

27 August 2025

Minister for Economic Development Queensland (MEDQ) Economic Development Queensland GPO Box 2202 Brisbane, 4001

Delivered by email: contact@edq.qld.gov.au

Dear Minister

WOOLLOONGABBA PRIORITY DEVELOPMENT AREA (PDA) DEVELOPMENT SCHEME

This submission outlines Q Shelter's input to the proposed amendments to the development scheme – the Woolloongabba PDA, and the Development Charges and Offset Plan (DCOP).

Key Recommendations

Amendments to the development scheme

- 1. We strongly recommend that EDQ maintain the targets in the current development scheme, providing for a minimum of 20% total residential GFA as high-quality social or affordable housing, or alternatively, adopt the SEQ Regional Plan target of 20% of all new homes being designated as social and affordable housing.
- 2. We strongly recommend that EDQ maintain the targets for diverse housing options in the current development scheme, to suit a range of households that provide either:
 - diversity in tenure (e.g. build-to-rent, key worker housing, over 50's retirement living, community housing provider-led development), or
 - a mix of dwelling types.

Development Charges and Offset Plan (DCOP)

- 3. We recommend that Item 2.6, which concerns development charges that do not apply to development undertaken by the State, or another entity representing the State, be widened to include:
 - Registered Community Housing Providers (CHP), delivering social and affordable housing.



Our understanding of the proposed amendments

Q Shelter understands that the proposed amendments to the development scheme seek to:

- Improve clarity, streamline development assessment, and provide greater certainty for industry, investors and the community.
- Key proposed changes include:
 - o addressing requirements that add unreasonable costs to housing
 - o removing red tape and duplication
 - o increasing flexibility, and
 - o simplifying and rationalising the document.
- We also understand that the Development Charges and Offset Plan (DCOP) is seeking to balance social outcomes like liveability, connectivity and accessibility with economic feasibility.

Background

The current housing context poses significant challenges due to an insufficient supply of housing to meet existing and emerging community needs. Furthermore, Queensland's population is projected to grow significantly by 2046, resulting in even greater demand for housing. It is expected that an additional 2,160,700 people will reside in South-East Queensland alone, requiring 863,800 more dwellings. In Brisbane, the population is expected to grow by 463,000 people, requiring 210,800 additional dwellings¹.

The Queensland Government has set a target to construct 53,500 social and community homes by 2044. The Government has also committed to wider housing targets in response to significant unmet housing needs, including diverse housing types and tenures. There is a growing partnership between the Government and community housing providers, enabling them to engage in growth activities to meet the needs of diverse households, including those of people with significant vulnerabilities.

It is well established that access to affordable housing choices is increasingly difficult for individuals with low to moderate incomes, and this is also the case for many other demographic groups, such as women over 55 years old. There is a documented increase in demand for homelessness services, reflecting the overall lack of affordability and supply.²

It is in this context that the current Woolloongabba PDA aims to deliver housing for 24,000 people, including social and affordable housing.

Q Shelter has contributed to and continues to contribute to various engagement processes led by the Queensland Government, outlining comprehensive housing policies, investment recommendations, and reform proposals. We welcome the Queensland Government's broader housing reforms, particularly those relating to the community housing sector, and firmly believe that a primary objective of all housing reforms should be to achieve a 'healthy

¹ SEQ Regional Plan (2023 update)

https://www.planning.qld.gov.au/__data/assets/pdf_file/0024/86145/shapingseq-2023-Low.pdf

² AIHW, Specialist homelessness services annual report 2023–24,

https://www.aihw.gov.au/reports/homelessness-services/specialist-homelessness-services-annual-report/contents/about



housing system'— one in which supply meets demand, housing diversity and choice are key features, and homes are accessible to people across all income levels. We know that without specific interventions, housing markets have not delivered housing diversity and affordability for all people. We consider a healthy housing system to include housing diversity responsive to the needs of diverse people. Without adequate supply, inclusive of diverse housing types and tenures, the broader community and economy face significant costs, including rising visible homelessness, increased pressure on emergency services, and greater demands on local authorities as the management of public spaces becomes more complex.

1. Proposed amendments to the development scheme

In general, we believe PDAs, such as the Woolloongabba PDA, provide a crucial opportunity for the Queensland Government and Economic Development Queensland (EDQ) to deliver much-needed social and affordable housing. The PDAs enable a coordinated approach, where diverse housing options can be strategically planned alongside public and active transport infrastructure, as well as essential health, education, retail, and community amenities. By leveraging this opportunity, PDAs offer a promising solution to Queensland's broader housing supply, diversity and affordability challenges.

In short, the proposed amendments to the development scheme remove key and essential objectives related to housing diversity and affordability. Namely –

- Changes to the Vision Removing the following references "a range of housing, providing affordability and choice through diversity in typology, size, configuration and tenure."
- Changes **PDA-wide Criteria** Deleting the affordable housing requirements.

This is obviously of significant concern to Q Shelter and its members. We believe these elements are essential for providing the appropriate housing required in these locations and directing market activity and investment into housing projects that achieve this optimal mix.

It is well documented that intentional strategies to promote housing diversity and affordability consistently outperform less coordinated efforts focused solely on increasing supply. Inclusionary planning tools leverage significant quantities of affordable housing supply in many parts of the United Kingdom and the United States³. They are also being explored in South Australia and New South Wales. Up until this point, Queensland has been seen as a leader in planning, with targets embedded in PDAs and the SEQ Regional Plan (2023 Update). To maintain this leadership, it is important that the proposed amendments build on these achievements rather than diminish them. The proposed changes would not only dilute the intent to deliver more affordable housing that specifically targets low- to moderate-income households, but they will likely also decrease the likelihood of partnerships with community housing providers (CHPs). The current targets provided legitimate incentives for developers to collaborate with CHPs, allowing them to access significant funding for the development of social and affordable housing in these areas from the state and federal governments. While we acknowledge that EDQ has progressed several market-led opportunities for CHPs in the past 18 months, these have been backed by grant funding and intentional coordination.

As such, we strongly recommend that EDQ maintain the targets in the current development scheme, providing for a minimum of 20% total residential GFA as high-quality social or

³ Inquiry into increasing affordable housing supply: evidence-based principles and strategies for Australian policy and practice, AHURI, April 2018



affordable housing, or alternatively, adopt the SEQ Regional Plan target of 20% of all new homes being designated as social and affordable housing.

We strongly recommend that EDQ maintain the targets for diverse housing options to suit a range of households that provide either:

- diversity in tenure (e.g. build-to-rent, key worker housing, over 50's retirement living, community housing provider-led development), or
- a mix of dwelling types.

2. Development Charges and Offset Plan (DCOP).

Our main feedback regarding the DCOP concerns the use of exceptions from Development Charges.

We recommend that Item 2.6, which concerns development charges that do not apply to development undertaken by the State, or another entity representing the State, be widened to include:

 Registered Community Housing Providers (CHP), delivering social and affordable housing.

3. 2032 Brisbane Games-pressures and impacts on housing markets, including in the Woolloongabba PDA

Q Shelter is on the record urging the Queensland Government to set targets for social and affordable housing for the legacy of Athletes' Villages housing stock in those locations. Additionally, we advocate for the role of CHPs in managing that stock both before and after the games to align with the government's broader housing objectives and ensure a measurable legacy in this respect. Although the village location is outside the Woolloongabba PDA, this proposed policy approach is still relevant to the PDA.

Outside of the Athletes' Villages, we also expect housing market pressures to intensify in SEQ due to hosting the games. We know that hosting mega events tends to expedite major urban renewal and infrastructure projects. Without early planning for social and affordable housing, the delivery of new infrastructure and facilities drives up real estate prices and exacerbates displacement pressures, particularly for low-income renter households. In the context of a sustained housing crisis in Queensland, a further escalation in housing costs and rents risks pushing more households toward housing insecurity and homelessness.

In October 2024, Q Shelter, with the support of the Australian Housing and Urban Research Institute (AHURI), developed the first-ever SEQ Housing Market and Displacement Monitoring Report. This wide-ranging report examines various factors, including their impact on local housing systems, such as housing market prices, stock movements, evictions, and increasing community displacement. It will be measured annually in the lead-up to the Games and in the years following to understand better the impact of the Games-related pressures on the housing system.

It is our strong view that without an intentional approach to housing diversity and affordability, such as embedded social and affordable housing targets in planning schemes, low-to-



moderate income households will be displaced from these areas, away from essential services, into regions that are not equipped to meet the demand.

Further contact

Q Shelter appreciates the opportunity to provide input to the PDA consultation process. We have also linked below recent submissions to related bills and inquiries for background purposes.

For further questions or contact, please liaise with our General Manager, Policy & Strategic Engagement, Jackson Hills at <u>Jackson.Hills@qshelter.asn.au</u>.

Yours sincerely

Fiona Caniglia

Chief Executive Officer

Liona Canigha

Q Shelter



Attachments

Attached below are recent submissions to related bills and inquiries, where Q Shelter has sought to make similar proposals –

- 1. Submission on Economic Development and Other Legislation Amendment Bill 2024
- 2. Economic Development (Affordable Housing) Amendment Regulation 2024
- 3. Q Shelter / AHURI SEQ Housing Market and Displacement Monitoring Report, 2024 edition

Telephone: 07 3831 5900 | info@qshelter.asn.au | www.qshelter.asn.au