Urban Renaissance Agency



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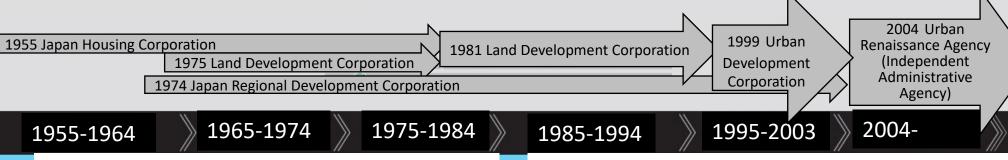
- 1. Overview of the Urban Renaissance Agency
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1 - ①About the organization



| Name | Urban Renaissance Agency | | |
|-------------------------------|--|--|--|
| Date of Establishment | 1, July, 2004 | | |
| Capital | 1,075.7 billion yen 💢 as of the end of fiscal year2020 | | |
| Location | 6-50-1 Honcho, Naka-ku, Yokohama City, Kanagawa Prefecture | | |
| Basis of Establishment Act | Act on General Rules for Incorporated Administrative Agencies Act on the Urban Renaissance Agency | | |
| Main office | Ministry of Land, Infrastructure, Transport and Tourism | | |
| Number of employees | 3,213 people XAs of 1 April 2020 | | |

For more than 60 years from the rapid economic growth of the 1950s to today's super-ageing society, we have been supporting the development of Japan's cities



With a mission to solve the post-war housing shortage

Massive housing supply due to rapid economic growth

The shift to "quality over quantity"



Construction of a largescale housing complex (Akabanedai Danchi)



Proposal of DK style (Kanaoka apartment complex)



Large-scale new town development (Tama New Town)



Construction of apartment mega-complexes (Takashimadaira apartment complex)



Comfortable living environment (Tama New Town Estate Tsurumaki)



Building public parks (Showa Kinen Park)

Aiming at stable life through creation of multifunctional cities



Urban development in urban areas (Okawabata River City 21)



Multifunctional town developments complete with urban facilities (Hikarigaoka Park Town)

Creation of attractive cities to be proud of in the future



Reconstruction support for the Kobe Earthquake (Kobe Earthquake Reconstruction Memorial Park))



Creation of an attractive town (Shinonome Canal Court CODAN)

Designing and realising "a city where people can shine"



Urban regeneration in large cities (Umekita district)



Reconstruction support after Tohoku Earthquake and tsunami (Onagawa Town)

Role as a Incorporated Administrative Agency

Projects which need to be carried out reliably from a public point of view and the government does not carry out the work itself, but it carries out work that cannot necessarily be carried out by the private sector alone.

(1) Public aspect as a policy implementation body (2) Corporate aspect in pursuit of profitability

↓ Air photo of the Oteshimachi area and the surrounding area

Main role of Urban Renaissance Agency (UR)



Urban Redevelopment

In cooperation with the private sector and local governments, we will promote urban redevelopment by implementing projects of great significance, such as strengthening the international competitiveness of cities, revitalising regional cities, and improving dense urban areas.



Rental Housing Management

In addition to managing approximately 720,000 rental housing units, we are working to create homes and communities where people of all generations and diverse households can continue to live vibrantly in response to the declining birthrate and ageing population.



Post-disaster Redevelopment

We will continue to make every effort to promote recovery and reconstruction from large-scale disasters such as the Great East Japan Earthquake and the Kumamoto Earthquake utilising the experience in recovery and reconstruction gained since the Great Hanshin-Awaji Earthquake.



Nouvelle Akabanedai

↓Takada District, Rikuzentakata City, Iwate Pref.





- ${rac{1}{2}}$ Creating a safe and secure environment for people of all ages
- ~ Creating new communities from housing complexes
- 2 Promote sustainable and vibrant community development
- \sim Improve the attractiveness and value of the area, not just the housing complex
- 3 Achieve safe, secure and comfortable living in UR rental housing
 - ~ To help people choose UR rental housing from among the many housing options available



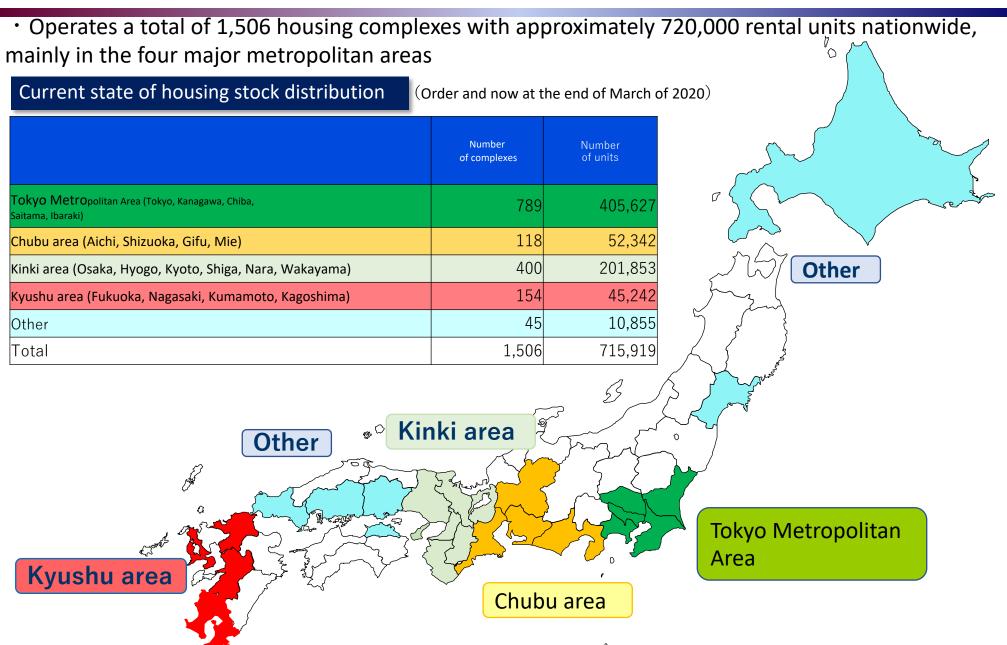
Hibarigaoka Park Hills (Attractive scenery, lush greenery)



Hanamigawa (Multi-generational exchange and community activities)

2 - ② Current state of housing stock distribution

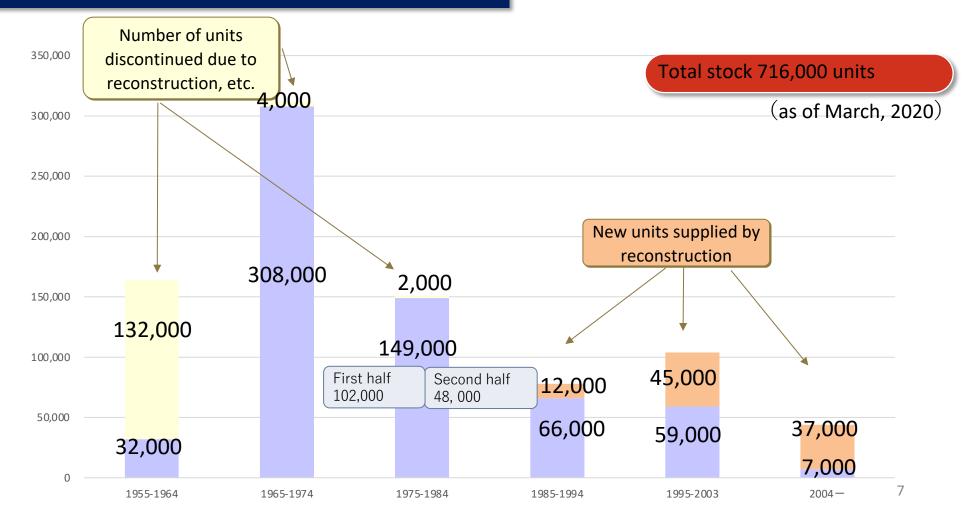




UR UR都市機構

- About 2/3 of the stock was built by the mid-1970s
- About 2/3 of those are suburban mid-rise stairwell-type residential buildings

Number of households managed by year management begun



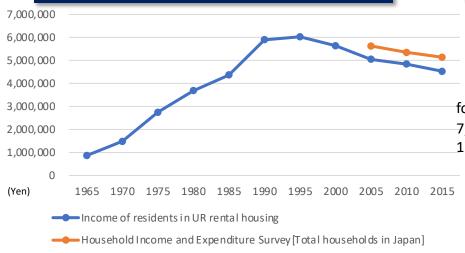
2 - ③ UR Residents



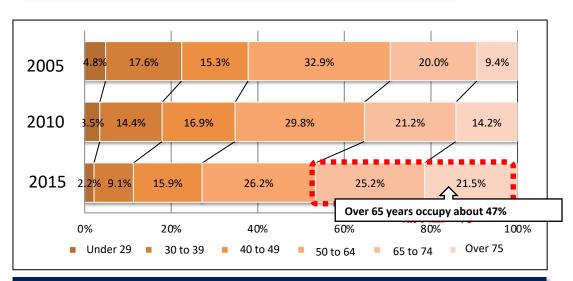
Type of Residents based on regular surveys in 2015

| Number of reside | 2 persons | |
|--------------------------|--------------------------|---------------|
| Annual income on average | Total household | 4,530,000 yen |
| | Head of household | 3,710,000 yen |
| Dual-income h | 36.7% | |
| Households wit | 50.7% | |
| Elderly alone h | 20.7% | |
| Years of residen | 14 years and 5 months | |

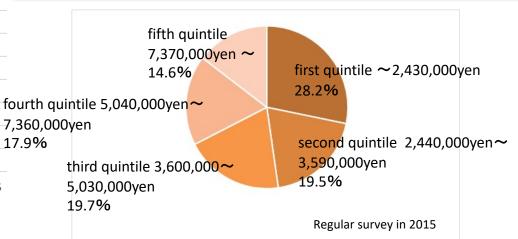
Changes in average household income



Age of head of household (distribution by age)



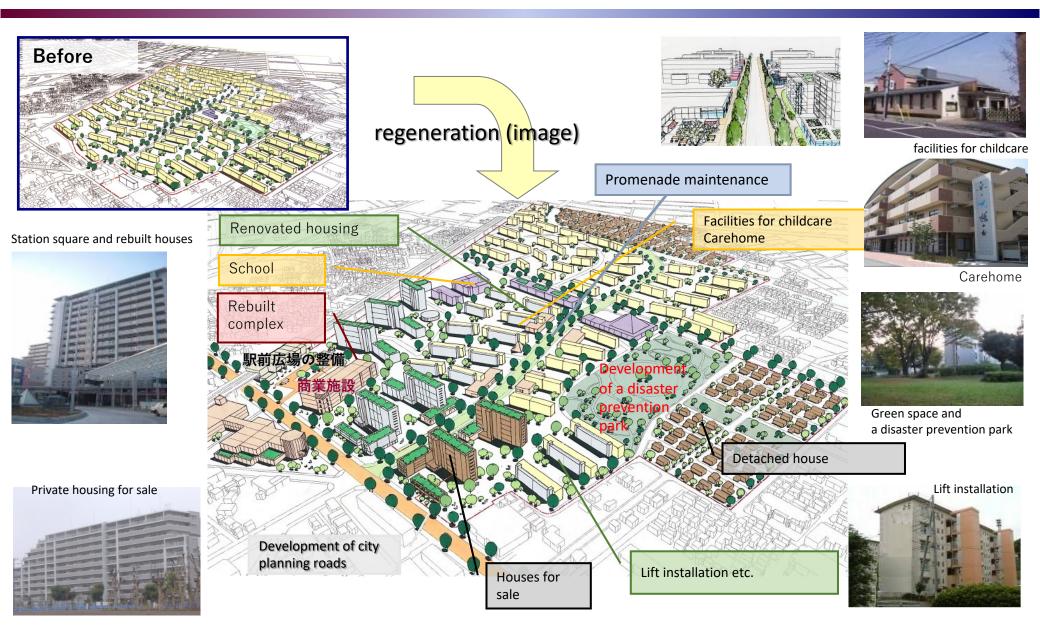
Percentage of households by income quintile



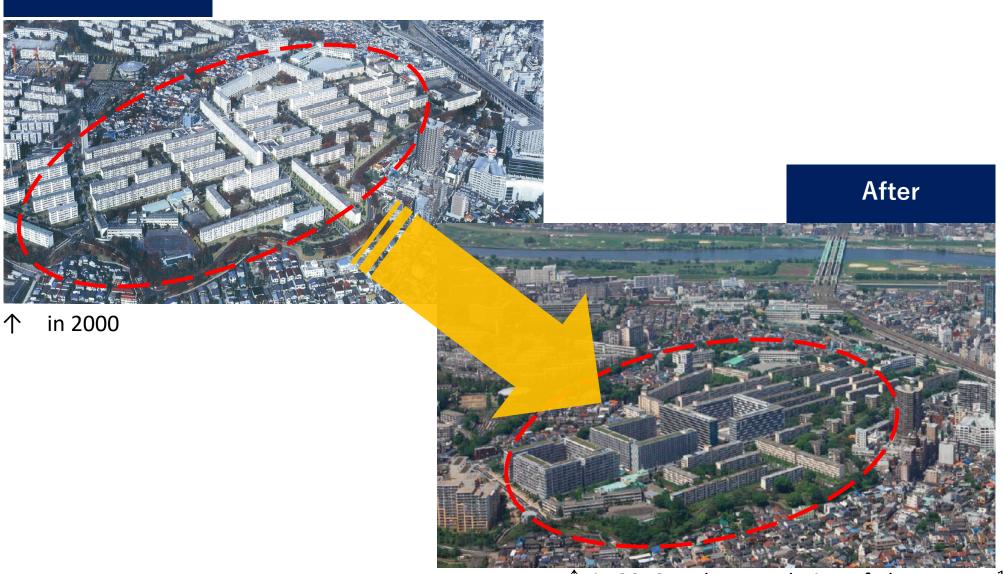
Note: Boundary values of income quintiles are based on the annual income quintiles of [all households in Japan] in 2014 from the Household Income and Expenditure Survey by Ministry of Internal Affairs and Communications.

3 - 1 Housing complex regeneration projects

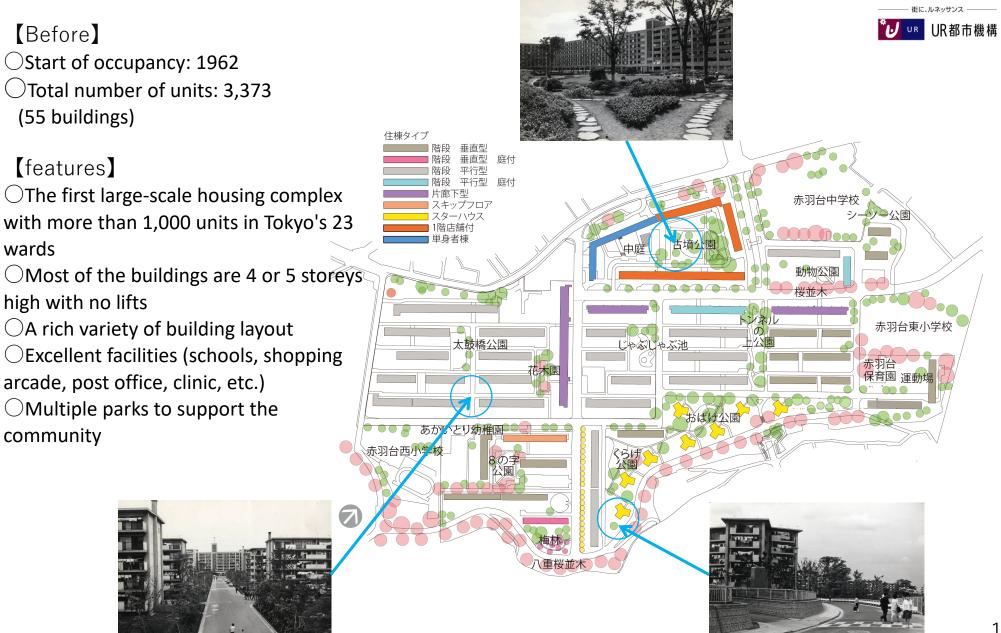




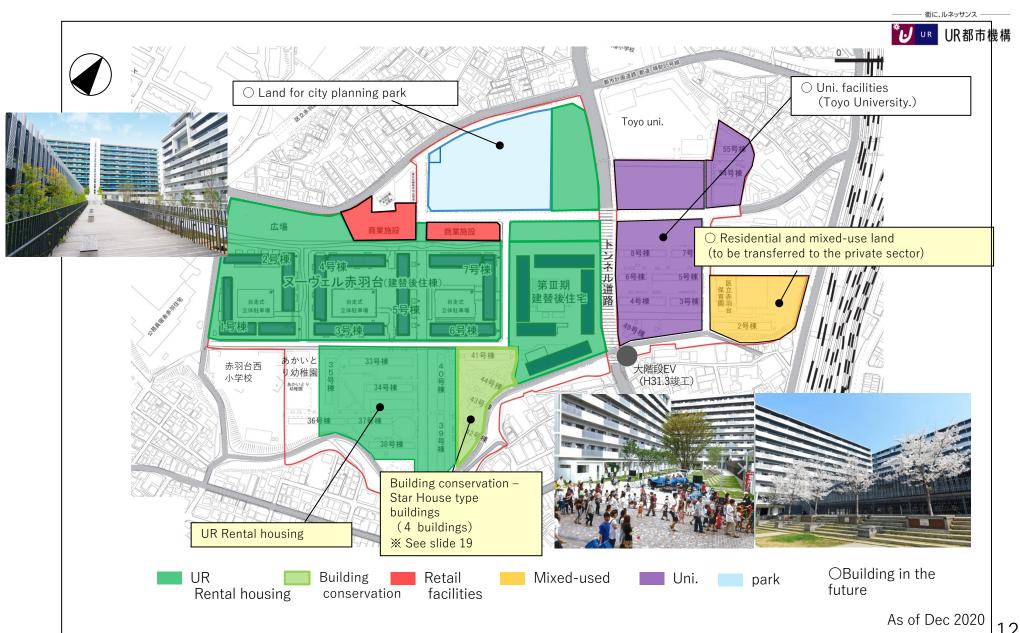




3 - ② - 2. Nouvelle Akabanedai Redevelopment Project (Before)



3 - ② - 3. Nouvelle Akabanedai Redevelopment Project (After)



3 - 2 - 4. Nouvelle Akabanedai Redevelopment Project (Town planning concepts and land use)



- The committee aims to revitalize Akabanedai complex and its surroundings (Comprised of academics from the fields of architectural planning, economics and urban planning, the Urban Renaissance Agency and Tokyo's Kita Ward)
- The committee confirmed the concept of urban development and the direction of land use

Concept of town planning

Formation of residential areas close to the city

(town planning for family)

- · family-friendly environment
- senior-friendly environment
- · Multi-generational interaction

Strengthening the base

(regional vitalization)

- · Symbolism of the North of Tokyo
- Improving accessibility

Creation of the Akabanedai Forest

(Creation of attractive urban spaces and landscapes)

- Creation of linkage, continuity and circulation with the surrounding greenery
- Reinforcing the symbolic character of the area with abundant greenery
- · Maintaining and enhancing the reduction of global warming
- Strengthen disaster prevention

Ripple effect on local regeneration



3 - ② - 5. Nouvelle Akabanedai Redevelopment Project (Adjustment of the design of the block)



- The theme is to balance the individuality of each block with the harmony of the whole
- In April 2007, a "Design Coordination Council" was set up to discuss the design of the B and C blocks, with the architects in charge of each block, landscape and lighting designers, and the Urban Renaissance Agency as members
- · Creating a continuum of diverse communities in harmony with each other
- At the "Design Coordination Council", we invited Makoto Watanabe of ADH, the designer of Street A, as a design block to coordinate the design of the cityscape and buildings.

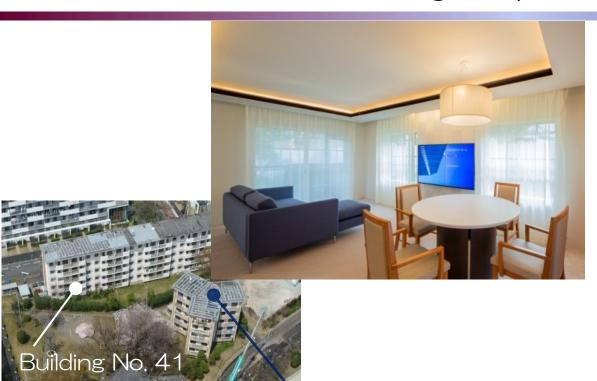
■ Main members of the Design Coordination Council

| Design director | | Makoto Watanabe |
|--------------------|-------------|--|
| Landscape designer | | Hiroki Kutsuna |
| Lightin | ng designer | Reiko Chikada |
| Planning | Block B1 | Nobuaki Furuya, Sachiko Yagi, Satoko Shinohara, Akira Tanaka |
| | Block B2 | Kenji Okumo, Kazuhiro Kojima, Kazuko Akamatsu |
| | Block C | Keisuke Yamamoto, Keiji Hori, Takehisa Seta |



3 - \bigcirc 3 - 1. Innovation in housing \sim 0pen Smart UR \sim





Open Smart UR

 Collaboration project of UR and Faculty of Information Networking for Innovation and Design (INIAD) of TOYO University

←Start-up model housing

• Example of service provision based on HaaS (Housing as a Service)

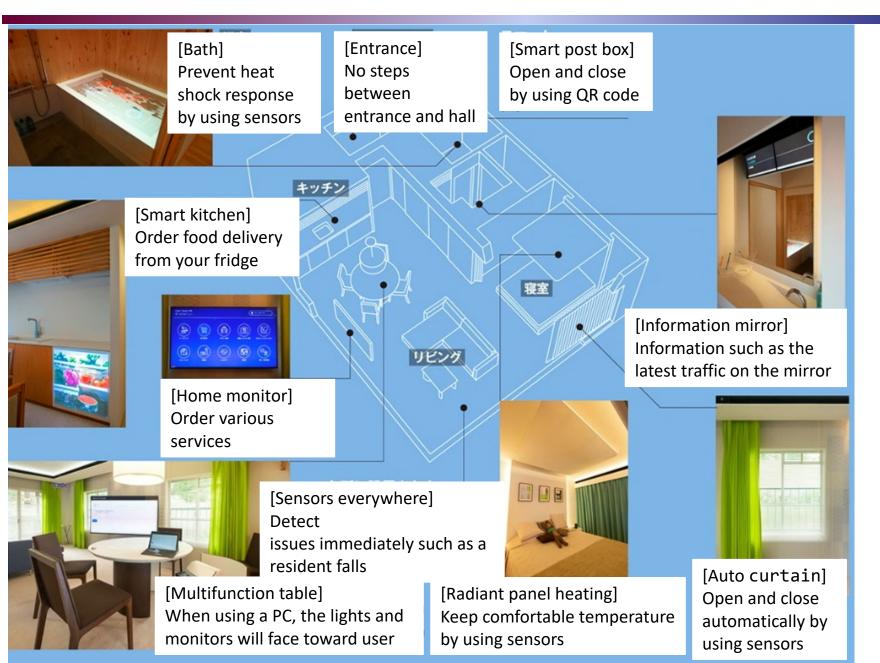


Star House

- ↑ Star House Reproduction model housing
- Reproduced life of 1960s

3 - 3 - 2. Innovation in housing \sim Start-up Model Housing \sim





出典:UR PRESS vol.58

Thank you for listening!



Appendix

(Please refer to the comment slides following slides 20, 22 and 23 for more information.)

(Appendix 1) The changing role of UR rental housing



1950s Response to the housing shortage





Soka Matsubara Danchi (Soka City, Saitama Prefecture) Occupied in

1962 Development area: 49.1 ha

Planned number of units: approx. 5,900 units, 4-storey building

■ 1970s improvement of the standard of living



Yodogawa Riverside Town (Osaka City) Occupied in 1983 Development area: 35.6 ha Planned number of units: 2,100 units, 7-14 floors

1960s response to the housing shortage



2DK · about47m²



In front of Hyogo Station (Kobe City) Occupied in 1973

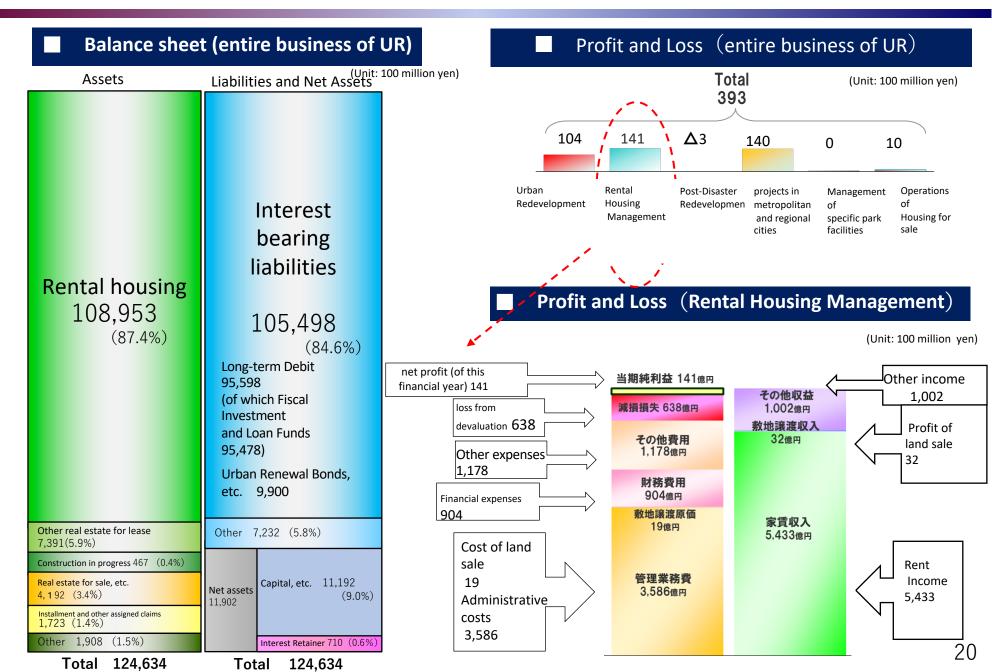
Development area: 0.7ha Planned number of units: 370 units, 20 floors

Since 1995 promotion of urban living



Shinonome Canal Court CODAN (Koto-ku, Tokyo) Occupied in 2003 Development area: 4.0ha Planned number of units: 1,700 units, 14 floors





The majority of assets owned by UR are rental properties, with approximately 11 trillion yen (or over £74 billion) owned in land and buildings. Most of the necessary funds are borrowed from government in order to run the business, and as of the end FY2019, UR holds interest-bearing debt of a value exceeding 10 trillion yen.

In addition, UR receives financing from national and local governments for the purpose of implementing national policy objectives. The agency as a whole secured a net income of approximately 40 billion yen (or £271m) in FY2019, of which the rental housing segment recorded a profit of 14.1 billion yen (or £95m).

Regarding the breakdown of profit and loss of the leasing segment, most of the income comes from rent (about 540 billion yen or £3.6 billion). After deducting expenses such as management work expenses, financial expenses, and extraordinary loss incurred when rebuilding an old housing complex, the final profit is 14.1 billion yen (£95.4m). UR is implementing policies such as lowering rent for the elderly and households with children, but the implementation part is subsidised in part by the central government.

(Appendix 3) Current status of UR rental housing stock



Reflecting the socio-economic situation and housing and urban policies of the time, the size and location of housing complexes, the scale of housing and the level of facilities are extremely diverse, and many of them are outdated.

Stock characteristics by age, at start of management

| | Total stock | 1955- 1964 | 1965- 1974 | 1975- 1984 | 1985- 1994 | 1995- 2003 | 2004- |
|-------------------------------|----------------|-------------------------|---|---|---------------|--|---------|
| Number of units managed | 715,919 | 32,114 | 308,099 | 149,221 | 78,396 | 103,450 | 44,639 |
| Number of complex | 1,506 | 99 | 323 | 312 | 348 | 328 | 96 |
| Units of each comple x | 475 | 359 | 991 Expansion of complex | 465 | 235 | 301 | 362 |
| Location | | | and mass supply Increasing of suburbanization | | Urba | | |
| Scale of each unit (m²) | 55.4 | 40.1 | 45.7 | 56.7 52.5(first half) 65.8(second half) | 70.7 | 70.4 | 67.9 |
| | | Small sized unit(low e | equipment level) | | Improvement | of unit's size | |
| Rent in yen | 73,100 | 48,700 | 54,200 | 68,000 | 96,500 | 110,900 | 117,300 |
| Background of housing supply | | the housing short conce | ng the housing age by the entration of lation to urban areas | Improving livi | V. | Rebuilding and utilization nousing stock Promoting urban livin | |

(Appendix 4) UR Rental Housing Tenancy Basis



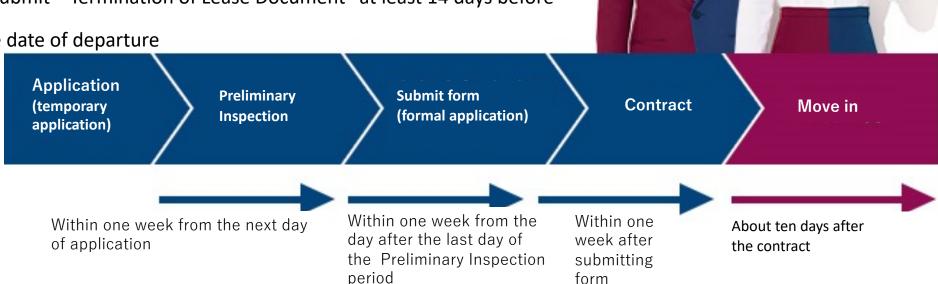
· Generally speaking, applications are accepted on a first-come, firstserved basis

 The rent is determined based on the market rent (the rent of the same type of housing in the vicinity)

• When moving in, tenants are required to pay a security deposit (equivalent to two months' rent) and daily rent and common service fee (for the number of days of the month)

 The initial contract period is one year (automatic renewal, no renewal fee).

 Submit "Termination of Lease Document" at least 14 days before the date of departure



Generally speaking, applications are accepted on a first come first served basis.

Rent is indexed on the price of rent for similar properties in the area and thus is market rent (as stipulated in Article 25 of the Act on the Urban Renaissance Agency, Independent Administrative Agency, 2003)

Rent review during the contract period takes place when the rent reaches a fixed level of difference from "the price of rent of similar properties in the vicinity" and for each property, the new rent is applied from the renewal date of the contract. However, properties which had a rent review less than 2 years prior are not included (as well as properties with a rental contract signed less than 2 years prior).

When moving in the expenses required are: a security deposit (2 months of rent) and rent, as well as a daily maintenance fee for communal areas The contract period is initially one year, and as the renewal is automatic, there is no renewal fee.

When moving out, a "termination of lease document" must be submitted with 14-day notice.

(Appendix 5) UR Rental Housing Operation & Maintenance Work



ORecruitment of tenants and contracts

- Dispatch information on our website
- Implemantion of the lease ontract procedure

OManagement of tenants

- Collection of rent
- Responding to various inquiries

OMove out procedures

- Valuation of the unit
- Settlement of security deposits

OPreparation for next recruitment of tenants

- Repair of vacant units
- Determination of the rent

Undertaking routine repairs

 small repairs due to daily problems such as water leaks and blocked drains



Undertaking planned repairs

 massive repairs undertaken by each housing complex or block of flat such as wall repair and replacement of water-supply pipe,etc.





Maintenance of the housing complex environment

- repairs and maintenance of common areas (indoor and outdoor
- daily cleaning, etc.



As landlord, UR carries out operations related to tenant recruitment and property maintenance.

In practice, this includes:

- Recruitment and contracting of new tenants (advertising on their website and implementing rental contract procedures), collecting rents and responding to renters' requests.
- Assessing the property at the time of move out and settling the security deposit.
- Repairing and updating the property after move out, determining the rent for recruiting a new tenant.

Regarding maintenance, UR is in charge of small-scale repairs for routine maintenance, such as water leaks and water pipe clogging. UR is also in charge of carrying out large-scale, planned repairs such as exterior wall repairs and the replacement of water supply pipes for residential buildings.

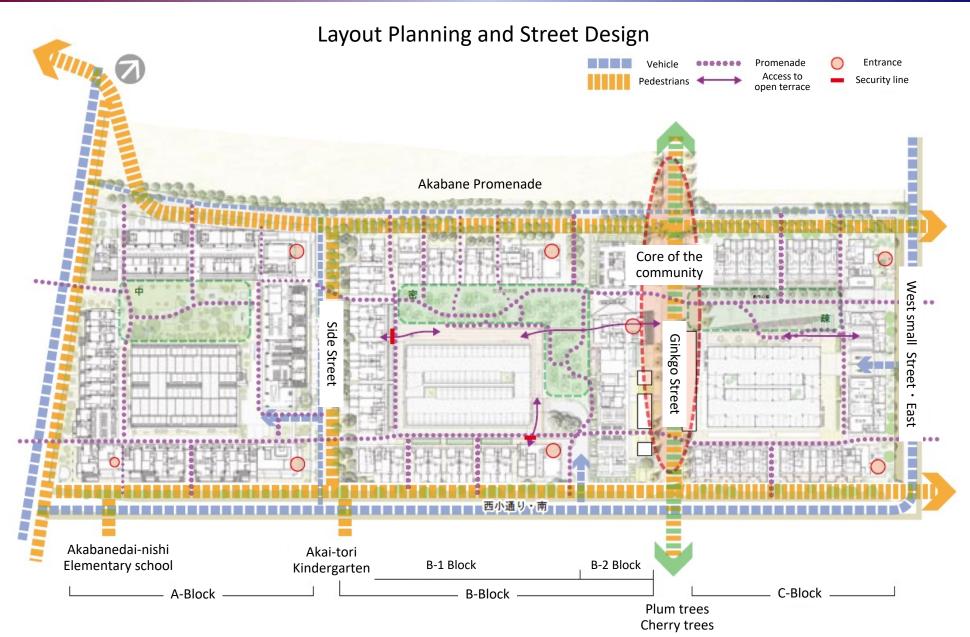
The agency maintains and improves common areas indoors and outdoors, and carries out daily cleaning.

(Appendix 6) Comparison between public housing and UR rental housing with UR and UR rental housing uR都市機構



| | Public housing (in acccordance with Public Housing Law 1951) | UR rental housing (in accordance with the law of Urban Renaissance Agency 2003) |
|-------------------------------------|--|--|
| <u>Purpose</u> | To provide affordable rental housing sufficient for a healthy and cultured life to people who have difficulty of finding housing because of their low income under the cooperation of national and local government | (Initially)provide housing for working people in need in areas where there is a significant shortage of housing. →(Current) To ensure a stable supply of rental housing with a good living environment by managing existing rental housing. |
| Qualification of tenants and income | Standard of Income [Original category] The local government sets the income standard within the range of 259,000 yen (income with quartile variation) by or less ordinance, taking into account the standard set by the government ordinance (158,000 yen (income with first quartile)). [variation category] The local government sets discretionary category e.g. elderly people or disabled people within the range of 259,000 yen per month (income with quartile deviation) or less. The local government sets the income standard for the category by ordinance within the range of 259,000 yen per month (income with quartile variation) or less. Required condition Clear evidence of current housing need | ○No income limit ※Instead of requiring a guarantor, key money, and renewal fees, he average monthly income must be at least 4 times the rent or 330,000 yen (250,000 yen for a single person). (There is a special exception for the elderly.) |
| Rent setting | The rent is determined by the local government based on the tenant's income the and the benefit from the housing i.e. location and size of housing | The rent shall not be out of balance with the rent of the same type in the neighborhood. Rent can be reduced or exempted for elderly people who are not able to pay the rent. |







Common Design Concept for the Blocks

Roadside

Developing Lively Community

- Create a lively street space, where the presence of residents and their way of life can be seen from the houses to the street.
- In particular, direct access from the street, free rooms and earthen spaces facing the path, terraces, flowerbeds, etc.







▲ Building 2



▲ Building 2

Courtyard

Place of Peace and Open to the Community

- Provide the courtyard visible from the building and with a sense of security as a place of peace and tranquillity for residents to share
- The courtyard will be open to the community with a pathway.



The courtyard of A-block (Building 1 and 2)



▲The courtyard of B-block



▲The courtyard of C-block

Passage

Alley Space Connecting Streets

- The "passage" between the block and the block, and between the block and its surroundings, allows for the passage of wind, sight and movement.
- The passageway will be equipped with benches and other features to provide a place for interaction.



▲The passage of A-block



▲The Piloti of A-block



▲The passage of A-block

Ginkgo Street

The Community's Central Axis

- It is a pedestrian street that forms the central axis of Nouvelle Akabanedai, and together with the meeting place building creates a rich community space.
- It can be used as a large social space where events such as summer festivals can be held.



▲Ginkgo Street



▲ Big Stage



Meeting place building (At the back is C-block)

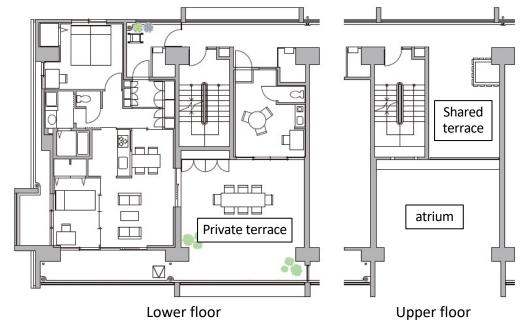
(Appendix 10) Redevelopment project of Nouvelle Akabanedai





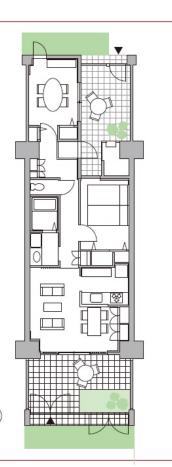
☐ Flat of Activity

[2 bedrooms with living room, dining rooms, kitchen, and storage $-89\,\text{m}^3$] The annexe room is connected to the private terrace, which is a large two-storey atrium. This part of the building is a "void" and is the accent of the building.



☐ Flat of Creation

[2 bedrooms with living room, dining rooms, and kitchen—66 m²] This unit has a private terrace facing the courtyard. Accessed from the terrace on the north-west side, this independent room is a free room that can be used as a studio.



(Appendix 11) Redevelopment project of Nouvelle Akabanedai



