

Canterbury District Housing Delivery Test Action Plan (2020/21)



Contents

1. Introduction	
Background	2
Local context	2
Our HDT	3
2. Methodology	4
3. Root cause analysis	5
Delivery and supply	5
Completions	5
Brownfield vs greenfield	6
Housing allocations vs windfall	7
Housing land supply	8
Progress on allocated sites	9
Development management	10
Policy approaches and the new Local Plan to 2045	13
Direct delivery	15
Additional considerations	15
Legal challenges	15
Covid-19	16
Stodmarsh and water quality	16
4. Engagement responses	18
Factors aiding delivery	18
Factors delaying delivery	19
Other actions for consideration	20
5. Action plan	22
Key actions from the past 3 years	22
Appendices	24
Appendix A: Action Plan	24
Annendix B. Delivery Root Cause Analysis	32

1. Introduction

- 1.1. This document focuses on how the council, working with its partners in the public and private sector, can increase delivery of new homes to ensure we meet our housing needs in the future.
- 1.2. Based on delivery of new homes over the past three years (2018/19 2020/21) and stakeholder engagement the action plan identifies a variety of actions to improve delivery.

Background

- 1.3. The Housing Delivery Test (HDT), was introduced by the government in 2018 as an annual measurement to determine a local authorities' performance in terms of delivering housing to meet its needs. The HDT is a percentage measurement of the number of net homes delivered against the number of homes required over a rolling three year period.
- 1.4. If the HDT results show that housing delivery falls short of the housing requirement, then a series of sanctions will apply depending upon the level of shortfall:
 - Below 95% then an Action Plan must be published.
 - **Below 85%** then a 20% buffer should be added to the 5 year supply calculation and an Action Plan must be published.
 - Below 75% then there is a presumption in favour of sustainable development until
 the next HDT measurement results are released and an Action Plan must be
 published.

Local context

- 1.5. Canterbury District is located in north-east Kent and consists of 30,885 hectares. This includes the historic City of Canterbury, the coastal towns of Herne Bay and Whitstable, attractive countryside and 26 Parishes with some 41 villages.
- 1.6. The District has a rich historic and natural environment with internationally recognised sites including the UNESCO World Heritage Site comprising the Cathedral, St Augustine's Abbey and St Martin's Church; and Special Protection Areas (SPA), Special Areas of Conservation (SAC) and Ramsar designations.
- 1.7. The Kent Downs Area of Outstanding Natural Beauty covers about a third of the District to the south, as well as some 97 Conservation areas. The District is also extremely important for nature conservation with numerous national and locally protected sites.
- 1.8. The District is an important sub-regional employment centre in East Kent, and both tourism and education form an important part of the local economy. Canterbury has a strong service and education sector with five higher and further education institutions.

Our HDT

- 1.9. A housing target of 16,000 new homes between 2011-2031 is set out in the adopted Canterbury District Local Plan (CDLP) 2017.
- 1.10. The annual housing requirement is "stepped" meaning there is a requirement for 500 dwellings per annum between 2011-16, and thereafter a requirement for 900 dwellings per annum.
- 1.11. We achieved 65% for the 2020/21 HDT which, as well as previous years, is set out in Table 1.

Table 1: HDT results

Monitoring Year	HDT result
2017/18	117%
2018/19	87%
2019/20	87%
2020/21	65%

1.12. Table 2 identifies the number of homes required over the last three year period and the corresponding completion figures.

Table 2: HDT last three years housing requirement and completion figures

HDT	2018/19	2019/20	2020/21	Total
Housing requirement	900	824 ¹	599 ²	2,323
Total completions	444	602	463	1,509

1.13. By achieving 65%, the council is subject to the application of the presumption of sustainable development, and for the 5 Year Land Supply calculation the appropriate buffer is 20%. A HDT Action Plan was produced last year and this document provides a review and update.

¹ 2019/20 housing requirement figures have been decreased by 31 days (a month), by government to account for the country going into National Lockdown during March 2020. Further information is available from: https://www.gov.uk/government/publications/housing-delivery-test-2020-measurement

² 2020/21 housing requirement figures have been decreased by 122 days (4 months), by government to account for the COVID-19 pandemic. Further information is available from: https://www.gov.uk/government/publications/housing-delivery-test-2021-measurement

2. Methodology

2.1. This year's Action Plan will expand on the work and outcomes gathered through the process in previous years, based on the National Planning Policy Framework, Planning Practice Guidance, and guidance from the Planning Advisory Service.

2.2. Steps undertaken:

- 1) Root cause analysis Based initially on the work completed for the previous HDT Action Plan, evidence was gathered and analysed looking at factors potentially affecting housing delivery, also known as 'root cause analysis' (Chapter 3).
- 2) **Review of Action Plan** Last year's Action Plan was monitored to identify whether any of the actions were complete or not working as anticipated.
- 3) **Engagement** Developers, agents and applicants were engaged to gather their views on housing delivery within the district (Chapter 4).
- 4) **Update and publishing** The Action Plan was updated based on the previous steps and published.
- 5) **Implementation and monitoring** The Action Plan will be implemented by the relevant groups, and monitored to determine whether the actions are having an impact on housing delivery.

3. Root cause analysis

- 3.1. The council has, through engagement and assessment of evidence, undertaken a root cause analysis to understand the delivery picture in the district. More information on engagement is provided in Chapter 4.
- 3.2. The council has taken steps to improve housing delivery, and therefore much of the analysis of the root causes and barriers to delivery had already been undertaken. In the previous HDT Action Plan, five key categories were identified as affecting the delivery of housing within the district. These will form the basis of the root cause analysis within this chapter:
 - Delivery and supply
 - Development Management
 - Policy and the Local Plan review
 - Direct delivery
 - Additional considerations (including COVID-19, Stodmarsh and Legal Challenges)
- 3.3. The root causes and evidence gathered are set out in Appendix 2.

Delivery and supply

Completions

3.4. Table 3 shows housing completions (net), while Figure 1 compares the net housing completions against the stepped CDLP requirements.

Table 3: Net housing completions

Monitoring Year	Dwelling Completions	C2 Student	C2 Care homes	Total
2011/12	624	15	16	655
2012/13	524	105	-32	597
2013/14	475	156	10	641
2014/15	285	237	32	555
2015/16	296	275	23	594
2016/17	417	40	-35	422
2017/18	446	679	-6	1119
2018/19	405	7	32	444
2019/20	528	47	22	597
2020/21	330	117	27	474
Total	4,330	1,678	89	6,098



Figure 1: Net housing completions against the stepped CDLP requirements

- 3.5. Since the start of the CDLP period, in 2011/12, six of the ten years have delivered above the annual requirement for that year. And even though 2016/17, 2018/19 and 2019/20 are below the annual requirement, the council was still able to demonstrate a good record of delivery by achieving a HDT of 117% in 2018, and 87% in both 2019 and 2020.
- 3.6. In March 2020, in response to the global Covid-19 pandemic, lockdown started in England and therefore the construction industry stopped work. This had an impact on the number of completions in 2019/20 and 2020/21.

Brownfield vs greenfield

3.7. Once work has started on a site, brownfield sites can often build out quicker than greenfield³. While the 2017 CDLP allocated both greenfield and brownfield land approximately 11% of housing development was allocated on previously-developed land. However, the proportion of completions on previously-developed land is in excess of this, achieving over 50% every year since the start of the Local Plan period (2011) (Figure 2).

 $^{^3 \, \}underline{\text{https://citymonitor.ai/fabric/brownfield-land-quicker-develop-greenfield-cpre-research-suggests-so-1938} \, \underline{\text{and https://www.buildingtalk.com/blog-entry/building-homes-on-brownfield-sites-is-quicker-than-greenfield-land/properties}. }$

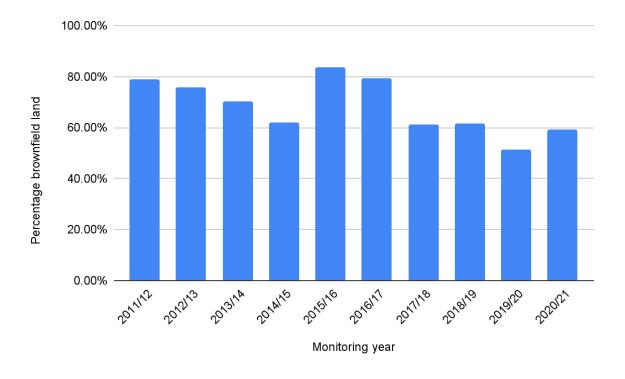


Figure 2: Percentage of dwelling completions on brownfield land

Housing allocations vs windfall

- 3.8. Of the 16,000 homes needed in the 2017 CDLP approximately 12,842 homes were allocated (80%), of which 11,360 homes were allocated on the 12 strategic sites forming 71% of the supply. A windfall allowance of 138 dwellings per year was demonstrated at examination (accounting only for small sites of less than 5 units).
- 3.9. Analysis of the past four years completion data highlights the importance of non allocated sites to meet the housing need requirement. This includes windfall sites, student accommodation, care homes and gypsy and traveller sites.
- 3.10. There was a year on year increase (2017 2020) in the proportion of the housing supply from allocated sites suggesting that the CDLP proposed stepped approach due to the long run-in times for large sites was accurate and now those large allocated sites are starting to progress. 2020/21 was the exception, however lockdown and social distancing requirements due to the Covi-19 pandemic is the likely cause.

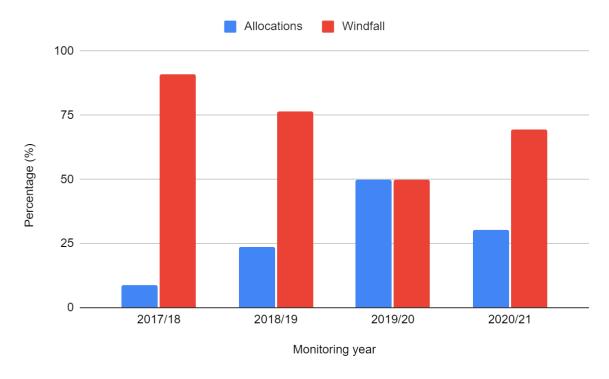


Figure 3: The split of homes delivered from CDLP allocations and windfall sites

Housing land supply

- 3.11. The council is able to demonstrate a housing land supply of 5.30 years which equates to a surplus of 351 units over the 5 year period⁴.
- 3.12. Figure 4 shows the housing land supply trajectory. The trajectory shows:
 - Stepped requirement of the CDLP in blue;
 - Completions for each monitoring year since the base date of the Local Plan (2011/12 2020/21) in red;
 - The 5 year land supply in yellow; and
 - Projected completions for each monitoring year to the end date of the Local Plan (2030/31) in green.

⁴ Further information can be found in the Authority Monitoring Report 2020-2021 addendum (January 2022): https://www.canterbury.gov.uk/downloads/budgets-and-transparency/transparency-and-open-data/local-plan-authority-monitoring-reports/authority-monitoring-report-2020-to-2021-addendum--january-2022--pdf/



Figure 4: Housing land supply trajectory

- 3.13. Analysis of the land supply anticipated to come forward shows that housing delivery will continue to improve as the sites allocated within the CDLP come forward to construction and completion.
- 3.14. The council has analysed whether a lack of consented supply is affecting delivery. The council has granted planning permission for 4,161 dwellings in the last 3 years (2018/19, 2019/20, 2020/21). The housing requirement, set out in the CDLP, for the last 3 years is 2,700 dwellings. The number of dwellings consented exceeds the housing requirement for the same time period by 1,461 dwellings. This confirms the council's position that it continues to grant a sufficient supply of new homes.
- 3.15. The council is currently preparing the 2021/22 Housing Land Supply Statement and land supply calculation. The council expects to continue to be able to demonstrate a land supply of over 5 years.

Progress on allocated sites

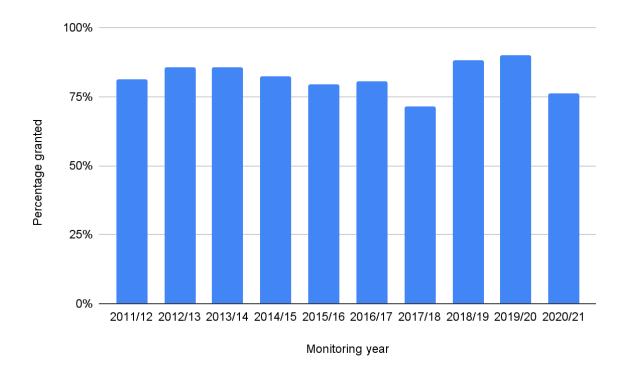
3.16. Since adoption of the CDLP significant progress towards the delivery of the 12 Strategic Sites has been made; 9 of the sites (12 parcels) now have either an outline or detailed consent covering the whole or part of the site. These are either delivering dwellings or expected to do so immediately. This will continue to improve both delivery rates and land supply going forward.

Table 4: Progress summary of strategic sites

Site Name	Progress update
Site 1 South Canterbury	Under consideration
Site 2: Sturry	Consented - The site has outline consent and is making progress towards delivery
Site 2: Broad Oak	Consented - The site has detailed permission and delivery is imminent
Site 3: Hillborough (Parcel A)	Consented - The site has detailed permission and delivery is imminent
Site 3: Hillborough (Parcel B)	Consented - The site has outline consent and is making progress towards delivery
Site 3: Hillborough (Parcel C)	Under consideration
Site 4: Herne Bay Golf Course	Delivering - The site has been under construction since 2017 and will continue delivering homes
Site 5: Strode Farm	Consented - The site has outline consent and is making progress towards delivery
Site 6: Greenhill	Consented - The site has detailed permission and delivery is imminent
Site 7: Land North of Thanet Way	Delivering - The site has been under construction since 2020 and will continue delivering homes
Site 9: Howe Barracks	Delivering - The site has been under construction since 2018 and will continue delivering homes
Site 11A: Cockering Farm	Delivering - The site has been under construction since 2019 and will continue delivering homes
Site 11B: Cockering Farm	Consented - The site has outline consent and is making progress towards delivery
Site 12: Grasmere	Consented - The site has detailed permission and delivery is imminent

Development management

- 3.17. Approval rates and determination periods can play a key role in delivery of housing sites.
- 3.18. As mentioned previously the council is granting a sufficient supply of new homes. This is further evidenced by the high percentage of planning applications granted permission (Figure 5).



Figures 5: Percentage of applications granted planning permission

3.19. The council has determined 6,413 applications since 2016/17 with 6,785 determined within the time limits. Table 5 suggests a highly efficient development management service overall, as well as the fact that there has been improvement year on year between 2016/17 and 2019/20. The dip in applications determined within the time limits in 2020/21 is likely due to the nutrient neutrality issues.

Table 5: Determination of applications

HDT Year	Number of applications determined	Number of applications determined within the time limits	% applications determined within the time limits
2016/17	1,711	1,339	78%
2017/18	1,704	1,493	87%
2018/19	1,471	1,349	91%
2019/20	1,527	1,449	94%
2020/21	1,285	1,155	90%

3.20. Determination periods and consents to completions of small sites continues to be quick, excluding the impacts of Stodmarsh water quality concerns and Covid-19 which are discussed in more detail later on.

3.21. It was anticipated within the CDLP that the lead in period of Strategic Sites would be longer due to the size and complexities involved. Analysis of the determination times experienced by the strategic sites and other local plan allocations in gaining initial consent, reserved matters or 'follow up' consents for phases, and the time between validation and now for the Strategic Sites under consideration is identified in Table 6.

Table 6: Determination times for CDLP allocated sites

Determination times⁵	Average Time (Months)
Of all strategic sites initial consents	22 months
Of all strategic sites follow up consents	10 months
Of all strategic sites under consideration	35 months
Of Other LP Allocations	11 months

- 3.22. An average determination time of 22 months, when compared against the national studies⁶, is considered to be speedy. This timescale is also affected by two of the Strategic Sites which went to appeal and two of the Strategic Sites were caught by nutrient neutrality issues which required a mitigation package to be designed and approved. Therefore, these four sites took significantly longer than the rest and when they are removed from the analysis an average time to determine is 15 months.
- 3.23. The Lichfields study, which looked at a national sample of determination times for strategic planning applications, suggests a national average of 50-54 months for sites above 500 dwellings and up to approximately 72 months for sites over 2,000 homes. Therefore, those strategic sites still under consideration are still below the national average.
- 3.24. Whilst the average determination time for sites is good we always strive to improve performance, and have identified the determination time for strategic sites still under consideration as a root cause behind housing delivery being below the required need.
- 3.25. The main factors which have affected the determination times are
 - Legal challenges;
 - Nutrient neutrality;
 - Length of time to prepare S106 agreements;
 - Changes in viability requiring additional evidence and independent review; and
 - Complex interlinkage with infrastructure projects such as roads and railway infrastructure.
- 3.26. Root cause analysis has identified the principal reason why delivery has dipped below expected is due to the time slippage of the Strategic Sites to deliver a proportion of the land supply. The development strategy within the Local Plan and the inclusion of the Strategic Sites demonstrates the commitment by the council to enable housing delivery and meet the Government's aim to significantly boost housing supply. Many of the reasons for time

⁵ Data accurate to the end of March 2020

⁶ Start to Finish - Litchfields, Phasing Methodology - Section 4

slippage are now resolved and 9 Strategic Sites have consent and either delivering or imminently about to. Strategic Sites will continue to play an important role in delivering the Districts housing with completions of new homes predicted to improve significantly over the next 5 - 10 years.

- 3.27. Analysis of the post consent period between consent and construction, including discharging of conditions, non-material amendments or variations remains effective with above average timescales. This was identified in the Phasing Methodology and continues to be the case. These delivery issues are specific and bespoke to Strategic Sites and therefore targeted site specific actions are the most effective approach.
- 3.28. Through the production of the new Local Plan the council intends to review the timescales within the Phasing Methodology. Although it considers the lead-in times and build-out rates will remain broadly the same, above national averages and with actions to continue this.

Policy approaches and the new Local Plan to 2045

- 3.29. In 2019, the council began reviewing the adopted CDLP (2017) with the publication of the Statement of Community Involvement and the Local Development Scheme.
- 3.30. Call for Sites is a key step in enabling consistent housing delivery in the future as it begins to identify potential sources of land available for future development. On 6 February 2020 30 June 2020, and 17 April 2021 9 July 2021 the Canterbury District Call for Sites were open for submissions. Landowners, developers, housebuilders, agents, residents, parish councils and community groups submitted sites for market housing, affordable housing, accommodation for students, housing for older people, disabled and specialist needs accommodation, self and custom-build housing, and gypsy and traveller pitches.
- 3.31. 'Our future district 2040' (Reg 18) was a public consultation, July 2020 September 2020⁷, on the Issues within the district. As the first step towards a new Local Plan, the Issues consultation was an inclusive process, engaging with the community, allowing stakeholders the opportunity to be involved at very early stages in shaping the plan.
- 3.32. 'Draft district vision and Local Plan options' (Reg 18) was a subsequent public consultation, 28 May 2021 30 July 2021⁸. Comments were sought on the draft vision and objectives for the district and three town / city centres as well as growth and technical options which include identification of the preferred options.
- 3.33. 'Draft Canterbury district Local Plan 2020 to 2045' (Reg 18) will be a public consultation in October 2022 January 2023⁹. Comments are sought on the full draft Local Plan, including draft allocations, and will be key to ensuring the district can meet its Local Housing Need

⁷ Comments received through the consultation, and associated workshops are available on the council's website: https://www.canterbury.gov.uk/planning-and-building/new-local-plan-2045

⁸ Comments received through the consultation, and associated workshops are available on the council's website: https://drive.google.com/file/d/1LfG65ajGVNvudkO9TV5WstgBz0cBEikk/view?usp=sharing

⁹ Available on the council's website:

https://www.canterbury.gov.uk/planning-and-building/new-local-plan-2045

figure in the future.

- 3.34. In addition to housing policies the CDLP contains several policies which relate to specific pieces of road infrastructure which will support the delivery of housing in our district. Delays to strategic infrastructure can cause delays to housing delivery:
 - A2 Slip Road, Relief Road Works and contributions will be secured in line with CDLP Policy SP2, some have already been secured.
 - **A2 Bridge Interchange** Aims to be secured through planning permission for the strategic site at South Canterbury, which is under consideration.
 - **Herne Relief Road** Contributions will be secured in line with CDLP Policy SP2. Some contributions have already been secured. The Bullockstone Road Improvement element started work in September 2022 and is anticipated to finish August 2023.
 - Sturry Relief Road Contributions will be secured in line with CDLP Policy SP2. Some
 contributions have already been secured and the parts within the Sturry / Broad Oak
 applications have been granted planning permission. Work is anticipated to start in
 autumn 2023.
 - A28 / A257 Barracks Link Road Secured through planning permission for strategic site at Land at Howe Barracks.
- 3.35. Discussions on viability and significant infrastructure, particularly related to Strategic Sites, often causes delays at application stage. While the council has been addressing this matter via a project team approach and working closely with infrastructure providers there will be further opportunities to strengthen policies, review viability through the Local Plan wide Viability study and set clear site by site requirements through the new Local Plan.
- 3.36. A review of delays to strategic sites and monitoring data, supported by stakeholder engagement, identified the following issues related to land purchase, development costs and viability:
 - Developers have previously been paying too much for land;
 - Landowners 'hope value' expectations are high;
 - A view by of some public is that developers maximum profits over the provision of community benefits and there is public resistance to flexibility on a proposal to improve viability such a renegotiation on affordable housing; and
 - There are challenges and limitations to gathering information pre-app and viability evidence, transfer and land value paid are all market sensitive.
- 3.37. To address this going forward the council will be increasing transparency on the land values expected and assumptions on viability input. Work on this is already underway within the Call for Sites, CIL documentation and draft Local Plan Viability Report which are publicly

available.

- 3.38. The opportunities provided by the creation of a new Local Plan include the development of a legally compliant evidence base. A plan wide viability evidence base and assessment of funding and timings of infrastructure linked to the Infrastructure Delivery Plan at Local Plan stage should minimise delays at application stage and create transparency over what is expected in terms of obligations and development cost assumptions.
- 3.39. Additionally, since the adoption of the CDLP in July 2017, updated national guidance on housing types has been produced e.g. around older persons housing and first homes. The draft Local Plan has responded to the guidance and presented allocations with diverse housing type requirements.

Direct delivery

- 3.40. The council as a direct deliverer of housing and a landholder has a direct impact on housing delivery. The council has also recently begun to deliver housing directly as well as in partnership with others. As the property programme develops effective working between internal departments will be key in order for us to maximise the opportunities for delivery.
- 3.41. The council has progressed housing schemes at Parham Road and the Riverside regeneration project. The council is in the process of developing an Asset Management Plan to ensure a coordinated approach to the delivery programme. The council will be reviewing its landholdings as a matter of best practice and this includes a review of small sites. The council also has a cross party councillor housing working group and an internal officer group to discuss housing and delivery matters.

Additional considerations

Legal challenges

- 3.42. Both the Local Plan and a number of strategic sites have been subject to legal and judicial review processes which have resulted in delays to the delivery of these sites.
- 3.43. The judicial review launched against the Local Plan took more than two years but ended with the withdrawal of the case in early March 2020.
- 3.44. The largest of the Strategic Sites (Mountfield Park) was also subject to separate legal action against the Secretary of State for the government's decision not to call-in the planning application for further examination on air quality grounds. The challenge ended in January 2019 when it was comprehensively dismissed by the High Court and the Court of Appeal. The Supreme Court then refused the application for a further appeal, stating the application did "not raise an arguable point of law".
- 3.45. However, having granted planning permission for Mountfield Park (South Canterbury) in early 2021, that decision then had a judicial review launched against it. Further evidence was submitted and the planning application returned to the council to determine. A decision

- is anticipated in 2022/23.
- 3.46. There have also been a number of other legal challenges and appeals related to a number of the strategic sites and the council considers that these have impacted on the anticipated timescales involved in delivering housing.

Covid-19

- 3.47. Covid-19 has caused disruption to house building and many of the impacts are still unknown. The council will continue to monitor the situation carefully and work closely with the development industry. The council sees this Action Plan as key to enabling the local recovery of housing delivery.
- 3.48. Locally targeted engagement with the development industry operating in the District indicates that the impacts of Covid 19 on delivery rates are unlikely to be severe with many developers predicting, and some already starting to demonstrate, a return to usual market confidence, sales and build out rates within the current year.
- 3.49. National lockdowns, followed by social distancing slowed down construction and submission of planning applications. However, it appears that the submission of planning applications is now back to the levels before, and for some months even higher than previously.
- 3.50. Emerging completion data shows the local construction industry has restarted. Completions for next year (2021/22) are anticipated to be closer to the district's housing targets. However, this will continue to be monitored.

Stodmarsh and water quality

- 3.51. Natural England has issued water quality advice which affects planning applications for new homes in large parts of the district. This means that an appropriate assessment must be carried out before we can agree new housing development which discharges wastewater to the Stour Valley river catchment area. This is to make sure new development doesn't cause any further deterioration of the water quality at Stodmarsh. Further information is available on the council's website.
- 3.52. There have been delays in granting planning permissions in the Stodmarsh catchment area due to challenges in finding solutions for both the phosphate and nitrate concerns. This issue was mentioned by the majority of responses in the stakeholder engagement which highlights the extensive impact it is having on housing delivery.
- 3.53. The council is committed to continuing to work with stakeholders, partners and the development industry to find solutions for planning applications so that housing delivery can continue with minimal disruption. Further information on work to date can be found in Chapter 5.
- 3.54. An update to the catchment area in Herne Bay was provided in April 2021. The Natural England advice does not restrict new development in the villages to the south and east of Herne Bay. Southern Water Services have confirmed these villages are in catchment area 1

imp	act Stodmarsh.			

of the May Street waste water treatment works. This discharges into the sea and does not

4. Engagement responses

- 4.1. The council is committed to taking a proactive approach to housing delivery in the District and positively engages with the development industry and other delivery partners. In 2018, the 'Housing Delivery Group' was established and its members include developers, house builders, SME house builders, affordable housing providers and infrastructure providers.
- 4.2. The Housing Delivery Group has been regularly engaged since its inception, including workshops, email correspondence and surveys. The group has been key to identifying any barriers to housing delivery and to gain first-hand experience of the current housing market.
- 4.3. In April and May 2022 surveys were circulated to the Housing Delivery Group, to gather feedback on housing delivery in the district. The survey included seeking views on last year's action plan, identifying any additional issues this year and what further actions can be taken to improve housing delivery across the district by both the council and the development industry. Overall the collaboration between stakeholders has been really positive.

Factors aiding delivery

- 4.4. The Housing Delivery Group felt that development management performance is of a good quality and that adequate resources should be maintained and protected. This will allow the council to continue to work positively and constructively with developers in order to secure delivery of sustainable growth and housing.
- 4.5. Canterbury district has a buoyant and distinctive housing market which was confirmed through engagement. In particular, the following is consistently confirmed:
 - There is an appetite for development in sustainable and suitable locations;
 - Land and property sales values are good and above other East Kent areas;
 - The district has an attractive environment which developers want to build in and people want to live here; and
 - There are good transport connections within and beyond the district.
- 4.6. Further comments were made about how critical small and medium-sized enterprises (SMEs) are. It was highlighted that traditionally these types of development are brought forward in a more expedient manner, as well being of a bespoke design and generally higher quality. Increasing the number of small sites would likely aid short term delivery of housing.

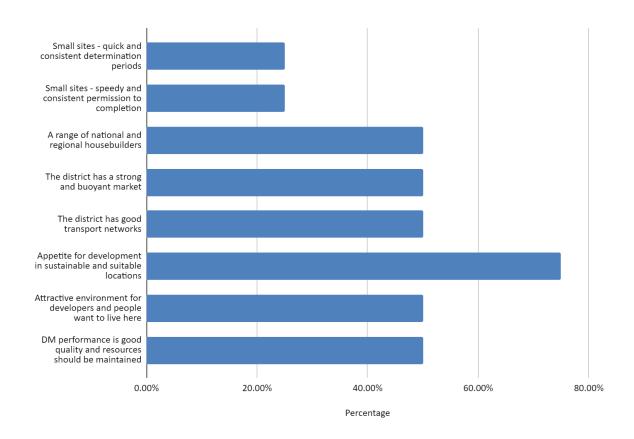
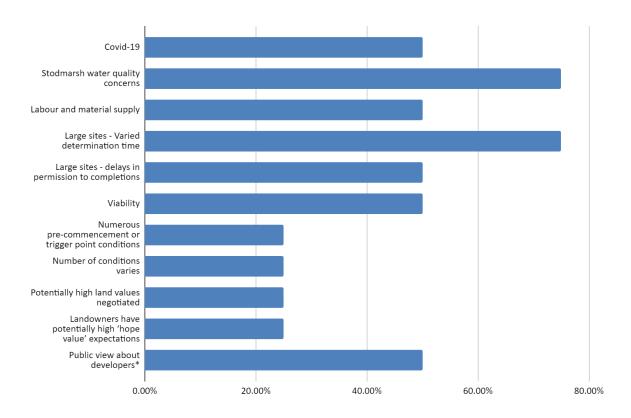


Figure 6: Percentage of responses which identified key factors which continue to aid delivery

Factors delaying delivery

- 4.7. Several of the factors identified as still delaying delivery have been discussed in previous sections such as the varied determination times on large / strategic sites, Covid-19 and Stodmarsh water quality concerns.
- 4.8. It was also raised that delays can occur through comments from other stakeholders. The council encourages pre-apps to discuss any of these potential issues prior to planning applications to limit delays.
- 4.9. Unprecedented levels of build cost inflation is being experienced, and identified by the Housing Delivery Group, which is increasing viability issues which has a knock on negative effect on construction.
- 4.10. Sturry Relief Road is crucial to unlocking strategic development sites at Hersden, Sturry and Broad Oak, as well as enabling other sustainable developments in the locality to come forward. Whilst the link road now benefits from planning permission, it is not expected to be completed until 2025, and as such is identified as potentially adding delivery delays to those delays already experienced.

4.11. Lack of communication between the Planning team and some consultees have previously led to delays, however it was indicated that this now seems to be resolved by involving the design team during pre-app stage.



^{*} Public view that developers prioritise profits over community benefits and infrastructure obligations.

Figure 7: Percentage of responses which identified key factors which continue to cause delays to housing delivery

Other actions for consideration

- 4.12. Other actions identified, through the engagement process, to improve housing delivery are listed below. These have been considered and incorporated where appropriate within the Action Plan:
 - Mitigation strategy or other solution to Natural England's concerns around increased nutrients in the water at Stodmarsh;
 - Recognise and support the distinctive role that different types of organisations (such as SMEs) engaged in the development process play in delivering new homes;
 - Consistent and timely decision making; and
 - Considerations for the emerging Local Plan
 - o to allocate a wide range of sites which are various sizes and within different

- market locations;
- to consider reducing dependency on large strategic sites by allocating more smaller sites above the identified need to create a buffer;
- Focus development at the coast where it will not be negatively impacted by nutrient neutrality issues at Stodmarsh;
- Be realistic about infrastructure requirements and lead in times, as well as the impact on developer viability, to support the delivery of new homes; and
- to consider the inclusion of flexible policies which could enable sustainable development within the smaller, sustainable settlements.

5. Action plan

- 5.1. The council has been monitoring last year's HDT Action Plan alongside monitoring the delivery of housing throughout the district.
- 5.2. Appendix 1 sets out the Action Plan, including an update on the progress of actions identified last year and new actions where appropriate.

Key actions from the past 3 years

- 5.3. Key actions undertaken in the past 3 years to aid housing delivery within the district:
 - Continued implementation of the Local Plan in July 2017 the Local Plan was
 adopted and plans for 16,000 homes including allocating 12 Strategic Sites which will
 deliver over 11,000 dwellings over the lifetime of the plan. The certainty of land
 allocations is a significant benefit to both developers and the development industry
 in seeking finances and in securing planning permission.
 - Legal challenges against the Local Plan and other strategic sites have been resolved.
 - Stodmarsh water quality concerns:
 - Partnerships the council has worked with local councils, Natural England, Kent County Council, the Environment Agency, Southern Water and government departments to find a solution.
 - Catchment wide strategy following work with the Planning Advisory Service and a series of meetings a catchment wide strategic approach to address nutrient neutrality has been developed. The government has provided funding to progress this catchment-wide strategy work to a more detailed level and this is due to be finalised in 2023.
 - Local strategy a draft Canterbury District Nutrient Neutrality Strategy has been published alongside the draft Local Plan.
 - Local Plan to 2045 the council has started work on the new Local Plan which will
 include further allocations to meet the higher housing requirement identified to
 meet the districts need. Three Call for Sites, an Issues consultation and Options
 Consultation have already been undertaken. A consultation on the draft Local Plan
 (Reg18) is underway. A revised Local Development Scheme has been published.
 - Phasing Methodology published in 2018, and reviewed in 2019, the document was
 produced and adjusted following engagement with the Housing Delivery Group, so
 that build out rates of development in the district could be understood. The Housing

Delivery Group signed off the document and the council uses it to inform its conclusion on whether housing sites can be considered deliverable and how long they may take to develop. By looking at localised housing delivery the document provides a robust method of assessing the land supply pipeline.

- Housing Land Supply Position Statement 2020/21 published December 2021, with an addendum in January 2022 the Housing Land Supply Position Statement identifies that the Council is able to demonstrate a housing land supply of 5.30 years.
- Internal practices and procedures as a proactive approach to improve delivery the council has implemented a number of internal practices and procedures such as:
 - Providing a comprehensive pre-application service and encouraging hybrid applications; and
 - Focused internal practices on strategic development sites via a project team approach to managing strategic sites with regular meetings to monitor progress at all stages from early pre-application discussions to the completion of the project; this also reduces the risk of legal challenge.
- **Direct Delivery** the council is a direct deliverer of homes and is assessing its existing assets for future opportunities.
- **Kent Planning Protocol** the council has been at the forefront of developing and implementing the protocol.
- University of Kent Planning School the council has been instrumental in the setting up of the Planning school and planning courses at the University of Kent which aim to locally train and retain highly skilled planners in the county.

Appendices

Appendix A: Action Plan

Action	Timescales	Outcomes	Update			
Actions related to DM practices - St	Actions related to DM practices - Strategic Sites					
Encourage pre-app and seek involvement of policy team and external infrastructure (KCC) when necessary	Ongoing	 Holistic approach to swiftly guiding development through the planning process and improving determination times. Risk of appeal and legal challenge minimised. 	Pre-app system was reviewed and improvements are ongoing.			
Work with legal to enable fast tracking of S106 agreements	Short	 Maintain collaborative working with KCC and improve S106 timescales. 	Ongoing			
Continue with project team approach to Strategic Sites and other major developments	Ongoing	 Holistic approach to swiftly guiding development through the planning process and improving determination times. Risk of appeal and legal challenge minimised. 	Ongoing			
Facilitate site specific meetings aimed at targeting delivery issues on strategic sites to identify the individual issues and actions needed	Ongoing	 Holistic approach to swiftly guiding development through the planning process and improving determination times. Risk of appeal and legal challenge minimised. Early intervention with problems Identification of early stalled sites. 	Ongoing. Stodmarsh water quality concerns is the main issue and work continues to address the issue.			
Review allocated sites yet to be	Short /	Site specific solutions to stalled sites.	Ongoing. Requests were made			

submitted and hold meetings with the developer to explore why	Medium		to all allocated sites for information on delivery and issues as part of the 2020/21 Housing Infrastructure Audit. Further work will be undertaken inline with the production of the new Local Plan.
Seek to ensure quality of decision making and pre app advice remains high as well as retain experienced staff	Short	 Maintain high quality decision making and thorough pre-application advice to enable holistic approach to swiftly guiding development through the planning process and improve determination times. Engage with relevant specialists and stakeholders at the early pre-app stage. 	Ongoing
Maintain adequate resources for handling small sites	Ongoing	 Maintain the high approval rate within time limits. Maintain the supply from small and windfall sites. Improve the planning process for SME and developers of small sites. 	Ongoing
Actions related to DM practices - P	ost consent an	d Conditions	
Implement a review and reflect system to conditions prior to decision to minimise conditions	Short / Medium	 Continue to experience shorter than average and smooth post consent period to accelerate build out. 	Complete
Implement a flexible approach to	Short	Continue to experience shorter than average and	Implemented - allowed to

approved materials, in appropriate cases - move to an agreed materials schedule system		smooth post consent period to accelerate build out. Improve the planning process for SME and developers of small sites.	vary materials
Continue to focus resources on post consent stage via officer post and conditions tracker	Ongoing	 Continue to experience shorter than average and smooth post consent period to accelerate build out. 	Ongoing
Appointment of CIL officer in post to monitor and track applications through consent to construction timescales and early identification of stalling sites	Immediate	 Improved monitoring of post consent timescales and early identification of stalled sites. 	CIL officer appointed (2019/20)
Actions related to Policy and Local	Plan review - D	Delivery monitoring and Supply	
Review Council's Phasing Methodology to reflect any changes in lead in times or build out rates experienced	Short	 Update the Phasing Methodology to reflect latest evidence. Ensure the ongoing robustness of the land supply assessment. 	Work ongoing, alongside the production of the new Local Plan.
Produce the annual Housing Land Supply Statement and confirm the presence of a 5yr housing land	Annual	 Continue to demonstrate a 5yr housing land supply. 	2020/21 Housing Land Supply Statement, and addendum, was published on the website.
supply			2021/22 Housing Land Supply Statement is being produced.
Continued engagement on the completion monitoring and phasing of sites in the land supply	Annual	 Continue to demonstrate a 5yr housing land supply. Ensure the ongoing robustness of the land supply 	2020/21 engagement complete. Response limited due to COVID-19. However, 5

		assessment.	Statement of Common Ground produced for the strategic sites.
			Engagement for 2021/22 is ongoing.
Continue Delivery Group to identify barriers and as a sounding board for issues and actions rolling throughout the year	Ongoing	 Ensure the ongoing robustness of the land supply assessment. Maintain collaborative working with the development industry and delivery stakeholders. 	Delivery Group engagement ongoing as discussed in Chapter 4.
Actions related to Policy and Local	Plan review - 1	ypologies of Sites	
Diversify typologies and sizes of sites in the supply of allocations through the LP review	Medium / Long	 Diversify typologies and sizes of sites through the LP review. 	Ongoing through the Local Plan review.
Identify CCC small sites and self build plots available through corporate programmes	Medium	Make the most effective use of the corporate land holdings.	Project ongoing
Maintain and monitor supply of small and windfalls sites	Ongoing	 Improve monitoring processes. Continue to monitor small and windfall sites. 	Monitoring processes have been improved, but will be kept under review to ensure the best practices are used.
			Monitoring ongoing
Encourage appropriate small sites identified in Call for Sites to come forward for development	Medium	 Improve SME presence in the district. Increase Rural housing schemes and specialist developers. 	Ongoing through the Local Plan review.

Consider the role rural housing in diversifying the typologies of allocations plays in meeting needs and ensure the Local Plan meets the requirements for rural housing in the NPPF	Medium / Long	 Improve SME presence in the district. Increase Rural housing schemes and specialist developers. Encourage sustainable development 	Ongoing through the Local Plan review.
Identify sufficient allocated sites to meet the district's housing need through the new Local Plan to 2040	Medium	 Increase sustainable development to meet the increased housing need to 2040 	Ongoing through the Local Plan review.
Actively encourage developers and housebuilders not currently delivering in the district to engage with the Council	Medium / Long	 Increase delivery from additional developers and housebuilders. 	Engagement ongoing.
Use the existing agents forum to increase engagement with SME and identify specific SME barriers to resolve	Short	 Improve SME presence in the district. Increase rural housing schemes and specialist developers. 	Engagement ongoing. Kent SME Network invited to join the Delivery Group
Improve transparency on land values expected and assumptions on viability and make them publicly available	Medium / Long	LP viability work will create transparency over what is expected in terms of obligations and development cost assumptions.	Transparency occurred through the CIL examination, Call for Sites and draft Local Plan viability work. This will be continued through the production of the draft Local Plan

Local Plan review evidence base on viability of development in-line with the updated national guidance which will create transparency over what is expected in terms of obligations and development cost assumptions	Medium / Long	 LP viability work will create transparency over what is expected in terms of obligations and development cost assumptions. 	Ongoing through the Local Plan review
Assess changes in market demand for employment land and review LP allocations for employment land	Medium / Long	Reflect limited market demand and make effective use of allocated sites.	Economic Development and Tourism Study 2020, and 2022 update, complete
including any outcome of employment land review			Further work ongoing through the Local Plan review.
Actions related to direct delivery b	y the Council		
Monitor and review the Housing Strategy and the Action Plan	Medium	Maintain an up to date Housing Strategy.	Ongoing
Development of an asset management strategy for managing land holdings and disposal of land	Ongoing	Make the most effective use of the corporate land holdings.	Ongoing
Maintain the Housing Working Group and continue to hold monthly meetings	Ongoing	Maintain effective communication between internal departments focussed on delivery.	Ongoing
Maintain the Councillor Housing Working Group	Ongoing	Maintain effective communication between internal departments and councillors focussed on delivery.	Ongoing

Continue with the small sites project to inform the future corporate building programme	Ongoing	Make the most effective use of the corporate land holdings.	Ongoing
Continue with corporate building programme including Kingsmead Field, Parham Court	Ongoing	Make the most effective use of the corporate land holdings.	Certain projects were delayed due to restrictions caused by COVID-19. However, most projects are now back building.
Ensure internal coordinated approach to facilitate a smooth planning decision making process such as undertaking internal pre-app processes	Medium / Long	Maintain effective communication between internal departments focussed on delivery	Ongoing
Promote the key role planning plays in delivery and the resources it provides to other departments	Medium / Long	Maintain effective communication between internal departments focussed on delivery	Ongoing
Additional considerations			
Continue to look for solutions to the nutrient concerns raised by Natural England in relation to Stodmarsh European site	Short	 Consider solutions and strategy to allow development to resume in the Stodmarsh catchment area. Work with key stakeholders such as Natural England, Environment Agency, Southern Water, Kent County Council and Ashford Borough Council. 	See Chapter 5 for a full update. Work is ongoing, including publishing the draft Canterbury District Nutrient Neutrality Strategy alongside the draft Local Plan.

Continue to assess the impacts of Covid-19 and associated restrictions as and when information becomes available	 Monitor the impacts on housing delivery Support recovery 	Recovery has started and the council will continue to monitor the situation.
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Appendix B: Delivery Root Cause Analysis

Categories affecting housing delivery	Evidence analysis
Allocations vs Windfall	 Allocated - The Local Plan allocated sites for 80% of the housing need requirement Delivering - Allocated sites are not making up 71% of supply Completions formed by a high percentage of windfall and other sites Determination period for strategic sites is varied, meaning some are progressing slower than anticipated 9 of the 12 Local Plan Strategic sites now have an initial consent
Small Sites	 Determination periods remain generally quick and consistent Permission to completions remains speedy and consistent Very small number of lapsed sites
Strategic / Large Sites	 Determination periods are varied meaning some are progressing slower than anticipated 'Slow burn' sites - delay in getting off the ground Judicial review, appeals and legal processes are a major cause of delays Some strategic sites have not come forward yet
Current housing supply situation	 65% on the HDT showing completions for the last 3yrs are below the required amount Problems with data gathering in 2019/20 due to Covid-19 restrictions on site visits Windfall/small site contribution has been steady and predictable Shortfall mainly created by longer than anticipated start to Strategic Sites
Housebuilders	 A range of national and regional housebuilders Multiple sites progressed by the same builder Some national/regional housebuilders are not in the district at all Lack of varied SME presence in the district
Conditions	 Number of conditions varies Some consents have numerous pre-commencement

	outrices a sint conditions
	or trigger point conditions
Land costs and viability	 Potentially high land values negotiated Landowners have potentially high 'hope value' expectations Public view that developers prioritise profits over community benefits and infrastructure obligations There are challenges and limitations to gathering information - pre-app and viability evidence, transfer and land value paid are all market sensitive Build costs are increase and labour / material supply chain issues
Other (informed by stakeholder and developer engagement)	 Delays due to Natural England's concerns in relation to water quality and nutrients at Stodmarsh European site Long determination periods due to complex viability discussions and interlinked infrastructure projects. These complex matters are dealt with at application stage rather than during development of a Local Plan There are judicial reviews, appeals and legal risks associated with bringing sites forward and can extend determination times Supply and availability of materials is becoming a greater issue