- <u>Prait Action Plan</u> : Engage with Regional Inuit Associations and municipalities on the potential for development of Inuit Owned Land within municipal boundaries	information.
			for infrastructure development in each community. The first ICSPs were created	infrastructure (e.g., roads), and permafrost considerations.	government.	more clarity and accuracy in surveying/
			Infrastructure Sustainability Plans (ICSP) to create and measure long-term goals	years) on the various components required in the planning process such as granular materials and connecting	-Develop multi-stakeholder strategic planning of neighbourhoods across various levels of	administration, are not clear. This prevents
			(NCIAC) develops Integrated Community	-Include more details in short-term community plans (2 – 5	responsibilities.	including surveying and
			Infrastructure, the Nunavut Community	improve communications across all groups and within GN.	formalized channels with defined roles and	requirements around
			Business Plan Priorities (2016-19) - Working with Community	 -Explore opportunities for NHC/RIAs/Inuit organizations (e.g. role for QIA in lot development to better use IOLs) and 	 -Hamlets, the NHC and CGS should work together in the community planning process through 	Unclear / lengthy legal processes, roles and
						meet housing needs.
					1	services – required to
					market affordable housing, e.g., tax credits.	infrastructure and
					incentives to encourage construction of private	associated
					Draft Action Plan: Evolore options for financial	development - and
					regulations for all or dability and accessionity.	arrand land
					example, stipulations in the Building Code	result of developing
					affordable units in private development. For	public housing units as a
				housing.	mechanisms to increase the construction of	subsequent allocation of
				-Draft Action Plan: Explore opportunities for targeted Inuit	-Draft Action Plan: Promote the use of planning	incentivized (re:
						afford, and are not
				simple land title.	contractors to develop subdivisions.	Municipalities cannot
				plans for the potential conversion from leasehold to fee	investigate feasibility of allowing private	-
				-Draft Action Plan: Contribute to the community adaptation	For example, work with the City of Igaluit to	private housing market.
				4 C C C C C C C C C C C C C C C C C C C	development to increase residential lot availability	development of the
				homeownership opportunities	-Draft Action Plan: Explore privatization of land	prices hamper the
				 E.g., Community-specific stats on income/employment that speak to potential 	and prioritizing lot development and allocation.	High land development
				a % of stock	affordability by creating construction incentives	development projects.
				 E.g., categories of community need represented as 	-Draft Action Plan: Promote private market	forecasting for housing
				as:	- (the effectiveness of
				number of lots to be developed according to criteria such	construction, and help grow the private market.	federal sources limits
				forward. For example, develop a policy for determining the	to develop additional residential land, stimulate	sporadic funding from
				land development work flow so that CGS, NHC and others	strategies to encourage land availability and	develop lands and
		Lead/Support				
	Committee	Implementation &				
Timeline	Oversight	Parties Involved in	Existing Initiatives	Action Item(s)	Potential Solution(s)	Issue / Challenges

				engineers, etc.) to reduce costs associated with land development.	services.
				Investments in GN staff in areas such as land administration (e.g., legal registries), logistics, and financing (e.g., SOAs) should be strengthened in order to make planning process more efficient and effective.	community level (and NHC) such as staff turnover and lack of training that limit planning processes, the ability to implement community plans, and processes and the statement of the Market of the Ma
			-Clearly define the mandate and role of CGS in building community capacity	-Training and retention strategies are important additional incentives	There are a number of capacity issues at the
		Pre-engagement Interviews The Department of Environment is developing permafrost hazard maps that can be used to inform infrastructure development and planning.		-Draft Action Plan: Establish NHC as the lead on housing market statistics for Nunavut.	funds.
		regarding the transfers of NLCA Article 14 CGS surveyed lands into Land Titles records. CGS is continuing to update the list of unsurveyed lands.	-ICSPs and Community Plans can be better utilized -Draft Action Plan: Distribute private market statistics to build public confidence in Nunavut's emerging housing markets.		processes. Also there is a lack of transparency in terms of municipal land reserve
		Business Plan Priorities (2016-19) The Department of Justice plays an administrative role in land development by maintaining and updating the land registry. The Legal Registries division has processed incoming registrations	<u>-Draft Action Plan</u> : Develop community housing market profiles. -Draft Action Plan: Develop community specific land and supporting infrastructure development plans with short, medium and long-term objectives.	Stakeholders (CGS, NHC, municipalities) should work together to source and develop more robust community-specific information (e.g., inventory of lots) to support planning and land development over the short, medium and long-term.	There is a lack of data such as complete land registry information needed to support community planning and land development
		strategic priorities for infrastructure investment. Pre-engagement interviews The Department of Community and Government Services (CGS) is currently developing a 20 year plan for GN infrastructure requirements, how can we build off this initiative?			
Oversight Timeline Committee	Parties Involved in Implementation & Lead/Support	Existing Initiatives	Action Item(s)	Potential Solution(s)	Issue / Challenges

Capital Planning/Infrastructure Coordination

Issue / Challenges	Potential Solution(s)	Action Item(s)	Existing Initiatives	Parties Involved in Implementation & Lead/Support	Oversight Committee	Timeline
Responding to Client Community needs o Currently, there is limited focus on identifying community needs	Integrated Community Sustainability Plans (ICSPs) can be better utilized in order to determine community infrastructure needs.		Business Plan Priorities (2016-19) The CGS Community Infrastructure division is planning for sustainable community growth and improving infrastructure design to make more effective use of			
or the impact of planned infrastructure on communities. (i.e. housing needs resulting from new infrastructure	-Exploring ways of clearly identifying departmental roles and responsibilities when it comes to community-based infrastructure requirements.	- <u>Draft Action Plan</u> : Develop community specific land and supporting infrastructure development plans with short, medium and long term objectives. - <u>Draft Action Plan</u> : Creation of a modelling formula to determine the ratio of needed infrastructure for new housing construction.	limited capital resources. Working with Community Infrastructure, the Nunavut Community Infrastructure Advisory Committee (NCIAC) develops Integrated Community Infrastructure Sustainability Plans (ICSP) to create and measure long-term goals for infrastructure development in each community. The first ICSPs were created in 2010 and can be updated by each community through an online webtool: www.buildingnunavut.com.			
	-Looking to other jurisdictions, for example, Northern Quebec, for programs such as lease-to own or "construction camps".					
Funding inadequacies Sporadic federal funding makes it difficult for the GN to justify long-term consistent funding to a certain department because that department may receive a large federal investment.	-Need for capital spending restructuring to focus on increasing Nunavut's housing stock.		Business Plan Priorities (2016-19) -Finance has developed a standardized budget and variance reporting system for all GN departments to use in their budget forecasting, reporting, and five-year Capital Plan.			
iaige ieuei ai iiwesiiireiii.	-Need to better coordinate between O&M and Capital funds (to incentivize O&M spending by reinvestment in capital).					
Internal Coordination: Challenges with the Interdepartmental Committee on Capital Planning (ICCP) o ICCP is inherently competitive and is founded on departmental interests rather than GN interests	-ICCP needs a leader to guide discussion of options and to direct holistic/need-based capital planning o ICCP should be focused on overall GN priorities, objectives and goals rather than departmental priorities. -The mandate and purpose of ICCP needs clarification to increase and	Development of an overarching prioritization model/policy to guide capital investment. Will require a task force to establish the model/policy; Should be accompanied by a 20 year plan	- Finance also currently reviewing the function and effectiveness of ICCP? (Mention of this during GN Staff Housing Meeting, and again at POC).			

Issue / Challenges	Potential Solution(s)	Action Item(s)	Existing Initiatives
 External funding from feds, etc. 	confidence transparency in the process.		
departments from accessing	Formation of an Infrastructure		
capital dollars	Committee (DM-level) to review		
 ICCP is seen as largely not working 	applications prior to going to ICCP to review projects against 20 year plan.		
Internal Coordination: Capital	-Increased collaboration between	-Formation of a strategic capital planning sub-	Business Plan Priorities (2016-19)
Planning Process	departments and agencies as a means	•	-The CGS Infrastructure branch has been revising the
 Adhoc / lack of a holistic 	to provide greater understanding of	including NHC, for dealing with federal	Capital Planning Process Manual and client guide.
approach to infrastructure	capital needs and develop a more	investments (incorporate lessons learned	Further refinement of the capital planning process will
development	efficient approach to the prioritization	from NHT [Nunavut Housing Trust]).	identify long-term strategic priorities for infrastructure
 No ranking/prioritization 	of government funds.	-Coordinate government action over longer-	investment.
process	1	term planning horizons could include	
 Capital plans are influenced by 	-Draft Action Plan: Coordinate an	expansion of the capital planning process to	Pre-engagement Interviews
political will (uncertain; short-	approach to capital planning for	include development of 5-, 10-, 20-year capital	-CGS is currently developing a 20 year plan for GN
political promises)	all infrastructure needs related to	than just 5-year plans)	initiative? (Undate May 18th POC meeting: CGS
 Departments and agencies 	increased housing.	or advocate, for the	confirmed that this is a historically ongoing initiative
must compete for the same		housing crisis (project management	that is not complete)
resources each year when		could	5
capital infrastructure.		rationalization of investment in housing (i.e., a	other GN priorities (ex. mixed-use buildings, group
 Lack of available land on which 			homes, etc.). Can capital planning and funding be
to build infrastructure is		pressures.	coordinated to enable this?
another significant barrier to		-Development cross-departmental capital	
ellective capital planning.		projects.	capital planning document (40-year horizon) identifying
		 -Develop an approach to incorporate returns on investment as a capital spending priority 	major capital projects. QEC will work with Hamlets and the GN to identify land for construction of energy
		considerations. These considerations need to be developed into a formalized score card.	infrastructure and is also investigating the feasibility of hydroelectric development in Igaluit.
		where the criteria could be tweaked over time to reflect the needs of Nunavummiut. Criteria	GN Strategies
		iclude external and internal factors,	The Nunavut Transportation Strategy – Ingirrasiliqta –
		External - Projects with payback could be	achieved with the construction of roads does not increase and analysis of some series of some se
		"	derileved with the construction of rodus, deep water
		could pay back debt. This would allow	implications for housing as Nunavut lacks a connected
			road network, and Nunavut's housing materials are
		 external - cost-matched projects need to be prioritized to ensure GN can take 	snipped to communities by barge
		 advantage of opportunities. External - Fronomic payback and indirect 	D 100 th 00 th 1
			Highway System would bring increased economic

Issue / Challenges	Potential Solution(s)	Action Item(s)	Existing Initiatives	Parties Involved in Implementation & Lead/Support	Oversight Committee
		 Internally driven GN priorities – projects that take precedence regardless of funding/other limitation (e.g., health, safety, basic needs, etc.) 	with implications for increased employment, and infrastructure development.		
	-A formalized, holistic and organized approach to coordinate infrastructure projects, land development, capital planning processes could be pursued as these planning processes are mutually dependent.	- <u>Draft Action Plan</u> : Review current GN capital planning to ensure inclusion of long-term population growth projections and life-cycle replacement and upgrade of all existing infrastructure.			
	-Enhance GN capital planning to ensure infrastructure capacity to support housing development.				
	-Explore options along the housing continuum to restructure capital spending. By creating more break even options, operating costs could be				
	development of a mortgage approach.				
	-Work with non-profit groups or other agencies. For example, explore an				
	NTI such that NTI owns housing and GN				
	incurring debt and the GN is limited by				
	the debt cap) o Examine whether the federal				
	government would be willing to				
	'excluded' from debt cap; this				
	would allow NTI to finance the				
	capital costs.				