# SOLVING THE HUMUNGOUS PROBLEM OF AFFORDABLE HOUSING. Tony Powell, AO

### PRESENTATION OUTLINE

### 1. Main Points

- 1. True Scale of the Problem
- 2. Radical Solutions
- 3. Political, Business and Professional Attitudes
- 2. 1965-75 Metropolitan Strategic Plans
- 3. Post-1975 State Government Withdrawal from Infrastructure Investment
- 4. Infrastructure Failures 'Melbourne 2030' and Sydney 'City of City'
- 5. Defining Affordable Housing Categories
- 6. Scale of the Problem
  - The least affordable in the world Sydney (8.6), Melbourne (7.3), 11<sup>th</sup> & 22<sup>nd</sup>.
  - More than 100,000 homeless people "adrift in Australia's cities and towns"
  - 1.1 million households in housing stress
  - NSW Public Housing: 127,600 units, 40,000 waiting list, 37,000 reduction since 1995
  - Housing Investment 2001-10 static at \$33 billion
- 7. Decline of Housing Affordability over last 20 years (Julian Disney)
  - House prices relative to income have doubled
  - Monthly payments have risen by 50%
  - Number of low-rent accommodation has fallen by +15%
  - Public housing availability has declined by 30%
- 8. "It will take many years to match the levels of housing demand" (Triguboff)
- 9. The Solution: Corridor Expansion + Development Corporations + Public Transport

# 10. Eight-Step Course of Action (p.5)

- 11. Inner-Suburban Renewal
  - Empowering Local Government
  - A skilful and time-consuming process
  - Current 'shoe-horn' policies are destroying the 'garden city' suburbs

### 12. Public Transport

- Passenger rail extensions are critical for 'corridor' development
- 13. Political, Business and Professional Attitudes
  - Competition Policy and blind faith in Market Mechanisms
  - De-skilling of Federal and State public services
  - Restore the idea of 'Public Interest' and the 'Mixed Economy'
  - Professional and Business groups have lost credibility government, public opinion