

THE UNIVERSITY OF NEW ENGLAND DEPARTMENT OF GEOGRAPHY AND PLANNING

GREAT EXPECTATIONS

HOUSING PREFERENCES OF OWNER-OCCUPIERS IN SINGAPORE

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I certify that the substance of this thesis has not already been submitted for any degree and is not being currently submitted for any other degree.

I certify that any help received in preparing this thesis, and all sources used, have been acknowle lged in this thesis.

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Kok-Yang Tan February 1997

To

Lee Boon,

Toh Liang and Ching Yin.

PREFACE & ACKNOWLEDGEMENTS

Home is a name, a word, it is a strong one; stronger than magician ever spoke, or spirit ever answered to, in the strongest conjuration.

Charles Dickens (1812–70), Martin Chuzzlewit, ch. 35, p.1844.

The idea of embarking on this research on housing first originated from one of my early childhood encounters. Back in the early 1960's when as an inquisitive boy of around seven years old, I came up in a poor family being evicted from their rental flat in my hometown, by some officials from the then housing authority. What had occurred before my eyes was almost incomprehensible. Growing up later, it was my mother who explained to me that the family was evicted as it did not pay the rent for the flat.

The incident had nonetheless instilled in me, a very deep rooted message - that of the importance of having one's own house - a place one could regard as home. As there is currently a lack of local research on private housing at postgraduate level, and coupled with my keen interest in environn ental issues, 'housing preferences' became a natural choice of topic for doctoral research. As part of the research programme, I visited Indonesia, Malaysia, Thailand ard Brunei as well as Myanmar, Hong Kong, and Australia. At each place visited, I keenly observed how the people lived in an effort to understand the housing situation in these countries.

While this study has provided the with new and useful insights, I was originally apprehensive of the mammoth tasks ahead of me. Fortunately, with the help of my supervisor, Associate Professor Tony Sorensen, the outcome is a study that serves as a useful testimony to all those who are interested in the study of housing. I am indeed indebted to Tony for taking a keen interest in my research and for his relentless effort in encouraging me to get on with my work. His prompt replies to my queries and his often constructive criticism acted as essential impetus in writing this thesis. His positive feedback and constant encouragement, on the other hand, acted as ongoing sources of inspiration throughout my candidature. I am very grateful to Tony for the assistance and advice he has given me. I hereby extend my utmost and sincere thanks to him.

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Many other people have helped in the writing of this thesis.

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I am grateful to Herb Weinand, who despite his busy schedule, commented on the statistical methodology which I proposed. His professional assistance in this aspect made data analysis an easier task.

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In Singapore and Malaysia, many individuals and organisations have also contributed to the completion of this research.

First and foremost, I extend my thanks to Prof. Lim Lan Yuan, Head of the Department of Building and Es ate Management of the National University of Singapore for his assistance in providing me with references and seminar papers pertinent to the research. Thanks are also extended to Dr. Oon Yu Hock of the University of Malaya for providing useful insight into Ph.D. research when I visited the university in 1993. At the polytechnic, my former colleague, Sin Guek, the head of the reference section of the Library was very helpful in searching for the relevant books and literature for this work.

My best friend, William Kin Kyu from Myanmar, had assisted in data analysis. William devoted many hours of h s precious time to discuss with me on the various aspects of data analysis and preser tation. I appreciate his help greatly and would like to extend my thanks and best wishes to him and his family. William's sister in law, Mrs. Khin helped out with the data entry.

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I am just as grateful to my former colleague, Miss Tan Kim Yang, who, despite her busy work schedule in the private sector, painstakingly proof read the first draft of the thesis. Certainly, her cheerful ma mer and her humorous remarks on my writing had made working with her so much more interesting. I would also like to thank Mick Stevens, Head of Studies at the A Istralian International School in Singapore for proof reading the final draft of the thes s. Mick is a former Co-Ordinator for English for

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As for the field work, my final year students at the Polytechnic (1993/94), in particular Mary Ong, Irene Ng and Helen Choo Siew Luan were a great source of help, not forgetting the many respondents during the actual survey and fellow colleagues at the Singapore Polytechnic and friends during the pilot survey.

Several staff members of the Urban Redevelopment Authority, Land Office, Singapore Institute of Surveyor; and Valuers and the National University of Singapore must be thanked for their help in providing the much needed information on housing.

Certainly, my two young children, Toh Liang and Ching Yin have been constant sources of enjoyment, hope and love for me. They had to bear with my constant absence while pursuing this doc oral research and especially when I was alone in Armidale for my residencies. Or course, I must also thank my mother-in-law for helping me and my wife to look after our children when I was away in Australia and when my wife was at work. Her quiet disposition and untiring love for all of us had undoubtedly enable us to concent ate on our work. Finally, writing this thesis is only possible with the positive and unceasing support, devotion, understanding, and love of Lee Boon, my wife and confidant. Our common interest in housing has made writing this thesis all the more meaningful and enjoyable. For her and the children this thesis is dedicated.

ABSTRACT

In tandem with increasing affluer ce, more and more Singaporeans are aspiring to own private housing. There exists a vast literature in the field of real estate, particularly on public housing and especially on topics concerning price movement, supply and demand, and investment. However, none at doctoral level investigate housing preferences in Singapore. Furthermore, there is also a growing need to further understand the many aspects of private housing. This study, therefore documents and explains the housing preferences of owner occupiers in an attempt to fill this gap.

The study begins by emphasizing how rising affluence among the people leads to aspirations by the people to own private housing. It goes on to document the evolution of private housing in Singapore from as early as the 1920s to the present day. A household survey was carried out to gather primary data for statistical analysis. The latter chapters outline the conceptual housing preferences models and present findings on housing preferences and satisfection of owner occupiers. One of these findings is that environmental attributes are of utmost importance to owner occupiers. This study also reveals that owner occupiers are more satisfied with their housing units than with their neighbourhood and that 99-year leasehold housing remains unpopular with owner occupiers.

The various approaches in managing rising aspirations of the people to own private housing are also discussed. Indeed, this study shows that current approaches are very much influenced by government policy. Aspects of housing such as environmental and locational considerations examined in this thesis are of interest to private sector developers and designers. Of course, these aspects take into consideration the specific housing preferences of the owner occupiers highlighted in this study. These include among many other factors, the preferences of the owner occupiers for privacy, security and environmental factors such as peace and ventilation, all of which are unveiled in this study.

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ABBREVIATIONS

ASEAN The Association of Southeast Asian Nations
CIDB Construction Industry Development Board

CPF Central Provident Fund.

DCD Developmen Control Division
DGP Developmen Guide Plan
EC Executive Condominiums

EDB Economic Development Board
ENV Ministry of the Environments

HDB Housing and Development Board

HUDC Housing and Urban Development Corporation
JLW Jones Lang 'Wootton Consultants Pte Ltd

LTA Land Transport Authority

MCD Ministry of Community Development
MND Ministry of National Development

MOL Ministry of Labour

NIC
Newly Industrialized countries
NIEs
Newly Industrialized economies
NTU
Nanyang Technological University
NTUC
National Trade Union Congress
NUS
National University of Singapore

PAP People's Action Party

PCD Pollution Control Department

PMV Predicted Mean Vote

PPD Predicted Percentage of Dissatisfied

SISV Singapore Ir stitute of Surveyors and Valuers

SIT Singapore Improvement Trust

SPSS Statistical Package for Social Sciences

TDB Trade Development Board

URA Urban Redevelopment Authority

VAL Values And _ifestyles