Housing Delivery Test 2019 Results

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Background

Government requires that Local Planning Authorities have 3 key elements in place, in order to retain control and direct development:

- 1. An up to date Local Plan
- 2. A 5 year housing land supply position in excess of 5 years' worth
- 3. 'Pass' the Housing Delivery Test

Government serious about **housing supply & delivery**



Local Housing Need (LHN)

Government ambition to build 300,000 homes per year by the mid 2020's

- Revised NPPF Introduced a Standard Method for calculating LHN. There are Two inputs:
- 1. ONS Household Projections
- 2. ONS Affordability Ratio

The BCKLWN LHN is 555 new home p.a



350,000 Additional homes to Additional homes to reach 300,000 reach 300,000 300,000 300.000 ordability uplift 250,000 266,000 Household Homes per year 200,000 Affordability uplift. **Projections** 214,000 222,000 Household 100,000 **Projections** 165,000 150,000 50.000 Government ambition Standard Method (Sep 2017) Standard Method (Sep 2018)

Figure I: Homes per year generated by standard method - September 2017 and September 2018

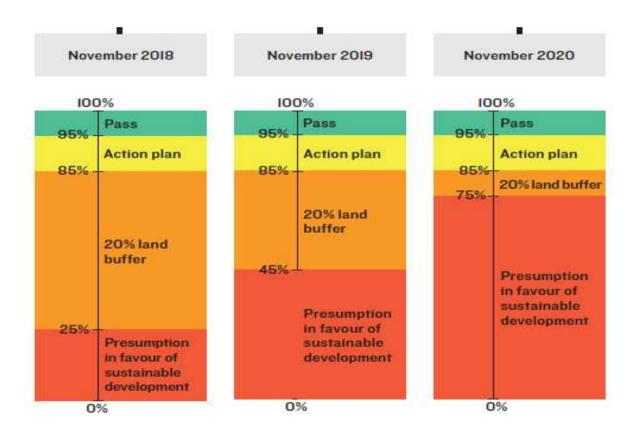
HDT What is it?

Source: Lichfields analysis

- The HDT is a monitoring tool the Government will use to demonstrate if local areas are building enough homes to meet their housing need
- Measures how many new homes delivered over the past 3 years against how many new homes should have delivered
- Relatively New and Hard Hitting: high thresholds and severe penalties King's Lynn &



HDT Levels



- Results to be published Nov each year (ish!)
- Position/result fixed until the following results published



BCKLWN HDT 2018 Results

Area Name	Number of homes required			Total	Number of homes delivered			Total	Housing	Housing
	2015-16	2016-17	2017-18	number of homes required	2015-16	2016-17	2017-18	number of homes delivered	Delivery Test: 2018 measureme nt	Delivery Test: 2018 consequenc e
King's Lynn and West Norfolk	499	500	448	1,447	505	412	401	1,318	91%	Action plan

- 91 % = Action Plan
- Need to attempt to <u>Significantly Boost housing supply</u>
 <u>& delivery</u> or else the presumption is engaged



HDT Past Need?

Financial year of three year rolling Housing Delivery test period	Version of the household projections	Annual average taken of years (Table 406)	Year 1	Year 10	Growth	Annual Average
2015/16	2012- based household projections	2015-2025	64,893	69,883	4,990	499
2016/17	2012- based household projections	2016-2026	65,395	70,396	5,001	500
2017/18	2014- based household projections	2017-2027	65,486	69,968	4,482	448
Total		1,447				

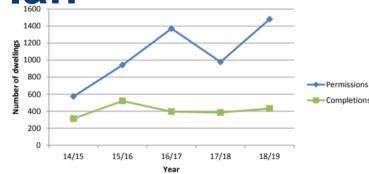
- LHN looks forward not backwards
- To address this the HDT Rule Book explains
- The LHN figure is phased in



BCKLWN HDT Action Plan Permissions Vs Completions

Explores:

- National and local contexts
- Current housing land supply position
- past housing delivery



It:

- Outlines the many proactive measure the BC is currently taking to ensure new homes are delivered
- Provides a detailed analysis of the housing trajectory schedule and other data sources

Based upon the above, set out a series of appropriate actions necessary to increase both supply and delivery of new homes in the future

https://www.west-

norfolk.gov.uk/info/20079/planning_policy_and_local_plan/753/housing_delivery_test_hdt_petierr*oplar



Actions

Ongoing:

- · Build out of Borough Council sites which are allocated, have planning permission or funding
- · Continue to proactively work towards bringing forward the West Winch Growth Area
- Implement the Actions set out in the Borough Council Custom and Self-Build Action Plan, including providing opportunities for and raising awareness of this method of delivery
- Consider reducing the time given to planning permissions in light of the Housing Delivery
 Test result and future five year housing land supply positions
- Take decisions according to Local Plan and NPPF to provide clarity, certainty and consistency
- Continue to provide support for those communities wishing to prepare a Neighbourhood Plan for their area and if appropriate support neighbourhood plan allocations
- Member Training
- · Proactively monitor permissions and completions

Short term (1 -2 Years):

- Local Plan review. Prepare this in a timely fashion and provide the opportunity for a balanced portfolio of sites in terms of size, location and Greenfield / brownfield.
- Produce a new Strategic Housing Marketing Assessment (SHMA)
- Produce a new whole Local Plan viability study
- Norfolk Strategic Planning Framework continue to support this and the strategic housing delivery study
- Local Plan Task Group to consider sites which appear to have stalled (rated red)
- Borough Council to consider another phase of Rural Exception Sites (affordable housing)
- Borough Council to carry out its functions with regard to its established housing company and seek to provide further housing within the Borough
- Borough Council to carry out is functions as a Registered Provider and consider directly provide affordable housing
- Review the Housing Delivery Test Action Plan

Medium term (2 - 5 years):

- Borough Council to consider delivering more homes both on own land and consider other options
- Work across the County with other authorities, as part of the Norfolk Strategic Planning Framework and through any follow up work that arises from the NSPF Housing Delivery Study

Long term (5 years +):

. Once the Local Plan review has been adopted commence work on a new Local Plan



BCKLWN HDT 2019 Results

Area name	Number 2016-17	of homes 2017-18	required 2018-19	Total number of homes required		of homes of		Total number of homes delivered	Housing Delivery Test: 2019 measurement	Housing Delivery Test: 2019 consequence
King's Lynn and West Norfolk	500	448	556	1,504	412	401	432	1,245	83%	Buffer

MHCLG published the HDT 2019 results, 13/02/2020. They were due in November, I would guess delayed due to the election etc... As above the BCKLWN result for 2019 is **83%.** This means:

- We have 6 months to <u>update our Action Plan</u> (13/08/2020) including progress on the actions within
- A 20% buffer is now applied in our 5Yr housing land supply calculation. Consequently 8.42 goes down to 7.37 years' worth of supply
- Note this will change as we will re-asses the position based upon the 2019/20 FY
- We also have the publication of financial data and the HHP's this year
- Note that from next year, and onwards, if the result dips <u>below 75% the 'presumption in favour of</u> <u>sustainable development' is engaged</u>
- Indicatively this FY's (2019/20) completions should be higher, however the number of homes required over the 3 year period increases



Going forward

- The Gov. have yet to decide how Local Housing Need (LHN) should be calculated going forward as it is currently based upon the 2014 HHP's (published in 2016). We have since had the 2016 HPP's but have been formally told through the NPPF/PPG to ignore these. What happens when the 2018 HPP's are published this year? NPPF revision?
- 2019/20 on course achieve 555+ completions
- Likely that the HDT Results for 2020 will be higher than 2019
- Could see the need for just the Action Plan





Going forward

Really need all of this in combination.

- BC to continue developing/ building out sites
- Continued BC intervention on sites (NORA, WW, ACP)
- Need to create a planning policy framework that is conducive to ensure a continuous supply of smaller windfall sites
- Need our 2016 SADMP Allocations to not only gain PP but crucially start to be built out





