Adult tenant wellbeing: Benefits of public housing

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Public housing & urban regeneration: Maximising wellbeing

- Worked with 7 social housing providers & tenants
 - Included an adult tenant survey (2022)

- Three research questions related to adult wellbeing:
 - (RQ1) Does public housing improve renters' wellbeing relative to private rental and/or owner-occupation?
 - (RQ2) Do effects differ by tenant characteristics?
 - (RQ3) Which aspects of the house and neighbourhood affect wellbeing?

Background

Eligibility for public/social housing in NZ (through Social Allocation System) depends on:

- Adequacy (e.g. in emergency housing)

- **Suitability** (e.g. family violence)

- Affordability (e.g. low income)

- Accessibility (e.g. discrimination)

- **Sustainability** (e.g. social functioning, social skills)

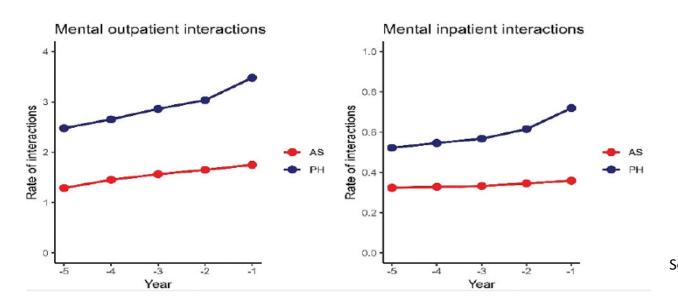
Some of these factors are observed; others are **unobservable**, implying **selection issues** (especially in a cross-section survey) that will bias against finding positive wellbeing effects of public housing

Public housing: Related studies

- Smith and Davies (2020; GSS + KO data):
 - life satisfaction negatively associated with poor house condition, mould and cold
- Anastasiadis et al. (SIA, 2018; GSS data shortly **before** *vs* shortly **after** public housing placement):
 - significant reduction in mouldy, crowded and poor condition housing
 - life satisfaction improved (though felt more unsafe when walking at night)
- Fasoro et al. (2025; IDI data): New public housing (PH) tenants differ substantially from new accommodation supplement (AS) beneficiaries (e.g. health, judicial, social welfare, single parent, ...)

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Source: Fasoro et al., (Housing and Society, 2025)

Adult tenant survey included questions on:

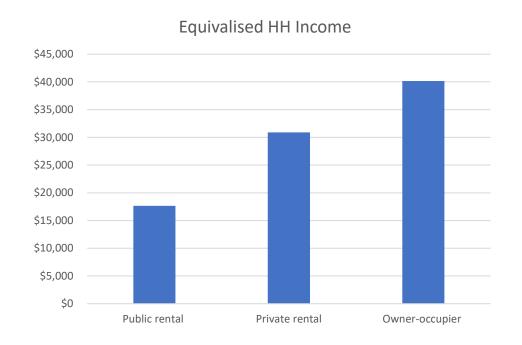
- Housing provider
- House condition, heating, cold, damp, etc
- House suitability
- Neighbourhood & social capital
- Public transport

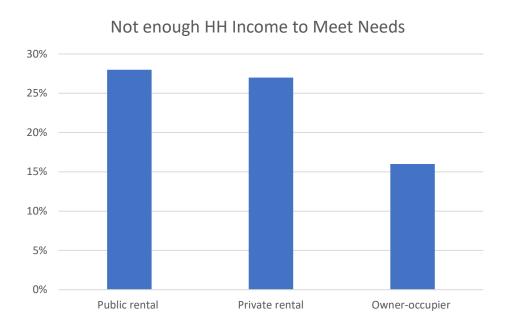
- Demographic variables
- Culture & spirituality
- Material wellbeing
- Subjective wellbeing



Adult tenant survey sample

- Social housing tenants + private renters & owner-occupiers in same area as social housing
- Analysis concentrates on Wellington region





Wellbeing metrics

Life satisfaction (11-point scale)

First of all, we would like to ask a very general question about **your life as a whole** these days. This includes all areas of your life. On a scale of 0 - 10, where 0 is completely dissatisfied, and 10 is completely satisfied, how do you feel about your life as a whole?

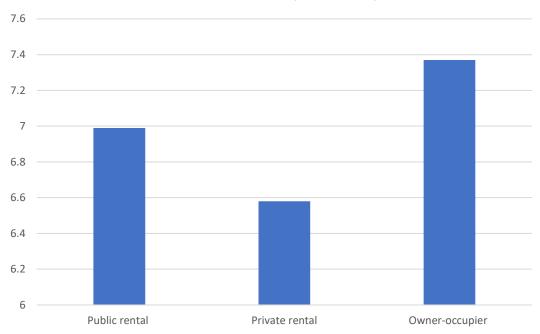
• WHO-5: Each question on a 6-point (0-5) scale, summed and converted to 125-point scale

Please indicate for each of the five statements which is closest to how you have been feeling over the last two weeks...

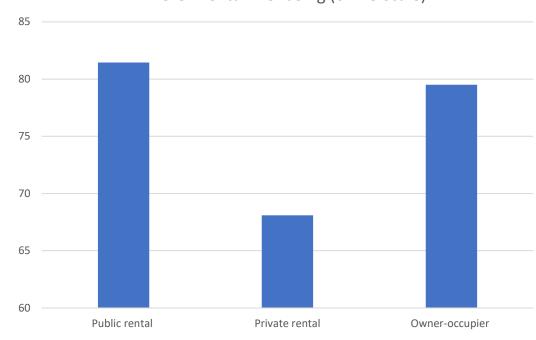
- I have felt cheerful and in good spirits
- I have felt calm and relaxed
- I have felt active and vigorous
- I woke up feeling fresh and rested
- My daily life has been filled with things that interest me

Wellbeing metrics





WHO-5 Mental Wellbeing (0-125 scale)



Methods:

Statistical models (OLS, probit, ordered logit – each with 'controls') to test if tenancy status is associated with:

- Life satisfaction
- WHO-5

And whether these relationships are affected by tenant characteristics

NB: We can control for 'observable' characteristics but NOT for 'unobservables' so tests biased against public housing

Which factors are most associated with:

- Suitability of the house
- Suitability of the neighbourhood

And whether these relationships are affected by tenant characteristics

Wellbeing findings:

For life satisfaction (longer-term wellbeing):

- Public tenants have similar or slightly higher wellbeing than private tenants
- Public tenants have similar or slightly lower wellbeing than owner-occupiers

For WHO-5 (shorter-term wellbeing):

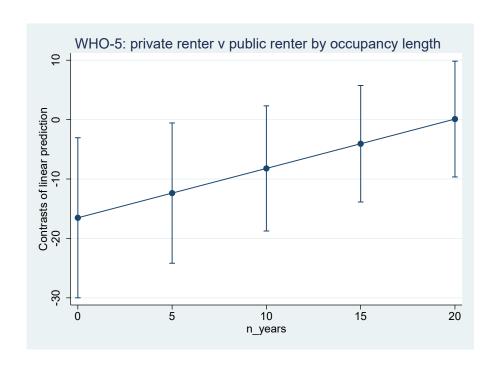
- Public tenants have significantly higher wellbeing than private tenants
- Public tenants have approximately equal wellbeing as owner-occupiers

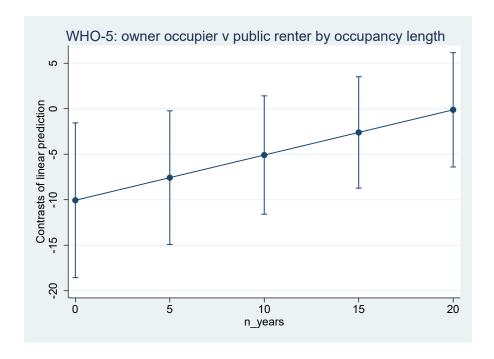
Length of tenancy significantly affects each relationship

Consistent with security of tenure being an important factor in affecting wellbeing

RQ2: Do <u>WHO-5</u> associations differ by tenant characteristics?

- only material interaction is length of occupancy (n_years) of current dwelling (similar for life satisfaction)
- ⇒ key channel for higher WB in public housing (cf private rental) is stable tenancy



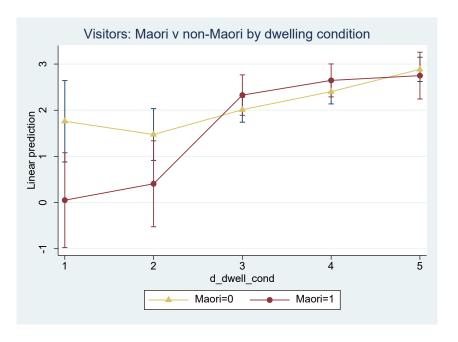


House characteristics associated with house suitability

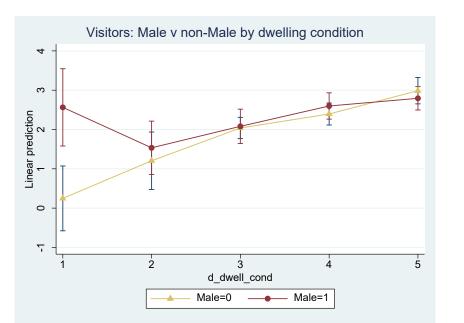
- Damp
- Cold
- Too warm in summer
- Public transport availability
- Dwelling condition, mediated by:
 - ethnicity
 - gender

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Maori are less comfortable welcoming visitors if they have poor house condition



Males don't seem to care!

Neighbourhood characteristics associated with neighbourhood suitability

- Local social capital
- Safety of neighbourhood at night

No material differences by ethnicity or gender

Summary

- 1. House viewed favourably if: (i) good condition, (ii) warm, (iii) dry
 - Recall Anastasiadis: move from private to public rental → reduced mouldy, crowded, poor condition housing
- 2. Neighbourhood viewed more favourably if: (i) has high social capital, (ii) is safe
- 3. Public tenants are much poorer, on average, than private tenants & owner-occupiers
- 4. Public tenants have higher wellbeing (especially WHO-5) than private tenants
- 5. Public tenants have similar wellbeing (especially WHO-5) to owner-occupiers
- 6. Private tenants with long tenure do as well as public tenants (stable tenure counts!)