# JudithAshton Associates

Opening the door to your planning and development needs

> Friday 13<sup>th</sup> January 2023 656/A3/JJA

Planning Policy Canterbury City Council Military Road Canterbury CT1 1YW

By Email

Dear Sirs

## Re: Regulation 18 Draft Canterbury District Local Plan (October 2022) Representations on behalf of Redrow Homes South East

I write with reference to the above. I act for Redrow Homes South East who have various interests within the district, including land at Cockering Farm, Thannington, Hoplands Farm, Hersden and the former Herne Bay Golf Course. All are strategic allocations in the Adopted Development Plan that have been carried over as saved policies, Policy SP3 (4, 6 and 11) refer.

Having regard thereto, we have the following comments on the Regulation 18 Draft Canterbury District Local Plan (October 2022), and associated evidence base, especially the Sustainability Appraisal.

## 1 The Housing Requirement, Supply and Trajectory and Policy SS3

## 1.1 Local Housing Need and the Minimum Housing Requirement

1.1.1 As the Council has correctly identified in Policy SS3 of the draft Plan the starting point for determining the Local Housing Need ("LHN") is the Government's Standard Method. The figure of 1,252 dpa<sup>1</sup> reflects the Standard Method figure applicable at this moment in time, and therefore accords with the advice set out in the PPG<sup>2</sup>.

1.1.2 It is however important to note that the LHN figure is a minimum starting point, and it does not produce the Housing Requirement<sup>3</sup>.

1.1.3 The PPG<sup>4</sup> goes on to consider the circumstances where it might be appropriate to plan for a higher housing need figure than the Standard Method indicates. Such circumstances can include:

- Instances where housing need is likely to exceed past trends; and
- Where the authority agrees to address unmet need arising from neighbouring authorities.

1.1.4 The PPG is not exhaustive in its examples as to what may be a sound reason for considering an uplift. Matters such as a high affordability ratio that is following a rising trend, along with significant affordable housing need, and of course the importance of ensuring an adequate buffer to cater for under supply, or instances where the Plan strategy fails to deliver as expected, are all sound reasons for considering an uplift.

<sup>&</sup>lt;sup>1</sup> See calculation in section 2 of the Development Topic Paper

<sup>&</sup>lt;sup>2</sup> Housing and Economic Needs Assessment section of PPG - Paragraph: 008 Reference ID: 2a-008-20190220 Revision date: 20 02 2019

<sup>&</sup>lt;sup>3</sup> Housing and Economic Needs Assessment chapter of the PPG – Paragraph: 002 Reference ID: 2a-002-20190220 Revision date: 20 02 2019

<sup>&</sup>lt;sup>4</sup> Housing and Economic Needs Assessment chapter of the PPG – Paragraph 010 Reference ID: 2a-010-20201216 Revision date: 16 12 2020

1.1.5 In the context of the above we note that the SA in section 5.3 and appendix E has looked at three options for housing growth:

The Preferred Option - 1,252 dpa (31,300 dwellings over the LP period 2020-2045); Alternative option 10% increase - 1,377 dpa (34,425 dwellings over the LP period 2020-2045); and Alternative option 20% increase - 1,502 dpa (37,550 dwellings over the LP period 2020-2045).

1.1.6 Table 5.2 of the SA sets out a summary of the appraisal of the alternative housing growth options, with a more detailed matrix containing commentary of the scoring contained in Appendix E. It's clear from table 5.2 that the preferred option and one that is 10% above the standard method scored identically in all ways bar sustainability objective 14, para 5.3.16 of the SA suggesting that: *'There is greater uncertainty with regards to health and sustainable communities (SA Objective 14) given the additional housing requirement under this option.'* 

1.1.7 Having regard to the above there does not appear to be any real justification for not taking this option forward- para 5.3.22/23 merely suggesting that: '*There is currently no robust evidence to justify an alternative methodology and include a 10% or 20% uplift in the standard method figure as proposed under the alternative options.*'

1.1.8 The above belies the evidence base and the various reasons why an uplift to the LHN should be considered further, as summarised in the commentary below.

1.1.9 The reasons for uplifting the LHN should be set into two categories, firstly those that indicate an uplift is required for the District itself and secondly any uplift that might arise from meeting unmet need from neighbouring authorities.

## <u>Affordability</u>

1.1.10 Canterbury is an inherently unaffordable place to live as acknowledged at para 6.1 of the Reg 18 Plan.

1.1.11 To this end, we note, when looking at the ONS 'House Price to Workplace-Based Earnings Ratio - March 2021' that the ratio of median house price to median gross annual workplace-based earnings by local authority district, England and Wales, 1997 to 2021 indicates that the ratio of median house price to median gross annual workplace-based earnings in CCC has increased significantly over the past 10 years from 7.53 to 12.86<sup>5</sup>.

1.1.12 The rapid increase in the affordability ratio is clear evidence of the lack of housing delivery that has taken place over the last 10-year period within the District. Simply providing for the LHN as calculated through the Standard Method will only slow the rate of decline in affordability. For an improvement in the affordability situation to occur, decisive action is required through the provision of more housing over and above the LHN.

1.1.13 The matter of affordability alone clearly indicates that the Council should be planning for more than the minimum LHN.

<sup>&</sup>lt;sup>5</sup> ONS House price to workplace-based earnings ratio – March 2022 – tables 5c & 6c

https://www.ons.gov.uk/peoplepopulationandcommunity/housing/datasets/ratioofhousepricetoworkplacebasedearningslo werquartileandmedian

## Affordable Housing Need

1.1.14 Linked to the issue of affordability is the significant need for affordable housing identified in the District. A symptom of a rising affordability ratio is the fact that more members of society are priced out of the open market and consequently require affordable housing in one form or another. Again, the Council acknowledges this in the Draft Plan and in the Housing Needs Assessment (SNA) September 2021 that accompanies the consultation pack.

1.1.15 The 2021 SHMA assessment shows an annual need for 308 rented affordable homes and 156 affordable home ownership homes in CCC, a combined average of 464 affordable dwellings per annum, which equates to 37% of the total LHN. Whilst we understand the Council are proposing an affordable housing policy requiring 30% onsite provision, this will only be triggered for those sites that meet the qualifying criteria. It is therefore highly unlikely that the affordable housing need will be met. Given the decreasing trend in terms of affordability set out above, the gross affordable housing need of 464 dpa is highly likely to increase over the plan period, leading to an increase in the net shortfall and in turn a higher number of people in need and on the Council's housing waiting list. Indeed table 6.6 of the Development Topic Paper makes it clear that when the completions and secured<sup>6</sup> units are deducted from the Local Plan period requirement, there is a need for a further 9,601 affordable units across the plan period.

1.1.16 In the context of the above we note that according to table 4.1 of CCC Authority Monitoring Report (AMR) (April 2021) CCC have over the past 7 years, only delivered 770 affordable completions. An average of 77 affordable completions per annum. We also note that this figure, as set out below is just 17.78% of total completions. Even if one assumes an average of 20%, this suggests that the plan would need to deliver over 2,320<sup>7</sup> dpa to meet the identified affordable housing needs of the District.

|                                       | 11-12 | 12-13 | 13-14 | 14-15 | 15-16 | 16-17 | 17-18 | 18-19 | 19-20 | 20-21 | Total              |
|---------------------------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|--------------------|
| Net additional dwellings <sup>8</sup> | 624   | 524   | 475   | 285   | 296   | 417   | 446   | 405   | 528   | 330   | 4,330              |
| Total affordable dwellings            | 144   | 121   | 70    | 40    | 50    | 48    | 45    | 56    | 139   | 57    | 770 <sup>9</sup> , |
| % of total                            |       |       |       |       |       |       |       |       |       |       | 17.78%             |

|--|

1.1.17 Whilst we are not advocating this level of growth, the above demonstrates the need for an uplift to the LHN figure to boost the supply of open market and affordable homes and thus help address the affordable housing needs of the District. Said approach would also reflect strategic objective 1 of the Plan '*To provide high quality homes for everyone, including affordable housing as part of mixed sustainable communities*', and SA objectives 10.1, 10.2 and 10.3:

'10.1 Promote increased access to affordable housing

10.2 Support the timely delivery of market and affordable housing

<sup>&</sup>lt;sup>6</sup> Includes units secured through S106 agreement, granted planning permission and other agreements  $^{7}$  100/20 x 464 = 2,320

<sup>&</sup>lt;sup>8</sup> The completions table in appendix B of the AMR incorporates residential, student and care home provision. The figures used in table 1 are the residential completions only to provide a fair comparison with affordable provision

<sup>&</sup>lt;sup>9</sup> We note these figures differ from those set out in DLUHC Affordable housing supply statistics 2020-21 – see table 1011C <u>https://www.gov.uk/government/statistical-data-sets/live-tables-on-affordable-housing-supply</u> which suggests affordable housing completions of 813 dwellings over the period 2014/15 – 2020/21.

10.3 Support the provision of homes which cater for existing and future residents' needs and the needs of different groups within the community'

1.1.18 The SA in reviewing the merits of the alternative growth options appears to have paid little regard to these fundamental points.

#### Past Under Delivery

1.1.19 Whilst we note the addendum to CCC AMR, published in January 2022 suggests that the Council is able to demonstrate a 5-year housing land supply for the period 01/04/20 to  $31/03/25^{10}$ , we also note that the HDT results for 2021, as published in January 2022 were not so positive – as set out below

#### JAA table 2 - Result of 2021 Housing Delivery Test

| Area       | Numbe<br>require |             | homes       | Total<br>number<br>of | Numbe<br>deliver |             | homes       | Total<br>number<br>of | Housing<br>Delivery Test:<br>2021 | Housing<br>Delivery Test:<br>2021 |
|------------|------------------|-------------|-------------|-----------------------|------------------|-------------|-------------|-----------------------|-----------------------------------|-----------------------------------|
|            | 2018-<br>19      | 2019-<br>20 | 2020-<br>21 | homes<br>required     | 2018-<br>19      | 2019-<br>20 | 2020-<br>21 | homes<br>delivered    | measurement                       | consequence                       |
| Canterbury | 900              | 824         | 599         | 2,323                 | 444              | 602         | 463         | 1,509                 | 65%                               | Presumption                       |

1.1.20 We further note that CCC housing delivery has over the past few years been somewhat mixed, with the Council failing to meet their annual housing requirement in 3 out of the last nine years, which has led to a deficit that suggests that there has been a record of under delivery that should be addressed by an uplift to the LHN figure.

## JAA table 3 – History of housing delivery in CCC as set against the adopted LP requirement 2014/15 – 2021/22

| Year    | Requirement <sup>11</sup> | Delivery <sup>12</sup><br>(gross) | Shortfall | Cumulative<br>shortfall against |
|---------|---------------------------|-----------------------------------|-----------|---------------------------------|
| 2011-12 | 500                       | 655                               | +155      | +155                            |
| 2012-13 | 500                       | 597                               | +97       | +252                            |
| 2013-14 | 500                       | 641                               | +141      | +393                            |
| 2014-15 | 500                       | 554                               | +54       | +447                            |
| 2015-16 | 500                       | 594                               | +94       | +541                            |
| 2016-17 | 800                       | 422                               | -378      | +163                            |
| 2017–18 | 800                       | 1,119 <sup>13</sup>               | +319      | +482                            |
| 2018-19 | 800                       | 444                               | -356      | +126                            |
| 2019-20 | 800                       | 597                               | -203      | -77                             |

 $<sup>^{10}</sup>$  The addendum AMR suggests a supply of 5.30 for the period 01/04/20 to 31/03/25 (a surplus of 351 above the requirement).

<sup>&</sup>lt;sup>11</sup> Policy SP2 of the adopted development plan encompasses a stepped housing requirement of 500dpa between 2011 and 2016 and 800dpa thereafter

<sup>&</sup>lt;sup>12</sup> The completions table in appendix B of the AMR incorporates residential, student and care home provision. The figures used in table 3 are the sum of these figures using the appropriate ratios

<sup>&</sup>lt;sup>13</sup> 679 of these were student accommodation

| 2020-21                      | 800   | 474 <sup>14</sup> | -326 | -403 |
|------------------------------|-------|-------------------|------|------|
| 2021-22                      | 800   | 463               | -337 | -740 |
| Total                        | 7,300 | 6560              | -740 |      |
| Annual average delivery rate |       | 596dpa            |      |      |

#### <u>A Buffer</u>

1.1.21 In considering the appropriate housing requirement for the Draft Plan it is necessary to ensure that the Plan remains sufficiently flexible to respond to changes in circumstance across the Plan period.

1.1.22 Whilst we note that the SA has assessed two alternative housing growth options to that advocated in the draft plan, we do not feel this adequately addresses the issues raised above or looks to address the issue of unmet needs from adjacent authorities – see below.

1.1.23 Given the issues identified above that are affecting the District, and have a material impact on housing need, we feel that at the very least a buffer should be built into the housing requirement for the Plan. Introducing a buffer into the housing requirement would ensure that the Council plans positively for the future in a manner that at least meets the minimum LHN but also provides an uplift to reflect the acute affordability problem and in turn the rising affordable housing need. Given the time horizon of the plan (to 2045), the Council should also consider the need for flexibility to be built into the strategy so that it can be resilient to unforeseen changes that may occur during the latter years of the plan period.

1.1.24 Given the above we consider that at the very least a buffer of circa 10% (i.e. circa 3,000 additional dwellings over the plan period) should be added to the LHN to ensure the Plan proceeds on a robust footing.

#### Unmet Need

1.1.25 We note that para 1.17 of the Reg 18 Plan indicates that:

'The council continues to work closely with its neighbouring authorities on a range of strategic planning matters and has established mechanisms in place to ensure effective and ongoing cooperation and joint working on cross boundary strategic matters. Statements of common ground have been prepared with all adjoining authorities, setting out the shared position that each authority intends to meet its development needs in full within its administrative area'

1.1.26 We also note that para 1.7 of the HNA indicates Canterbury District is considered to be a self-contained housing market area, and that section 4 of the Duty to Cooperate Compliance Statement, in reviewing the engagement and outcomes of cooperation on strategic issues, in particular housing need, advises that having worked together with neighbouring LPAs at HMA level to plan strategically for housing provision, an agreement has been reached that each LPA plans to meet its own housing needs within its own administrative boundary. It goes on to advise that SOCGs have been agreed between the neighbouring LPAs on the matters of housing market areas and meeting housing needs; and that all Councils have agreed to prepare their own Strategic Housing Market Assessment (SHMA) and also to meet their housing needs in full within their own

<sup>&</sup>lt;sup>14</sup> We note that the HDT figure for 20-21 is 599, the AMR says 474 and the development topic paper says 591 in table 6.4 so clarity is required

administrative area. Appendix A of the Duty to Cooperate Compliance Statement then provides Statements of Common Ground (SoCG) with Ashford, Dover, Folkstone and Hythe, and Swale, and a separate SoCG is provided with Thanet. All the SoCG effectively say the same thing – that the parties agree that there is no material overlap between the HMA centred on Canterbury, and the HMA for the relevant authority, and as such the HMAs are fully contained within the relevant authority areas for the purposes of plan making, and that it is agreed that each party will meet its own housing needs. Whilst noting the content of these SoCG, we also note many were agreed in the Spring of 2021 and that in order to demonstrate that the consultation with adjacent authorities has been effective, continuous and ongoing, and the requirements of the Duty to Cooperate (DtC) or its potential successor have been addressed in terms of the overall housing requirement, these will need to be updated and reviewed regularly if they are to be relied upon. We also note that the Development Topic Paper acknowledges in para 2.3 that a Canterbury focused HMA covers parts of Thanet and parts of Dover (albeit not the district's main settlements).

1.1.27 Only through a rigorous approach to the issue of the DtC will the Council be able to demonstrate that its housing requirement is right, and that the spatial strategy is correct in its approach to growth, including the release of land within the AONB.

## Conclusions on the Housing Requirement

1.1.28 Whilst recognising that the Council has worked from the correct starting point, which is the minimum annual LHN calculated by reference to the Standard Method i.e. 1,252 dpa, the PPG is clear in that the LHN is only the starting point.

1.1.29 There are a range of factors relevant to the calculation of the housing requirement for the Draft Plan that the Council needs to consider when arriving at its overall housing requirement. These include

- The inherent lack of affordability and the increasing affordability ratios;
- The poor levels of affordable housing delivery, and attendant increasing need for affordable homes; and
- The importance of including a buffer above the LHN to ensure adequate housing delivery particularly given the Council's historically poor track record of delivery as set out above.

1.1.30 When these factors are properly scrutinised, they demonstrate clear and rational reasons as to why there should be an uplift to the LHN. Having regard to the above Redrow believe that at the very least the plan should provide for the LHN + **a 10% buffer** to ensure the Plan proceeds on a robust footing. This would lead to an annual housing requirement of **1,377dpa**. Setting the housing requirement at this level would significantly improve the affordability situation within the District and would deliver more affordable homes for those members of the community in the most need.

1.1.31 It is clear from section 5.3 and appendix E of the SA that the sustainability effects of this higher number are little different to those of the preferred option, and that there is nothing to demonstrate that this can't be delivered. Equally, if the higher-level scenario advocated above cannot be accommodated within the District the Council could then explore through the DtC, or successor alignment policy, whether any of its neighbours could assist, which is of course another important area of work that the Council does not appear to have done.

## 1.2 Housing Supply

1.2.1 Nowhere in the Reg 18 Plan is there a trajectory setting out how the housing requirement will be met or a rolling five year housing land supply maintained. The Development Topic Paper at table 6.4 merely indicates that the housing supply comprises the following:

| Draft Local Plan Annual Requirement         | 1,252  |                                   |
|---|--------|-----------------------------------|
| Draft Local Plan Requirement 2020-45        | 31,300 |                                   |
| Total Completions from 2020/21              | 591    |                                   |
| Residual Requirement                        | 30,709 |                                   |
| Existing Planning Permissions <sup>15</sup> | 2,295  | 7.5% of the residual requirement  |
| Saved Allocations from 2017 Local Plan      | 11,970 | 39% of the residual requirement   |
| Draft Proposed Allocations <sup>16</sup>    | 13,035 | 42.5% of the residual requirement |
| Windfall Allowance <sup>17</sup>            | 3,446  | 11.2% of the residual requirement |
| Total Land Supply                           | 30,746 |                                   |
| Surplus                                     | 37     | 0.1% of the requirement           |

1.2.2 Whilst noting the above and having regard to CCC's current position on their 5-year Housing Land Supply (HLS), given the past record of under delivery it is important that the Council maintains a robust and rolling 5-year supply going forward. This will necessitate a front loading of delivery focussed on sites that are able to come forward early and deliver quickly, which in reality will be the small to medium sites of 10 – 250ish dwellings. To this end, whilst para 1.16 of the Reg 18 Plan infers that this will be facilitated through extant consents, this needs to be demonstrated more evidentially within the next iteration of the Plan. Equally the Council must ensure that it has the required clear evidence to demonstrate that completions will be delivered when expected. At present no trajectory is provided within the evidence base, and as such there is nothing to demonstrate when the proposed allocations will deliver and how this integrates with existing commitments to provide for a rolling 5-year HLS going forward. Whilst we note that appendix E of the AMR is a Housing Land Supply Statement that within its own appendices includes data on the phasing of the Strategic and Housing Allocation, Extant Planning Permissions, and Small Site Windfalls, it is not for consultees to piece this together to create a trajectory. The Council should.

1.2.3 In the context of the above we would suggest that the Council consider whether a buffer of say 10% should be applied to the existing commitments category to take into account any potential non-delivery/ delay in delivery of the dwellings contained within this category which is over 14,000 dwellings<sup>18</sup>/46% of the projected supply. If this is not to be used, then the Council need to undertake a more detailed critique of the proposed commitments to ensure what is being put forward is truly deliverable within the plan period. Either way we believe this would generate the need to find land to accommodate circa 1,000 (+) dwellings. Furthermore, whilst noting the information on windfall data in the Development Topic Paper, the windfall rate now advocated (170dpa) is considerably higher than that agreed by the previous Local Plan Inspector (138dpa<sup>19</sup>). We would remind the Council of the need to provide compelling evidence that the windfall trajectory is a reliable source of supply, in accordance with para 71 of the NPPF. The information contained in the Development Topic Paper merely relies upon a headline review of past windfall delivery rates without any analysis of expected future trends so goes nowhere near to meeting the evidence test required by the NPPF.

## Conclusions on the Housing Supply

1.2.4 Having reviewed the component parts of the Housing Land Supply that is relied upon to meet the Councils minimum housing need, we consider that:

<sup>&</sup>lt;sup>15</sup> This includes residential as well as older persons' and student accommodation appropriately ratioed

<sup>&</sup>lt;sup>16</sup> This includes older persons' accommodation precautionarily ratioed at 1.8

<sup>&</sup>lt;sup>17</sup> 170 per year for the last 20 years, and 46 for year 5 (just 1 year) due to the continued impacts of Stodmarsh water quality concerns

<sup>&</sup>lt;sup>18</sup> 2,295 + 11,970 = 14,265

<sup>&</sup>lt;sup>19</sup> See para 6.8, table 6.2 and para 6.21 of the Development Topics Paper

- 100% reliance on all current commitments (existing allocations and permissions) is not justified and that a 10% buffer should be introduced to allow for non-delivery/ slower than expected delivery – especially of the larger sites and their planning history to date i.e. 1,426 dwellings;
- Whilst the proposed housing sites may deliver the quantum proposed within the plan period, this is subject to all of said sites being found acceptable by the Local Plan Inspector, such that a contingency may be sensible – see below.
- The proposed windfall allowance is not based on a credible evidence base and is not justified. At 11% of the residual requirement, it is a significant part of the overall supply and needs to be reviewed to ensure a realistic approach is adopted at Reg 19.

1.2.5 As a result of the above, and whilst noting the 'over supply' of 37 dwellings, we would recommend that rather than a buffer of just 0.1% in the housing supply, the Plan should be looking to provide a buffer of at least 5% of the residual requirement (1,535 dwellings) to address our concerns about the commitments and windfalls. This would ensure that the plan is able to accommodate any fluctuations in the market/ to improve the prospect of delivering the minimum housing need.<sup>20</sup>

## 2 The Spatial Strategy and Strategic Objectives of the Draft Plan

## 2.1 The Spatial Strategy

2.1.1 We note that the preferred spatial strategy comprises:

- Canterbury Urban Area which will be the principal focus for development in the district.
- Whitstable and Herne Bay Urban Areas which will be a secondary focus, where development will be principally driven by the need for new infrastructure including schools and improved transport connectivity.
- A new freestanding community which will be pursued to meet a proportion of growth.
- Proportionate development which will be allocated at all Rural Service Centre at a suitable scale which supports the function and character of the settlement.
- A limited amount of growth which will be allocated at Local Service Centres, where suitable sites are available, at a suitable scale which supports the function of the settlement.
- No residential development in the countryside.

2.1.2 Whilst we support this spatial strategy in principle, we do, despite what is said in sections 5.6 of the SA, have reservations about the deliverability of the proposed new freestanding community at Aylesham and its associated impact on the AONB, but leave that for the Council to justify.

## 2.2 The Strategic Objectives

2.2.1 We note that Policy SS1 includes in section 4 the desire for all development across the district to incorporate measures to deliver 20% Biodiversity Net Gains in line with Policy DS21. We comment upon Policy DS21 below and would ask that these comments are taken into account in considering the policy approach being promoted in Policy SS1 as well. Likewise, we note that section 5 of Policy SS1 requires development of 300 (+) dwellings to incorporate a minimum of 20% tree cover across the site. Again, we comment upon this when addressing Policy DS21 below and would ask that these comments are taken into account in considering the policy approach being promoted in Policy SS1 as well.

<sup>&</sup>lt;sup>20</sup> Paragraph 74 of the NPPF talks about a 5% figure as being appropriate to ensure choice and competition in the market, and in our opinion a buffer of 5% is not unreasonably high in relation to the housing needs of the District

2.2.2 In addition to the above, we note that Policy SS2 indicates in section 2 that all development should be designed to achieve net zero operational carbon emissions. We comment upon this issue when addressing Policy DS21 as well and would ask that these comments are taken into account in considering the policy approach being promoted in Policy SS2 as well.

2.2.3 Furthermore, we note that Policy SS4 refers in section 2(g) (iii) to the '*new A2 access to the Kent and Canterbury Hospital and links to the A28 at Thanington*'. This element of Policy SS4 refers to policies C5 and C10 of the Reg 18 Plan We comment on policies C5 and C10 below and would ask that our comments on policies C5 and C10 are taken into account in considering the policy approach being promoted in Policy SS4 as well.

2.2.4 Finally we note that Policy SS4 indicates that 'Where new or improved infrastructure is needed ahead of development taking place, the council will use appropriate mechanisms to actively manage the release of land for housing and other development.'. This is we have to say somewhat vague and needs further clarity to be effective. To this end we note that Policy DS7 (Infrastructure delivery) suggests that; 'Where critical infrastructure such as transport improvements, strategic environmental mitigation or utilities provision is required ahead of development, either as a whole, or separate phases of development, the council will use planning conditions to manage the release of land for development in line with the agreed infrastructure delivery programme. All types of infrastructure connections to existing footpaths and cycleways should be delivered prior to occupation.' This is we believe a more precise approach, albeit we are concerned about the infrastructure providers capacity to deliver when required of them. We say this as it is often the infrastructure providers who are the cause of delay. Contributions can in some cases be held or pooled by them for a considerable time whilst the associated project receives the necessary consents and is delivered. To actively tie the delivery of sites to the delivery of the required infrastructure improvements, or as is suggested to front load it could seriously delay the delivery of much needed housing and prejudice the Council's ability to maintain a rolling five year housing land supply.

2.2.5 Thus, whilst Redrow believe it is laudable of the Council to set clear requirements that necessary infrastructure must be provided at the right time to address the impacts of development, and note that each site allocation has within its policy approach a section on phasing and delivery which in effect clarifies what is required and when, they fear that anything linked to the provision of utilities would effectively require the development industry to be able to demonstrate that a third party (the infrastructure provider) will deliver when required of them – which we just can't do – all we can do is agree the timing of the infrastructure payments and then leave the matter with the infrastructure provider to deliver.

## 3 Site Specific representations on the proposed allocations in Canterbury – Policies C5 and C10 and the associated SA of their implications

3.1 Policy C5 (South West Canterbury), indicates that the Four allocated sites (Policies C6 to C10) will amongst other things help to deliver 'the South West Canterbury Link Road with a new A2 junction and connections to A28 at Thanington'. Policy C10 goes on to advise that not only will land be safeguarded for the provision of a new South West Canterbury Link Road, as identified on the policies map, but in part 2e that the connection between Hollow Lane and the A28 at Thanington, will be through proposed allocation Site C7 and Site 11 (as allocated under Policy SP3 of the Canterbury District Local Plan (2017)). Part 3 of Policy C10 then goes on to indicate that 'Land within Site 11 (SP3) will be required to facilitate the connectivity between Site C7 and the A28 at Thanington.'

3.2 In addition to the above the sites identified within Policies C6, 7 and 8 are all required to ensure their masterplans coordinate with proposals for neighbouring sites, where appropriate, including Site 11 (as allocated under Policy SP3 of the Canterbury District Local Plan (2017)), and that site C9 gains its primary access via Site 11 (as allocated under Policy SP3 of the Canterbury District Local Plan (2017)).

3.3 Within the context of the above appendix 1 of the Reg 18 Plan acknowledges that Policy SP3 (site 11) is a saved policy, whilst appendix G of the SA (the Appraisal of Site Allocations and Alternatives) indicates within its appendix A (Sites not included) at Table A.2 that site SP3 11 of the 2017 Local Plan was not included within this SA as it has '*Planning permission and under construction*'

3.4 Site 11 of policy SP3 of the 2017 Local Plan comprises two elements – that known as the Pentland site and that at Cockering Farm. The latter is controlled by Redrow, has outline planning permission for the development of up to 400 dwellings and associated facilities (CA/17/00519/OUT refers), an approved masterplan (CA/20/02130 and CA/22/02238 refer) and approved access and spine road (CA/21/00765 refers).

3.5 Having regard to the above we object to the traffic strategy being promoted in Policies C5 and C10 for the provision of the South West Canterbury Link Road as shown on the South West Canterbury Strategic Development Area Concept Masterplan south of Cockering Road. It has not been demonstrated that the link road shown south of Cockering Road is financially viable or justified in the supporting material.



3.6 Notwithstanding the above we note that the approved spine road and accessing arrangements at Cockering Farm are compatible with the aspirations shown indicatively on the South West Canterbury Strategic Development Area – Concept Masterplan for the new link road north of Cockering Road.

## 4 Other Proposed Housing Policies

4.1 In addition to our comments on polices C5 and C10 above, we would also like to comment upon policies, DS1 (Affordable Housing), DS2 (Housing Mix), DS6 (Sustainable Design), DS7 (Infrastructure Delivery), Policy DS17 (Habitats of International Importance), DS21 (Supporting Biodiversity Recovery), DS24 (Publicly Accessible Open Space and Sports), and DM11 (Residential Design). Taking each in turn:

## **DS1: Affordable Housing**

4.2 Whilst having no objection in principle to the provision of 30% affordable housing or the associated tenure split of 66% affordable rent, 25% first homes and 9% affordable ownership, we are concerned about the proposed housing mix to be delivered within the first homes for the reasons set out below in our comments on policy DS2 and would ask that the Council review this in the light of our comments. In addition, we note that policy DS1 also looks to see the affordable units dispersed throughout the site, avoiding large clusters, and integrating with the market housing. Whilst we appreciate and support the need to ensure integration and to create more balanced communities, that has to be weighed against the management objectives of the affordable provider, who often find small clusters to be inefficient, such that this requirement needs to provide for those instances where the affordable provider feels a different approach is justified in that particular instance.

## DS2: Housing Mix

4.3 In noting the unit mix proposed in policy DS2, we would in the first instance question the extent to which policy DS2 should look to be prescriptive on the market housing to be delivered in any one area. In our opinion the Council should recognise the need for flexibility, as per the NPPF and PPG, the fact that the needs of the area may well change over the lifetime of the plan, particularly as we are entering a period of uncertainty in the housing market, that different areas will inevitably deliver different forms of housing i.e. apartments within city centre locations and family housing in suburban areas; and that it is the combination of the two that will ultimately address the overall need.

4.4 In addition we would question the housing mix advocated for affordable home ownership, including first time homes. The housing mix requirements for new affordable housing as set out in policy DS2 is reproduced below

|        | Social or Affordable Rent | Affordable Home Ownership (including First Homes) |
|--------|---------------------------|---|
| 1 bed  | 29%                       | 7%  |
| 2 bed  | 30%                       | 22%   |
| 3 bed  | 28%                       | 51%   |
| 4+ bed | 13%                       | 20%   |

The suggestion, that so many affordable home ownership properties, including first time homes are 3 and 4 bed (+) properties is we feel likely to lead to issue of deliverability for First Homes.

4.5 Para 65 of the NPPF is clear in that 'Where major development involving the provision of housing is proposed, planning policies and decisions should expect at least 10% of the total number of homes to be available for affordable home ownership, unless this would exceed the level of affordable housing required in the area, or significantly prejudice the ability to meet the identified affordable housing needs of specific groups'. Whilst annex 2 of the NPPF defines 'discounted market sales housing' and 'other affordable routes to home ownership' as being at least 20% below local market value.

4.6 Para 2 of the planning practice guidance on First Homes (Reference ID: 70-002-20210524) makes it clear that:

a) a First Home must be discounted by a minimum of 30% against the market value.

b) after the discount has been applied, the first sale must be at a price no higher than £250,000 (or £420,000 in Greater London).

It goes on to explain that in Para 4 (ID: 70-004-20210524) that: 'the First Homes Written Ministerial Statement does give local authorities and neighbourhood planning groups the discretion to require a higher minimum discount of either 40% or 50% if they can demonstrate a need for this.' My emphasis.

4.7 Having regard to the above, the proposed unit mix advocated in policy DS2 will in our opinion be hard to deliver even at a 50% market value reduction given local values. Furthermore, the effects of delivering at this level of discount needs to be assessed in the viability appraisal to ensure it is achievable. Without any evidence to support the viability of this approach, said policy is totally unjustified.

4.8 In the context of the above we note that para 10.31 of the Viability Appraisal advises that: 'The analysis suggests that increasing the First Homes discount from 30% to 40% is likely to reduce the Residual Value by about £26,000/ha on greenfield sites and by about £70,000/ha on brownfield sites. Increasing the First Homes discount from 30% to 50% has a greater impact and is likely to reduce the Residual Value by about £52,000/ha on greenfield sites and by about £142,000/ha on brownfield sites. Whilst the Council does not currently plan to seek a greater discount than 30%, if it does, it may be necessary to reconsider viability.' My emphasis

4.9 We also note that policy DS2 requires proposals for more than 300 dwellings to consider whether there is an identified need that could be addressed proportionately on site for (a) Self and custom built housing; and (b) Build-to-rent housing; and suggests that any provision would form part of the market housing, not affordable housing. In noting the above we have to say it is in our opinion for the Council to quantify the self and custom built housing needs of the area, not developers to try and assess what they can deliver, and that before seeking to require large developments to provide a proportion of the homes delivered as self-build plots the Council will need to examine other opportunities for meeting the needs of those who want to self-build.

4.10 In the context of the above we note that as of April 2021, there were 31 entries on the Council's Self Build and Custom Housebuilding register, and that 22 had a local connection to the district. As the HNA (2021) indicates that the demand for self-build housing is less important when considered against the overall housing need figure; and that the type and size of housing requirement should be considered in the overall property mix we do not believe the aims and objectives of policy DS2 in this regard to be justified.

4.11 Under the Self Build & Custom Housebuilding Act 2015 and para 62 of the NPPF (2021), it is the Council's responsibility to ensure that sufficient permissions are given to meet demand. Further detail is provided in paragraph 57-014 of PPG with regard to the Council's duties and whilst this recognises that it should take account of self-build registers when preparing planning policies, it also outlines that consideration needs to be given by Councils to the disposal of their own assets in order to meet the need for self-build plots or whether self-build could support the regeneration of brownfield sites. A need for self-build plots should not automatically lead to a policy requiring their provision on larger sites. PPG also notes at paragraph 57-025 that local authorities should be encouraging developers and landowners to consider providing plots for self-build and custom house building but makes no reference to requiring their provision. The Government clearly sees the role of the local

authority as working to identify opportunities with developers rather than placing responsibility on to the development industry.

4.12 The Council will also need to consider whether it is feasible that all large sites deliver selfbuild plots. Often there are multiple contractors and large machinery operating on-site, and the development of single plots by individuals operating alongside this construction activity raises both practical and health & safety concerns. Any differential between the lead-in times / build out rates of self & custom build plots and the wider site may lead to construction work outside of specified working hours, building materials stored outside of designated compound areas and unfinished plots next to completed and occupied dwellings, resulting in consumer dissatisfaction<sup>21</sup>. Whilst some sites may be able to locate self-build plots in a manner that reduces these potential risks, on others this will be impossible with developers unable to co-ordinate the provision of self & custom build plots with the development of the wider site. Such concerns must be given full consideration by the Council when preparing any policies on self-build to be included in the Local Plan.

4.13 Given the above we would suggest that the Council review their requirements and are more explicit as to what they want, where and why, as at present policy DS2 does not look to be properly justified or effective.

4.13 We also note that part 5 (b) of Policy DS2 requires developments of 100 dwellings (+) to deliver a minimum of 10% bungalows. Whilst we note that the HNA highlights the high number of bungalows that exist within the district at present and the continued demand for this type of accommodation, especially to meet the needs of the elderly, single storey accessible accommodation can be provided in other forms, such as flatted development; whilst the delivery of M4(2) units will allow homes to be adapted if the need arises. As such a blanket 10% policy is not in our opinion justified or properly evidenced. Indeed, given the housing needs of the district and the desire to make the most efficient use of those greenfield sites that are to be allocated, the delivery of bungalow at what are often very low densities is we believe an inefficient and unsustainable use of land that is counter intuitive given the aims and objectives of the plan. We also note that no consideration has been given to the implications of this policy in the Viability Assessment. As such there is no justification for this part of Policy DS2 and it should be deleted. The needs of older people can be met without requiring the delivery of bungalows.

## DS6: Sustainable Design

4.14 We note that policy DS6 requires all new development to be designed to achieve a recognised calculated Net Zero operational carbon emissions standard such as those set by Passivhaus, Standard Assessment Procedure (SAP) and BREEAM; and proposals for 10 or more should be designed to achieve a per capita consumption of 90 litres per person per day.

4.15 With regard to the energy efficiency standards for new homes, Redrow supports the Government's approach set out in the Future Homes Standard. To this end we note that the Government have set out a clear roadmap as to how low carbon homes will, alongside the decarbonisation of the national grid, ensure that the Government can meet its commitments to net zero by 2050. The way forward being taken by the Government recognises that the improvements in energy efficiency of new homes should be a transition which ensures that new homes continue to come forward to meet housing needs whilst still being sufficiently challenging to significantly reduce the carbon emissions of new homes from 2025. As such, there is in our opinion no need for additional

<sup>&</sup>lt;sup>21</sup> The recent increases in build cost, which even for a large PLC have been significant, could also become a real issue for a self-build projects. Indeed this could result in those pursuing these projects running out of money and thus leaving half-finished dwellings sat within wider development sites and prejudicing the sale of properties located adjacent to them

standards to be placed on the development through additional Local Plan policies that vary from that required in national government guidance. Similarly the desire to achieve a maximum water consumption standard of 90 litres per person per day (lppd) is in our opinion totally unjustified and unsupported by the evidence base. The technical standards that can be introduced within Local Plans are set out in PPG and include higher standards with regard to water use. Where there is evidence to support their introduction, the Government allow local planning authorities to require a higher standard of 110 lppd in their Local Plans. Therefore, the proposed policy is inconsistent with national policy with no justification as to why such a low standard is necessary in Canterbury.

4.16 In addition to the above we note that section 4 of policy DS6 indicates that: '*The council will* prepare design codes and/or guides, as necessary, which reflect local character and design preferences and provide a local framework for creating distinctive places with a consistent and high quality standard of design.'

4.17 Whilst Redrow fully support the aims and aspirations of the National Design Guide and agree that well designed places influence the experiences we have in the places where we live, work, and spend our leisure time, they also believe that you cannot be too prescriptive about the design approach that should be adopted to a site when it is allocated. We say this because all sites differ – so no one approach will fit all, and because it is only when one gets into the detailed design process associated with the preparation of a planning application that conflicting issues can arise and a pragmatic approach has to be adopted. Any aspiration for design codes/ guides thus needs to be taken froward in detailed discussions with site promoters to ensure the practicalities of the requirements do not prejudice deliverability.

## DS7: Infrastructure Delivery

4.18 As set out in section 3 above, we note that Policy DS7 (part 7) sets out specific expectations where infrastructure is required in advance of development either in whole or part. As set out above we have serious concerns about the practicalities of this policy and thus its potential effectiveness when it comes to the upfront delivery of utilities / works required by statutory undertakers and would look to the Council to demonstrate that they have discussed this with the service providers and that the latter has the ability to deliver what is being suggested and when suggested.

4.19 We also note that para 6.15 of the Reg 18 Plan, in the preamble to Policy DS7 stated that: 'The Canterbury District Local Plan Viability Study (2022) has tested the viability of policies in this plan and has demonstrated that the plan as a whole is viable and deliverable. The council will therefore not accept further viability evidence from developers at the planning application stage other than in extremely limited circumstances.'

4.20 This approach is in our opinion both unreasonable and inappropriate. Unexpected issues can arise whilst an application is being determined that can affect its viability and as such its important the Council continue to accept viability assessments as part of the determination of future planning applications. Indeed, to refuse to do so could actively prejudice the deliverability of sites and thus the Council's housing land supply.

## Policy DS17: Habitats of International Importance

4.21 We note that part 7 of Policy DS17 requires developments of 300 homes located within the Stour Catchment, or where sewage from said development will be treated at a Wastewater Treatment Works that discharges into the River Stour or its tributaries will be required to provide its own high quality on-site wastewater treatment facilities with permit levels no greater than 0.1mg/l for

P and 15mg/l for N, together with an on-site SUDS design which removes a minimum of 50% of P and N from the surface water; and that developments of between 150 and 300 homes must examine all available opportunities for integrating high quality on-site wastewater treatment facilities within the site to minimise the levels of P and N associated with foul water from the site; and integrate an onsite SUDS design which removes a minimum of 50% of P and N from the surface water. As this policy was, we assume, drafted before the latest guidance from NE and the government's proposals requiring water companies to upgrade existing waste water treatment works by 2030, both of which look to address this issue, we assume it will now be revisited, along with the VA which does not appear to test the potential costs and thus implications of this approach. We would also suggest that said policy is also caveated to allow for variations to the proposed approach when agreed with NE as it is they who have raised this issue and are responsible for agreeing to the NN strategy accordingly.

#### DS21: Supporting Biodiversity Recovery

4.22 We note that Policy DS21 requires new developments of over 300 homes, to provide a minimum of 20% tree cover across the site, in line with the Council's Tree Strategy. This to us seems rather vague. In order to be effective policy DS21 needs to make it clear what this 20% relates to and how it is to be measured.

4.23 We also note that Policy DS21 requires all proposals for development, other than those exempt through national legislation, to demonstrate and deliver a minimum of 20% biodiversity net gain calculated using the latest Natural England biodiversity metric (or an alternative metric set out in legislation), and taking consideration of any national or local guidance on what values should be used.

4.24 We do not believe the Council should be seeking to set out a higher BNG requirement for development in Canterbury than that set out in the Environment Act 2021 i.e. a minimum of 10%. To look to achieve 20% BNG does not in our opinion meet the tests set out in paragraph 35 of the NPPF as it is not necessary to make the development acceptable in planning terms. As the Government note on page 9 of their response to the consultation on net gain, they considered 10% to deliver the right balance between "ambition, achieving environmental outcomes, and deliverability and cost to developers". Given Paragraph 177(d) of the NPPF states that planning policies should "minimise impacts on and provide net gains for biodiversity" if a development delivers the 10% minimum requirement by law it will ensure that paragraphs 177(d) of the NPPF is addressed as it will ensure a net gain. As such any level above this is not necessary to make a development acceptable in planning terms and cannot be made a requirement in the local plan<sup>22</sup>.

4.25 In the context of the above we recognise that the 10% BNG requirement in the Act is a minimum but believe it should be for the developer to decide whether they go beyond this figure not the Council. This is a position the Government also supports stating on page 9 of their response to the consultation on net gain that the 10% should not be a cap on the aspirations of developers who want to go further "voluntarily". It is also important to remember that it is impossible to know what the cost of delivering net gain is until the base level of biodiversity on a site is known and consequently what is required to achieve a 10% net gain<sup>23</sup>. On some sites this may be achievable on site with no

<sup>&</sup>lt;sup>22</sup> It is of note that in the December 2022 proposed changes to the NPPF the Government have not looked to specify a higher level of BNG than that advocated in the act.

<sup>&</sup>lt;sup>23</sup> All sites need to be considered on an individual basis as some will have a low baseline from which a 10 / 20 % net gain will be readily achievable, and others will start with a high baseline from which even a 10% net gain will be difficult to achieve. Not only will this then impact on a sites viability and what it can effectively achieve in unit numbers and associated infrastructure, but, without any offsetting policy in place, it could impact upon deliverability per say.

reduction in developable area, for others it may require a large proportion of it to be addressed offsite or a significant reduction in the developable area. This leads to the issue of offsetting. Without a network of identified sites for biodiversity enhancement and a mechanism to contribute towards these, many sites that are not able to achieve the 20% BNG requirement would be undeliverable. The suggestion in Appendix J (p47) of the SA that Policy DS21 bares no relationship with SA Objective 10 (To ensure the supply of high quality homes, which cater for identified needs) is thus misplaced and needs to be reviewed as until a fully costed and implementable biodiversity net gain/local recovery strategy is in place, a policy requiring more than 10% BNG cannot in our opinion be said to be justified and consistent with national policy.

## DS24: Publicly Accessible Open Space and Sports

4.26 The publicly accessible open space and sports requirements of policy DS24 are in Redrow's opinion very ambitious and go way beyond that normally required, such that the financial implications of providing this level of publicly accessible open space and sports provision needs careful consideration in both the VA and assessment of a sites overall development potential as it could impact on the number of sites required to be developed to meet the Council's housing requirement.

4.27 In the context of the above, we note that section 2 of policy DS24 requires developments of 7.5ha or greater to provide all typologies in full within the site. It is not clear if this relates to the residential development area or the entire site area and is a point that needs clarity in order to make the policy effective.

#### DM11: Residential Design

4.28 Again whilst having no objection in principle to Policy DM11, Redrow are slightly concerned about the detailed requirements of this policy, especially those associated with 2(b) and (d). The former requires minimum floor to ceiling heights of 2.4m for new build to allow for good internal daylighting, and the latter houses with more than one bedroom to be dual or triple aspect, to allow for good internal daylight levels and cross ventilation. In terms of the former we would seek clarification as to whether this applies to apartments; and in terms of the latter would ask that clarity is provided as to how this applies to terraced accommodation.

## 6 Conclusions on Reg 18 Plan

6.1 Whilst we recognise the fact that in calculating their housing requirement the Council has worked to the correct starting point which is a minimum annual LHN calculated by reference to the standard method of 1,252 dpa, we are concerned that the scale of growth proposed in Policy SS3 of the Reg 18 Plan is the minimum needed to meet the LHN. No regard seems to have been had to increasing this to address the affordability issues that prevail in the area, the affordable housing needs of the area. As the SA suggests that providing for 10% above the minimum LHN makes little difference when assessed against the sustainability objectives we would ask the Council to review their position in this regard.

6.2 Similarly we are concerned that no evidence has been provided to demonstrate how the housing requirement will be met or how a rolling five year housing land supply will be achieved. The deliverability of the existing commitments needs to be demonstrated more evidentially than it has to date. Likewise, the evidence needs to be provided to demonstrate that the proposed allocations will deliver the quantum of development suggested when expected; and the plan needs to encompass compelling evidence to support the windfall rates expected rather than rely on historic trends.

6.3 Turning to the spatial strategy, we object to the traffic strategy being promoted in Policies SS4, C5 and C10 for the provision of the South West Canterbury Link Road as shown on the South West Canterbury Strategic Development Area Concept Masterplan south of Cockering Road, as it has not been demonstrated that the link road shown south of Cockering Road is financially viable or justified in the supporting material.

6.4 We also have specific concerns about the strategic objectives of Policies SS1, SS2 and SS4, which interrelate to our concerns about policies DS1 (Affordable Housing), DS2 (Housing Mix), DS6 (Sustainable Design), DS7 (Infrastructure Delivery), Policy DS17 (Habitats of International Importance), DS21 (Supporting Biodiversity Recovery), DS24 (Publicly Accessible Open Space and Sports), and DM11 (Residential Design), all of which we do not believe to be properly justified or effective as drafted.

Yours sincerely



Judith Ashton Associates

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