### Huw Edwards Barton Willmore

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# **HBF PLANNING CONFERENCE** OBJECTIVE ASSESSMENT



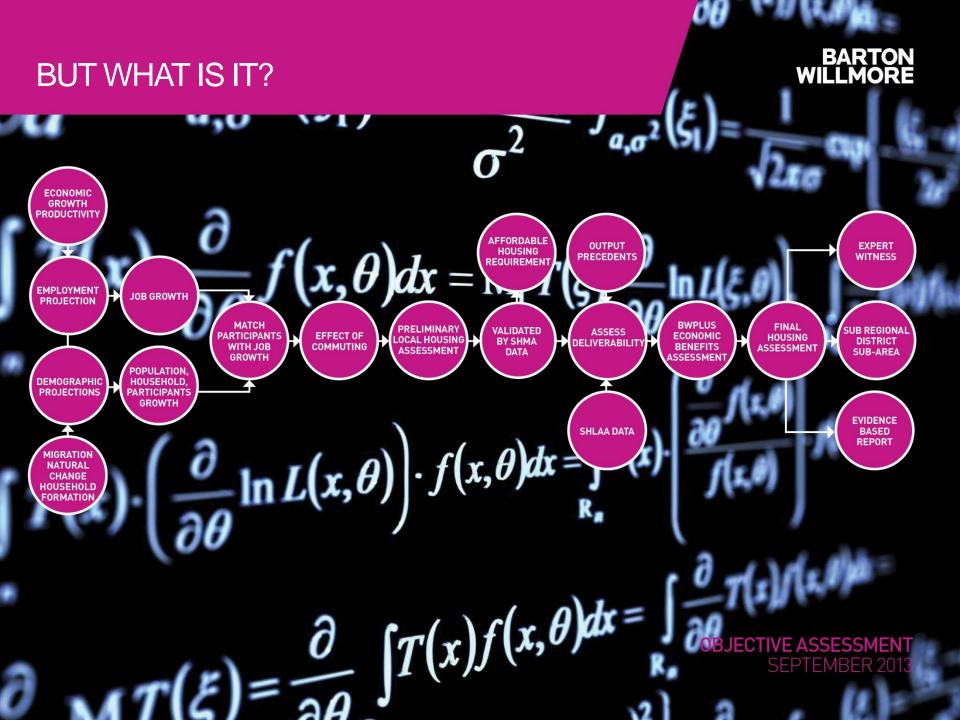
Huw Edwards, Barton Willmore / September 2013

### **OBJECTIVE ASSESSMENT**

#### Housing

159. Local planning authorities should have a clear understanding of housing needs in their area. They should:

- prepare a Strategic Housing Market Assessment to assess their full housing needs, working with neighbouring authorities where housing market areas cross administrative boundaries. The Strategic Housing Market Assessment should identify the scale and mix of housing and the range of tenures that the local population is likely to need over the plan period which:
  - meets household and population projections, taking account of migration and demographic change;
  - addresses the need for all types of housing, including affordable housing and the needs of different groups in the community (such as, but not limited to, families with children, older people, people with disabilities, service families and people wishing to build their own homes); and
  - caters for housing demand and the scale of housing supply necessary to meet this demand;
- prepare a Strategic Housing Land Availability Assessment to establish realistic assumptions about the availability, suitability and the likely economic viability of land to meet the identified need for housing over the plan period.



### NUMBERS, NUMBERS



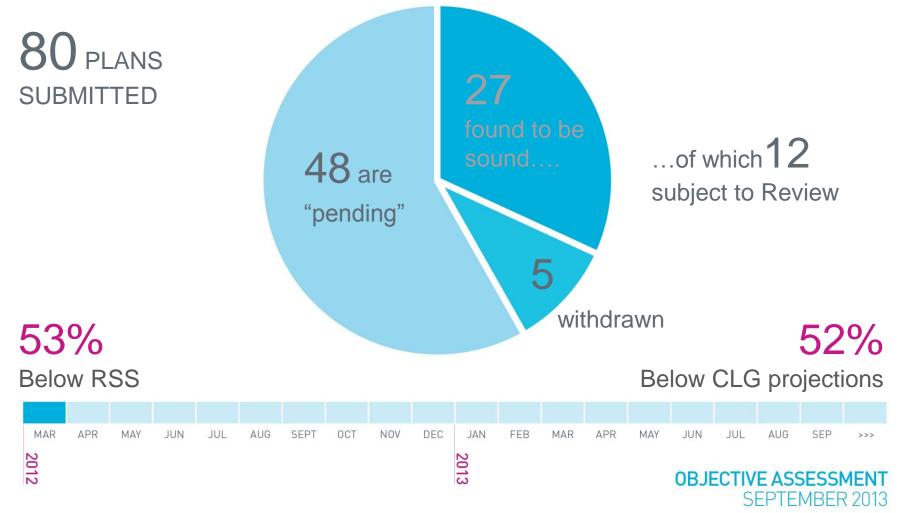


**OBJECTIVE ASSESSMENT** SEPTEMBER 2013

### MARCH 2012 – NPPF PUBLISHED



In the 18 months since NPPF...



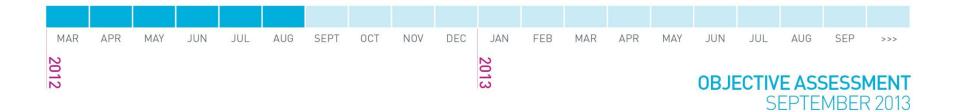
### THE EARLY DAYS (FIRST 6 MONTHS)



- RSS's still in place NPPF in its infancy
- Period of transition
- LPA "benefit of doubt"

"...Plan must be regarded as being unfortunately caught in the transitional period between the long contemplated demise of RSSs....and the emergence of the NPPF as the sole higher tier guidance for the preparation of Local Plans."

- "positive plan-led process"
- Early/Partial reviews



### THE MIDDLE MONTHS (SEPT '12 – MAR '13)



- WMS: Planning for Growth "muscular localism"
- Growth & Infrastructure Bill

We have a simple choice. We can decide to ignore the misery of young families forced to grow up in tiny flats with no outside space. We can pass by on the other side while working men and women in their twenties and thirties have to live with their parents or share bedrooms with friends. We can shrug our shoulders as home ownership reverts to what it was in the 19th century: a privilege, the exclusive preserve of people with large incomes or wealthy parents. Or we can accept that we are going to have to build on previously undeveloped land and resolve that we will make these decisions locally and build beautiful places like we used to." Housing the Next Generation, Nick Boles MP, 10 January 2013

- Approaching demise of RSSs
- Approaching 12-month anniversary of NPPF



### THE MIDDLE MONTHS (SEPT '12 – MAR '13)



- Increasing concerns re: Objective Assessment
- Some strong decisions

   (suspensions at Rushcliffe, North West Leicestershire, Ribble Valley and South Somerset)
- High Court Challenge North Somerset

JUN

JUL

AUG

SEPT

OCT

DEC

2013

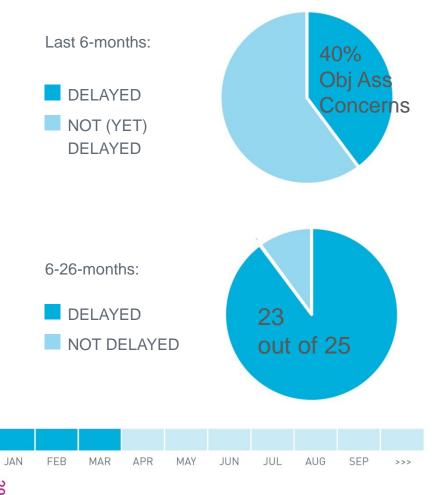
NOV

MAR

2012

APR

MAY





### THE LAST 6 MONTHS (APR - SEPT '13)

#### BARTON WILLMORE

- Final RSSs now revoked
- 12-month Anniversary passed
- Growth & Infrastructure Act
- Increasing rate:

MAR

2012

APR

MAY

- LPs being submitted
- S78 & High Court recognition of Para 159
- Minsters still on message
- Latest PINS = "sound or not"
- National Planning Practice Guidance

JUL

AUG

SEPT

OCT

JUN

DEC

NOV





### Spoke too soon?

- Thundersley, Essex (June 2013)
- 0.7yrs HLS vs. GB
- Inspector vs. SoS
- Now heading to Courts

- Hunston Properties High Court Judgement
- 05 September 2013
- RSS vs. Objectively Assessed Need
- Paras 29-31: GB = policy-led









### **OBJECTIVE ASSESSMENT: GOING FORWARD**

#### BARTON WILLMORE

- "How Many Homes"
- Para 159 vs Para 14 point: meeting the need unless the adverse impacts that would significantly and demonstrably outweigh benefits.
- ZNM = RIP

MAR

2012

APR

MAY

- NPPG: step-change?
- Inter-relationship with Economic Assessment

JUN

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JAN

2013

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**OBJECTIVE ASSESSMENT** 

SFP

SEPTEMBER 2013

>>>

Assessing development needs:

- What is the purpose of the assessment of housing and economic development needs guidance?
- What areas should be assessed?
- What methodological approach should be used?
- How should the current situation be assessed?
- What are the key outputs?



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# BARTON

#### BARTON WILLMORE

	<b>STAGE 1:</b> Identify Housing Market Area	
<b>STAGE 2:</b> Demographic Analysis	<b>STAGE 3:</b> Employment Analysis	<b>STAGE 4:</b> Market Signals Analysis
Needs assessment starting point projection	Employment change projections	Prevailing market conditions (price and quantity indicators)
Implications for working age population	Matching working age population to employment change	Deviation from comparator market areas
Starting point population and household structure	1st justification to adjust starting point projection	2nd justification to adjust starting point projection

#### STAGE 5: Bringing it all together

How many people, how many households, how many homes Type, size and tenure of new homes

#### STAGE 6: Households in Housing Need and Affordable Housing Need

Number of net new homes required to meet backlog need in full Number, type, size and tenure of new affordable homes requirement

#### STAGE 7: Strategic Housing Market Assessment Report

Overall housing requirement (newly arising and backlog need) Implications for housing land supply and Duty to Cooperate



#### BARTON WILLMORE

#### **STAGE 1:** Identify Housing Market Area

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#### STAGE 5: Bringing it all together

STAGE 6: Households in Housing Need and Affordable Housing Need

**STAGE 7:** Strategic Housing Market Assessment Report

#### • Stage 2:

- demographic evidence as starting point

- measure projected change in working age population

• Stage 3:

- compare with projected job growth

- increase working age population and housing requirement to match

• Stage 4:

- assess market signals – price and quantity

- compare/identify divergence

 increase housing requirement to address market signals

**OBJECTIVE ASSESSMENT** 

SEPTEMBER 2013

#### BARTON WILLMORE

	<b>STAGE 1:</b> Identify Housing Market Area			
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Strategic I	<b>STAGE 7:</b> Housing Market Assessme	ent Report		
Overall housing requirement (newly arising and backlog need) Implications for housing land supply and Duty to Cooperate				

Stage 5:
 provides a first cut on inform future needs

#### • Stage 6:

- examines unfulfilled need
- consequences of past delivery; and
- concealed households

**OBJECTIVE ASSESSMENT** 

**SEPTEMBER 2013** 

• Stage 7: - brings it all together

### ECONOMIC ROLE OF HOUSING: REGIONAL



• Economic growth – now integrated with housing:

"Where the supply of working age population (labour force supply) is less than the projected job growth, this will result in unsustainable commuting patterns and could reduce the resilience of local businesses. In such circumstances, plan makers will need to consider increasing their housing numbers to address these problems."

- South East LEP
- 250-300,000 new jobs
- 6,000 dpa short
- £60bn at risk



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### ECONOMIC ROLE OF HOUSING: LOCAL

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- Large Strategic sites
- 200-500 unit schemes
- Even 20-100 units
- Settlement specific





#### Household Growth

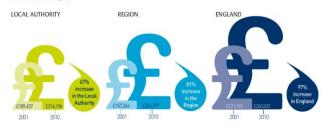
HOUSEHOLD GROWTH IN THE LOCAL AUTHORITY BETWEEN 2011-2021 Source: CLS 2011 Interim Household Projections



Employment Profile JOB GROWTH IN THE LOCAL AUTHORITY BETWEEN 2000-2011 Source: NOMIS



Average House Price Index HOUSE PRICE BETWEEN 2001-2010 COMPARISON Source: CLG/Land Registry



HOUSEHOLD GROWTH COMPARISON



JOB GROWTH COMPARISON



Local Region England Authority Increase in jobs from 2001 to 2010



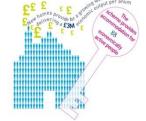
ADDITIONAL NEW HOMES BONUS



JOBS CREATED DURING CONSTRUCTION



ADDITIONAL LABOUR FORCE AND ECONOMIC OUTPUT ON COMPLETION



#### **OBJECTIVE ASSESSMENT** SEPTEMBER 2013

### Four to Watch



Fort

Cooling 1

BARTON

### Going Forward?

# BARTON

- Positive movement
- Greater understanding of Objective Assessment
- Recent High Court Cases
- May 2015 approaching...
- Housing need will not decrease
- 2011-based figures hide 175,000 households
- "Prime Minister is clear that they should be saying "yes to homes"!

But are the numbers likely to be any more appealing...?





# Let's hope so!



