

Agenda – Y Pwyllgor Newid Hinsawdd, Amgylchedd a Materion Gwledig

Lleoliad:	I gael rhagor o wybodaeth cysylltwch a:
Ystafell Bwyllgora 3 – Y Senedd	Marc Wyn Jones
Dyddiad: Dydd Mercher, 6 Tachwedd 2019	Clerc y Pwyllgor 0300 200 6363
Amser: 09.00	SeneddNHAMG@cynulliad.cymru

- 1 Cyflwyniad, ymddiheuriadau, dirprwyon a datgan buddiannau**
(09.00)
- 2 Cynnig o dan Reol Sefydlog 17.42(vi) i benderfynu gwahardd y cyhoedd o eitem 3 cyfarfod heddiw**
- 3 Fframwaith Datblygu Cenedlaethol Drafft 2020–2040 – Gwybodaeth**
(09.00–09.50) (Tudalennau 1 – 22)
Ludi Simpson, Ymchwil y Senedd, Cynulliad Cenedlaethol Cymru – Cymrawd Academaidd – Athro Anrhydeddus (Ysgol Gwyddorau Cymdeithas a Cathie Marsh, y Sefydliad Ymchwil Cymdeithasol) – Prifysgol Manceinion

Dogfennau atodol:

Papur Ymchwil

Papur Briffio – Ludi Simpson (Saesneg yn unig)

Papur Ychwanegol – Cymdeithas Swyddogion Cynllunio Cymru (POSW)
(Saesneg yn unig)

Egwyl: 09.50 – 10.00



4 Fframwaith Datblygu Cenedlaethol Drafft 2020–2040 – Sesiwn dystiolaeth 3 – Tai

(10.00–11.00)

(Tudalennau 23 – 30)

Ifan Glyn, Uwch Gyfarwyddwr Hwb a Chyfarwyddwr Cymru – y Ffederasiwn y Meistr Adeiladwyr

Mark Harris, Cynghorydd Cynllunio a Pholisi, Cymru – y Ffederasiwn Adeiladwyr Cartrefi

Matthew Dicks, Cyfarwyddwr, Sefydliad Tai Siartredig Cymru

Dogfennau atodol:

Papur – Ffederasiwn Adeiladwyr Cartrefi (Saesneg yn unig)

Papur – Sefydliad Tai Siartredig Cymru

5 Fframwaith Datblygu Cenedlaethol Drafft 2020–2040 – sesiwn dystiolaeth 4 – Datgarboneiddio

(11.00–12.00)

Mari Arthur, Cyfarwyddwr – Cynnal Cymru

Dave Chadwick, Athro Systemau Defnydd Tir Cynaliadwy – Prifysgol Bangor

6 Papur(au) i'w nodi

6.1 Gohebiaeth gan Gadeirydd y Pwyllgor Cyfrifon Cyhoeddus – Tlodi Tanwydd

(Tudalen 31)

Dogfennau atodol:

Llythyr

7 Cynnig o dan Reol Sefydlog 17.42 (vi) i benderfynu gwahardd y cyhoedd ar gyfer eitem 8 o'r cyfarfod heddiw

8 Trafod y dystiolaeth a ddaeth i law o dan eitemau 4 a 5
(12.00–12.15)

Mae cyfyngiadau ar y ddogfen hon

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Yn rhinwedd paragraff(au) vi o Reol Sefydlog 17.42

Mae cyfyngiadau ar y ddogfen hon

Climate Change, Environment and Rural Affairs Committee

Scrutiny of the draft National Development Framework 2020 -2040.

The Home Builders Federation is supportive of a plan-led system and of an additional tier of planning control linked to the regional agenda but would like to raise a number of concerns regarding the draft document currently under consideration.

Fundamentally, the document fails to acknowledge the role of the private sector in delivering the housing the country needs to support growth, particularly in respect to the cross subsidy that delivers a significant level of affordable housing in Wales. Further, it does not support the growth aspirations for Wales and in particular the City and Growth Deals in the South and North of Wales.

We would also ask the Committee to consider the following issues:

- The document lacks guidance on the role of private home builders in delivering the range of new homes Wales needs. New housing is only referenced under the heading of 'Affordable housing', where it states: '*We are committed to ensuring that new housing meets the needs of all members of society.*' before the going on to emphasise '*those unable to afford to buy on the open market.*'
- The document cites the recent Welsh Government housing need statistics but does not clarify that these are not housing supply targets. This important distinction was made by the Minister when the figures were released, and we would welcome confirmation and clarification in the NDF.
- The role of new housing in supporting economic growth is not adequately acknowledged in the draft document. This economic growth could play an integral part of the drive to create new employment opportunities linked to City and Growth Deals. The demographic likely to be employed in the modern high-tech industries that the Welsh Government aims to attract will require appropriate volumes and types of new housing.
- There appears to be a lack of ambition in the NDF in stating Welsh Government's obvious ambitions to enable growth. This is a missed opportunity, and an area where a pro-development commitment would be welcomed as a key factor in achieving these aspirations.
- The concentration of new development in existing urban areas and, in particular, Newport, is not supported by a robust evidence base, nor do capacity assessments point to this as a suitable proposition. Newport is heavily constrained by because of flood risk and the capacity of nearby road infrastructure, including the M4.
- Whilst PPW10 supports the potential for the development of new settlements in Wales, the NDF contradicts these ambitions by suggesting that '*Choosing to develop new towns and enabling*



sprawling greenfield development would be to ignore the untapped potential of places which already have town centres, universities and colleges, public transport infrastructure and a good range of public services.'

- A large number of the proposed policies require both the detail and the evidence base to be provided by the next tier of planning below, which is the Strategic Development Plan (SDP). Currently no SDPs have commenced in Wales following the Planning Wales Act in 2015 leaving an evidence void. There is also currently no guarantee or requirement for SDPs to be commenced or adopted. The most advanced SDP is the SE Wales proposal which recently issued a draft timeline suggesting adoption in 2025. This raises the question of what happens in the period between the NDF being adopted in 2020 and an SDP which at earliest would be 2025.
- The required increase in use of public sector land for new housing development raises concerns regarding deliverability across Wales, particularly when considering the Housing Minister's recent letter to LPAs requiring them to bring forward schemes of at minimum 50% affordable housing on public sector land. Such a high level of affordability raises questions over viability and therefore deliverability of new housing.
- The concept of a green belt has been included without any evidence to support its need or location. The policy also states that it 'must be' provided rather than considered. Green belts also differ slightly to many planning policies in that they are permanently protecting an area for 50 years and are very infrequently reviewed. Green belts were established to limit urban growth, yet the two green belts identified in the NDF are both within the areas identified for growth.

In summary, HBF believe that the critical issue with the draft NDF is the lack of support for the private house builder. Therefore, because that the plan does not provide any level of certainty for the private house building industry, the NDF is likely to result in a decline in the industry's future investment in Wales and a continued decrease in the level of new housing delivery overall.

Having reviewed the written evidence submitted to the Committee on the 24 October 2019 we note that a number of the issues we have raised above are supported by both Local Authorities and academics including:

- NDF should be more ambitious.
- Too focuses on setting the scene and outlining the expectations for Strategic Development Plans.
- Lack of urban capacity study to support push for urban growth.
- NDF should support potential for new settlements.
- Housing need figure needs to be clearly the starting point not a target.
- Constraints on development in Newport.
- Lack of evidence for green belt requirement.



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**Chartered
Institute of
Housing**
Cymru

The development and delivery of the National Development Framework for Wales

CIH Cymru inquiry response

The Chartered Institute of Housing (CIH) is the independent voice for housing and the home of professional standards. Our goal is simple – to provide housing professionals with the advice, support and knowledge they need to be brilliant. CIH is a registered charity and not-for-profit organisation. This means that the money we make is put back into the organisation and funds the activities we carry out to support the housing sector. We have a diverse membership of people who work in both the public and private sectors, in 20 countries on five continents across the world. Further information is available at: www.cih.org

In Wales, we aim to provide a professional and impartial voice for housing across all sectors to emphasise the particular context of housing in Wales and to work with organisations to identify housing solutions.

For further information on this response please contact
Matthew Kennedy, policy & public affairs manager
at the above address or email matthew.kennedy@cih.org

General Comments

CIH Cymru welcomes the opportunity to provide information to the Climate Change, Environment and Rural Affairs Committee as it undertakes an inquiry into the development and delivery of the National Development Framework for Wales.

Our response is informed by feedback from our members, our knowledge of the housing industry and expertise from our policy and practice teams.

CIH Cymru supports the development of Welsh policies, practices and legislation that aim to address the key housing challenges we face, to improve standards and supply, promote community cohesion, tackle poverty and promote equality. We promote a *one housing system* approach that:

- places the delivery of additional affordable housing at the top of national, regional and local strategies as a primary method of tackling the housing crisis;
- secures investment to ensure the high and sustainable quality of all homes in a sustainable framework;
- improves standards and develops the consumer voice within the private rented sector
- promotes the concept of housing led regeneration to capture the added value that housing brings in terms of economic, social and environmental outcomes;
- recognises that meeting the housing needs of our communities is a key aspect of tackling inequality and poverty;
- ensures that that there are properly resourced support services in place to prevent homelessness and protect the most vulnerable;
- uses current and potential legislative and financial powers to intervene in housing markets and benefit schemes;
- promotes consumer rights & tenant involvement;
- and supports the continued professional development of housing practitioners.

1. Introduction

- 1.1 The prominence of housing as a key feature of our infrastructure in Wales within the draft National Development Framework (NDF) is something we strongly welcome. As CIH Cymru we have continued to have a heavy focus, responding to the needs of our members and those communities in which they work, to creating stronger links between housing and other forms of infrastructure vital to people prosperity and quality of life.
- 1.2 We wholeheartedly believe that ‘the right to adequate housing’ should become a feature of our legislation and through progressive realisation ensure everyone in Wales is able to access a safe, affordable, secure home. To bring this vision to life, we have commissioned research alongside Tai Pawb and Shelter Cymru on how this right may be realised in practice.¹
- 1.3 We support the Minister’s ambition to increase the level of affordable homes delivered directly by local authorities, and housing associations underpinned by a positive planning environment that promotes healthy lives and greater well-being.

2. Housing and the NDF

- 2.1 We welcomed and have continued to be strongly supportive of the Welsh Government’s ambition to deliver 20,000 affordable homes within this Assembly term (2016-21). The NDF recognises that a shift is needed to address immediate demand whilst also looking ahead to how future demand will change. The upper limits of the Holman’s report suggested a need for around 4,200 homes per year in the social housing sector, 35 per cent of the annual yield of homes in Wales² in contrast to the 3,900 currently highlighted within the NDF. (Representing around 47 per cent of homes delivered over the next five years).
- 2.2 Whilst our expertise does not span all aspects of the NDF we have responded to those areas focussed on housing-related challenges in the following sections.

3. **Boosting supply:** Whilst the aim of increasing the supply of affordable housing is both required and sensible our members are concerned against the backdrop of the decarbonisation agenda that resources will become increasingly stretched, potentially compromising an increase in the delivery of affordable homes.

- 3.1 The affordable housing review has suggested several mechanisms to increase the amount of affordable homes the sector delivers within current resources, including:
- Flexible grant rates
 - A granular understanding of housing need
 - 5-year Affordable Housing Supply Partnerships
 - 5-year rent settlement
 - Establishment of a Land Division for utilising public land

¹ <https://sheltercymru.org.uk/wp-content/uploads/2019/07/RightToHousing-Full-ENG.pdf> (Accessed 25/10/2019)

² <https://sites.cardiff.ac.uk/ppiw/files/2015/10/Future-Need-and-Demand-for-Housing-in-Wales.pdf> (Accessed 28/10/2019)

- Supporting local authorities to increase the granularity of LDPs and Local Market Needs Assessments

- 3.2 We would welcome greater clarity on the links between the NDF and the implementation of the affordable housing review. We strongly believe that new mechanisms, yet to be fully implemented such as the Affordable Housing Supply Partnerships should include planning around infrastructure, planned in advance. This should include swift consideration in developing consistent principles for section 106 agreements (as advocated for by the affordable housing review panel) and a clear understanding of how value for money in utilising public land will be realised consistently in practice – against the backdrop of local authorities being under consistent and considerable financial strain.
- 3.3 Whilst there is an understandable focus on boosting affordable housing supply we know that of equal importance is increasing the quality of existing homes, across all tenures. One of the biggest challenges facing our members is the decarbonisation of existing homes. For those who manage some of Wales’s oldest homes there is a pressing need to consider cost, expertise and techniques for bringing homes up to the desired standard. We support and welcome the ‘Better Homes, Better Wales, Better World’ report and in particular believe the suggestion to create a 30-year decarbonisation plan, prioritising social homes and those in fuel poverty underpinned by cross-party support to be completely sensible.
- 3.4 There are considerable concerns however around how social housing providers can boost supply whilst investing so heavily in existing homes. Greater clarity is needed around when Welsh Government intends to undertake cost modelling and the level of support available to ensure targets for both boosting supply and improving existing homes can be achieved.
- 3.5 Further consideration is needed for private rented sector landlords, where according to the latest Welsh Housing Conditions Survey Data, is where the homes in the poorest condition exist. Without comprehensive support on a cross-tenure basis there is a real risk that the gulf in housing quality will only grow, creating inequality between tenures and their occupants respectively.
- 3.6 With the Welsh Government having recently consulted on an Off-Site Manufacturing (OSM) strategy for Wales there is increasingly an opportunity to consider how the OSM movement in Wales can be supported by the right infrastructure, and also have a huge impact on local employment and businesses. The NDF does not highlight OSM but we believe that if we are to achieve the desirable economies of scale, strong supply chains and procurement methods a plan of the NDFs length should feature ways to mainstream innovative forms of delivering homes at pace and scale.
- .4. Placemaking:** A key aspect of any effort to deliver any additional housing regardless of tenure should be how the process contributes to the placemaking agenda. We welcome that there is a clear and strong recognition of the elements that together combine to help people prosper where they live.
- 5. Affordability:** There are several forces that influence the affordability of housing in Wales, some of which are not, at present, within the Welsh Government’s gift to change. Universal Credit (UC) continues to have a huge impact of affordability in both the social and private rented sector. A report by Community Housing Cymru

sampling 29 housing association suggested that those tenants on UC are in around £1 million of rent arrears debt. Stark evidence has also been reported by the Trussell Trust whose data reflect that following 12 months of UC in an area, foodbanks saw a 52 per cent increase in demand compared to 13 percent in areas that had not yet gone live with UC.³

5.1 The issue is intensified by the freeze on Local Housing Allowance (LHA) rates that dictate the level of housing benefit a claimant can receive in an area to cover their rent. Work carried out by Sam Lister, Policy and Practice Officer at CIH, showed that in order to return rates to their correct level the Welsh Government would have to spend an additional £7 million, whilst mitigating another prohibitive measure; the bedroom tax, would cost £22 million. Whilst the powers to do both rest with the UK Government at present, an understanding of the issues are important in considering the forces that determine affordability of homes in Wales.

6. **Addressing stigma:** The NDF frames a comprehensive vision for infrastructure in Wales, where housing is rightly placed as a vital part of the jigsaw. From speaking to our members, we know that stigma and perceptions linked to social housing continues to be present, and at times, can act as a barrier to delivering sorely needed social housing locally.

6.1 Through our Tyfu Tai Cymru project we asked people what were the most important issues facing Wales:

- Housing and Homelessness were chosen by 25 per cent of the respondents – making **housing one of the top five issues**, chosen by more people than Defence, Education, the Environment or Crime.
- **60 per cent of respondents felt that it is a government responsibility** to provide housing to a decent standard and this was the majority view across all age groups and social grades.
- **72 per cent believe it people sleeping rough on our streets should be eligible for help**

6.2 We also asked people to consider who should be eligible for help from the state to meet their housing needs?

People sleeping rough on the streets	72%
Housed in temporary B and B accommodation, paid for by LAs	63%
Sleeping in shelters provided by charities	63%
Sleeping on a friends couch and moving on	45%
Have to live with parents as cannot afford to buy or rent on their own	21%

6.3 The support is particularly high amongst people renting privately or living in social housing and lower amongst home-owners. The survey then asked people their views on a series of statements about social housing. The answers to these questions revealed the divergence in opinion between people who live in social housing and people housed in other tenures. The first group have a much more positive opinion of the quality, safety and need for social housing than the latter.

³ <https://seneddresearch.blog/2019/03/18/universal-credit-in-wales-update/> (Accessed 25/10/2019)

Statement	Home-Owners	Private Renters	Social Housing Occupants
I would never want to live in social housing	47%	42%	9%
I would be happy to see more social housing built near my own home	26%	38%	69%
We need more social housing in my local community	35%	38%	63%
Social housing estates suffer from high levels of anti-social behaviour and crime	56%	58%	25%
Social housing is of a low quality	23%	37%	18%
Social housing is where we hide people with problems	30%	31%	16%

- 6.4 We would therefore urge the Welsh Government to reflect on how the negative attitudes to social housing can be both recognised and addressed through the NDF. We would be happy to provide greater detail around our data and further thoughts on how this could be taken forward in practice.

Mike Hedges AC
Cadeirydd
Y Pwyllgor Newid Hinsawdd, Amgylchedd a Materion
Gwledig
Cynulliad Cenedlaethol Cymru

29 Hydref 2019

Annwyl Mike

Adroddiad Archwilydd Cyffredinol Cymru: Tlodi Tanwydd

Rwy'n ymwybodol bod eich Pwyllgor yn cynnal ymgynghoriad ar dlodi tanwydd ar hyn o bryd, a bod sesiynau tystiolaeth lafar i gael eu trefnu ar gyfer tymor y gwanwyn 2020. Fel y gwyddoch, cyhoeddodd Archwilydd Cyffredinol Cymru ei adroddiad ar [Dlodi Tanwydd](#) yn ddiweddar ac rwy'n gobeithio y byddwch yn ystyried yr adroddiad hwn pan fyddwch yn cynnal yr ymchwiliad.

Yn gywir,



Nick Ramsay AC
Cadeirydd

