North Essex Authorities Joint Strategic (Section 1) Plan Examination

Hearing Statement on behalf of Stebbing Parish Council

Matter 6
Matter 6 - Hearing Statement

The proposed new garden communities – general matters (policies SP7, SP8, SP9 & SP10; paragraphs 9.1-9.2)

Introduction

1 This Hearing Statement has been produced on behalf of Stebbing Parish Council (SPC) to supplement its earlier representations objecting to the Garden Community being proposed to the West of Braintree (SP10), which could expand across from Braintree District into Uttlesford District, and both directly and indirectly significantly impact upon Stebbing.

2 SPC’s Regulation 19 representations refer in detail to the reasons for its objection to the West of Braintree Garden Community proposals, the key reasons being:

   - The Duty to Co-operate has not been thorough or comply with the Garden City principles;
   - Significant adverse impacts upon the highway network, in particular upon the strategic A120 route which currently suffers from frequent major congestion at Braintree; and
   - It will be unsustainable in overall terms.

Main issues:

Are the policies for the development and delivery of three new garden communities in North Essex justified, effective and consistent with national policy?

Questions:

The three proposed garden communities

Q.1) How were the broad locations for the proposed garden communities selected, and what evidence documents were produced to inform their selection?

3 The Garden Communities Topic Paper (EB/028) states that the selection of the best sites to deliver Garden Communities were informed by Sustainability Work and consideration of alternatives (paragraph 3.2).
Paragraph 3.7 of the Paper specifies that within Braintree District, two broad locations were one to the west of Braintree and Rayne (including some land within Uttlesford District) and one to the east of Coggeshall; and Feering at Marks Tey, much of which is situated within Colchester Borough.

However, it would appear that the broad locations have been primarily chosen on the basis of their large size, and the willingness of landowners and developers to promote them for development and their capacity for funding infrastructure, rather than necessarily being the most appropriate locations in which to site development.

Consequently, it is not evident from the evidence base documents how the site selection process finally resulted in the proposed allocation of two new Garden Settlements (West of Braintree and Colchester Braintree Borders).

Q.2) Have landscape, agricultural land, flood-risk and heritage assessments been carried out to inform the locations of the proposed garden communities?

SPC’s Regulation 19 representations questioned the appropriateness of developing and losing 2,500 acres of the best and most versatile Grade 2 agricultural land when other less valuable sites are available elsewhere. It highlighted the landscape impact of the proposals (particularly in relation to ancient woodland) given the flat nature of the West of Braintree countryside, and the many vantage points that exist.

Therefore, whilst landscape, agricultural land, flood-risk and heritage assessments may have been carried out, SPC does not consider that adequate weight has been given to the baseline information available.

Q.3) Is the Sustainability Appraisal of the garden community options [EB/014 Appendix 1] robust, particularly with regard to its threshold of 5,000 dwellings?

The Sustainability Appraisal (SD/001) refers on p.185 to the consideration of reasonable Garden Community Options. It states that the threshold for the identification of what constituted a reasonable Garden Community option is 5,000 dwellings. This is said to be broadly based on that of the threshold for the required provision of a new secondary school from a mixed-use development in the ECC Developer’s Guide to Infrastructure Contributions - Revised Edition 2016, and otherwise identified as representing a sufficient scale of development to meet the
majority of day to day needs of new residents. It is specified that this will ensure self-
sustainability in providing sufficient new homes, fostering economic development,
providing new and improved infrastructure, addressing education and healthcare
needs and ensuring high quality outcomes.

10 SPC considers that the 5,000 dwelling threshold is not robust. It notes that the
Sustainability Appraisal has been prepared by Place Services, which is a trading arm
of Essex County Council (ECC). The 5,000 dwelling threshold appears to have been
set somewhat arbitrarily for the benefit of ECC in terms of funding secondary school
provision. It is acknowledged that the larger the settlement size, the more scope
there is to provide facilities and services.

11 However, there is nothing in national policy guidance which mentions such a
threshold. DCLG’s guidance on ‘Locally-Led Garden Villages, Towns and Cities
(March 2016) contained the following reference to settlement size (see full document
in Appendix 1):

“13. For the purposes of this prospectus, we are defining garden
villages, to include proposals that are not eligible under our
existing offer, which is restricted to new garden towns and cities of
over 10,000 homes. Therefore, to be eligible under this section of
the prospectus, proposals must be for a new settlement of 1,500 –
10,000 homes…”.

12 Accordingly, there does not seem to be any sound basis for setting a 5,000 dwelling
sustainability threshold. The Government clearly recognises that Garden
Communities are capable of being delivered in a variety of different shapes and
sizes.

13 In setting a 5,000 dwelling sustainability threshold, the Plan is discounting a
significant range of other development options which may be more sustainable in
terms of overall impact. Furthermore, whilst larger settlements are likely to deliver
more facilities, they are also likely to take longer to develop. A mix of settlements of
varying sizes and locations would be more likely to ensure that housing delivery
occurs in a timely fashion.
Q.4) Are the locations for the proposed garden communities and any associated green buffers adequately and accurately identified on the Policies Maps? Should they be more or less defined?

14 Whilst the boundaries of the proposed garden communities are identified, the extent of intended built development within them is currently unspecified. SPC does not consider that any associated green buffers are adequately identified on the Policies Map. The extent to which new housing development from the new Garden Communities will impact upon existing communities and impacts is an important matter which requires greater clarity.

Q.5) Have the infrastructure requirements of the proposed garden communities been adequately identified and costed? including the requirements for:

(a) road improvements;
(b) rapid public transit, bus and park-and-ride services;
(c) water supply and waste water treatment;
(d) primary healthcare;
(e) schools and early years’ provision;
(f) leisure and sports facilities.

15 Whilst many indicative costings have been identified, others remain unknown. There is also considerable uncertainty regarding realistic funding streams and timescales.

Q.6) Is there evidence that the infrastructure required will come forward within the necessary timescales?

16 With regard to the A120/B1256 East Junction Improvements, p.117 of the Movement and Access Study (EB014) highlight doubts concerning the delivery of an important infrastructure element for the West of Braintree site.

“A direct link from the A120 / B1256 eastern junction to the Garden Community would help spread traffic impacts. The full junction improvement can only be delivered once the 15 years of mineral extraction is complete. Depending on the extraction undertaken and restoration proposed this may or may not be possible at this location. Should an eastern access point be available then a junction arrangement such as the following could be implemented:
Traffic signal Control crossroads between the B1256, B1417 and Eastern Entry boulevard with bus priority for left turning movements.

Dualling of structure across the A120 (this could be delivered earlier with just a bus lane provided on one of the lanes as suggested in the interim)

Consideration should be given to access arrangements for the Tarmac Quarry site and whether a junction for that could be repurposed for the Garden Community at a later date.

17 The ‘assumptions’ which follow underneath on the same page of the study raise further questions regarding the overall cost and deliverability of the proposed scheme.

“The full junction could only be potentially delivered following completion of mineral extraction and dependent on the nature of the restoration. Merge / diverge requirements needs analysis of future A120 flows and balance of demand between an eastern and western access junction (subject to development location). Cost from RJ Internal review (27/02/17) – does not include any costs for Eastern Boulevard into Garden Community. Based on assumption that new structure is built offline. £12.4M out turn costs for A12 J28 (2010) also provides another proxy for similar consideration”.

18 The same study also highlights the major cost of some elements of the required infrastructure costings. For instance, the Guided Bus and Freeport Transit Hub is costed at between £115-152 million (p.98). The likelihood of such levels of being readily forthcoming for such provision must be somewhat questionable.

Q.7) Should policies SP7, SP8, SP9 and SP10 make more specific requirements as regards the provision and timing of the infrastructure needed for the proposed garden communities?

19 Yes, particularly with regard to key infrastructure provision, without which it will be difficult for Garden Communities to properly function.
Q.8) Has the economic viability of each of the proposed garden communities been adequately demonstrated in the Hyas *North Essex Local Plans (Section 1) Viability Assessment* (April 2017) [the Hyas report, EB/013]? In particular, in the Hyas report:

(a) are appropriate assumptions made about the level and timing of infrastructure costs?
(b) is the contingency allowance appropriate?
(c) are appropriate assumptions made about the rate of output?
(d) are appropriate assumptions made about the timing of land purchases?
(e) is it appropriate to allow for a Garden City premium?
(f) is the viability threshold set at an appropriate level?
(g) should an allowance have been made for inflation?
(h) is an appropriate allowance made for finance costs?
(i) is the residual value methodology (GCLS model) appropriate? Should a discounted cash-flow methodology have been used instead?

20 There are very considerable up-front infrastructure works and associated costs arising in respect of the provision of the new Garden Communities. It is fully apparent that the Viability Study looked at broad assumptions, rather than matters of great financial detail, and that these are liable to further change. We note that EB/013 states on p.21 that infrastructure will start to be provided on the West of Braintree site in 2023/24, with the first completions in the following year, and a maximum delivery of 300 dwellings per annum within the current Plan period.

21 The Councils have stated that commercial negotiations for the land deals are currently ongoing; and that reasoned assumptions about the outcomes of these negotiations in respect of the base value of land have been included within the modelling. Clearly, if those assumptions prove misguided or wrong, the modelling will be both flawed and inaccurate.

22 SPC would question the delivery timescales, given it is unclear whether the landowners will all be willing sellers of their land in line with the stated assumptions. Given that inflation has significantly increased in recent times, it is important that this is factored in to future financial assumptions.

Q.9) Is there evidence to demonstrate that 30% affordable housing can be viably provided at each of the proposed garden communities? Is it appropriate for this figure to be set as a “minimum” requirement?

23 EB014 recognises that residual land values are higher at lower rates of affordable housing. It acknowledges that tenure mix will also be important, with a higher
proportion of shared ownership, intermediate and potential starter homes generating higher residual land values (p.38).

24 Given known substantial infrastructure costs, and the potential for significant additional costs to be identified in the future, it seems somewhat doubtful that a minimum of 30% affordable housing provision will always be achievable. Indeed, SPC understands that only 20% affordable housing provision may be realised due to other infrastructure costs. Development will only be capable of delivery if it is financially viable.

Q.10) Is there evidence to demonstrate that each of the proposed garden communities can support the range of facilities that are required by policies SP7, 8, 9 & 10?

25 No. SPC has highlighted its strong concerns regarding the inability of the surrounding road network to accommodate the levels of growth envisaged. It does not consider that the proposed highway works will be capable of adequately addressing this. It has also commented upon the likelihood of new residents driving considerable distances to much larger retail centres given the absence of any large-scale town centres nearby. This would generate significant amounts of unsustainable travel.

Q.11) Is there evidence to show that each proposed garden community is capable of delivering 2,500 dwellings within the Section 1 Plan period?

26 It is acknowledged by the North Essex Authorities that the significant majority of the land within the project areas is not currently in the control of the Councils. The Councils have jointly worked to build working relationships with the relevant landowners and promoters of the sites with a view to securing a controlling interest in the land.

27 The commercial negotiations for the land deals is currently ongoing; although reasoned assumptions about the outcomes of these negotiations in respect of the base value of land have been included within the modelling.

28 Consequently, SPC is sceptical that 2,500 dwellings is capable of being delivered within the Section 1 Plan period.
Q.12) Have appropriate arrangements been made to apportion dwelling numbers at each proposed garden community between the respective housing requirements of the relevant local planning authorities?

The precise apportionment of dwelling numbers between Braintree and Uttlesford Districts in relation to each of their respective housing requirements currently remains unclear.

Q.13) How much employment land is to be allocated at each proposed garden community, and how many jobs is each expected to provide, both within and beyond the Section 1 Plan period? Should this information be included in the policies?

The proposed amount of employment land and envisaged job numbers is crucial to know, and lies at the very heart of assessing the overall sustainability of new Garden Communities. Accordingly, this information should be included within policy SP10.

Q.14) Do the policies for the proposed garden communities make adequate provision for the protection and/or enhancement of the natural environment and biodiversity? Is there consistency between policy SP7 and policies SP8, 9 & 10 in these respects?

No. SPC has highlighted what it considers to be harmful impacts to the environment and biodiversity. These concerns focus upon the loss of 2,500 acres of Grade 2 agricultural land, and to the adverse impact upon Boxted Wood SSSI. The Parish Council does not consider that policy SP10 as currently worded makes adequate provision for the protection and/or enhancement of the natural environment and biodiversity.

Q.15) Do the policies for the proposed garden communities provide adequate protection for heritage assets?

No. SPC has expressed concerns in relation to harm to Andrewsfield Airfield, which is both an active flying facility and a military heritage asset.

Q.16) Should policies SP7, 8, 9 & 10 include:

(a) a requirement for the optional national water use standard of 110 litres per person per day?
(b) a requirement to minimise the impact of external lighting?
(c) reference to specific standards for green infrastructure?
(d) provision for bridleways?
(e) specific reference to places of worship as part of their requirement for community facilities?
33 Yes. SPC considers SP10 should make reference to those matters listed above. In particular, it believes that measures to minimise the impact of external lighting to be essential in order that surrounding communities will not be adversely affected. Consequently, a requirement to minimise the impact of external lighting should indeed be incorporated within policy SP10.

Q.17) Is the proposal to prepare subsequent Development Plan Documents [DPDs], setting out the design, development and phasing principles for each garden community, justified?

34 It is important that detailed guidance is set out as early as possible in the process in order to demonstrate clarity, steer future development and provide transparency.

Q.18) In guiding the development of the proposed garden communities, is there an appropriate division between the roles of the Section 1 Plan and the DPDs; or should the Section 1 Plan set out more detailed requirements than it does currently?

35 It is important that clear guidance is set out as early as possible in the planning process in order to steer future development. It is vitally important that local communities who will be affected have as clear as possible understanding from the outset regarding how they will be directly affected. Consequently, SPC considers that more detailed requirements should be set out in the Section 1 Plan.

Q.19) Will current and future land ownership arrangements facilitate the delivery of the proposed garden communities?

36 It is not at all apparent that they will (see our response to Q.8).

Q.20) Are the proposed governance and delivery mechanisms for the garden communities, potentially involving Local Delivery Vehicles, appropriate?

37 We note that the key elements in the approach have been publicly stated as being:

- A company (North Essex Garden Communities Limited) owned equally by the four Councils to oversee the project across North Essex and to drive the delivery of the three planned communities.

- Legally binding deals with local landowners to secure a share in the land value which will arise from the development in return for the Local Delivery Vehicles providing early infrastructure for the developments (with the infrastructure costs being paid for in due course from the land sales).
• A Local Delivery Vehicle for each of the planned Garden Communities with Council, landowner and independent membership and with the clear purpose of delivering the Garden Communities.

• Clear Masterplans for each Garden Community to be developed.

38 LDV’s have somewhat of a chequered history. Delivery by this means, and at this scale, is untested since the delivery of New Towns.

39 The Councils have said that the LDVs will have a high level of autonomy to deliver the development and ensure that a commercially appropriate approach is taken to delivery within the context of the proposal and the Garden Community Principles. The key control mechanism outside of the planning process will be the approval by the Councils / NEGC of the business plans and budgets.

40 SPC considers that there is a potential conflict between the Council’s role as planning authority and its role with respect to the LDV. Given that the Councils will be playing a significant role in the delivery of garden communities within their area it has been suggested that this could prejudice proper decision making.

PC/1472/NW
3 December 2017
Appendix 1
Locally-Led Garden Villages, Towns and Cities
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Foreword

We were elected on a promise to get Britain building and help more people achieve their dream of home ownership. We are delivering. Housing starts and completions are at their highest level since 2008, and reforms to the planning system are helping speed up development across the country. Schemes like Help to Buy and Shared Ownership have helped over 270,000 families realise their dreams and become homeowners.

We have set out the most ambitious housing programme for more than a generation, doubling the housing budget so we can meet our ambition of delivering a million new homes over this Parliament.

As part of this, and to ensure that strong communities are at the heart of new development, we made a commitment in our manifesto to support locally-led garden cities and towns in places where communities want them.

We are supporting a new wave of garden cities, towns and communities in Bicester, Basingstoke, Didcot, Ebbsfleet, North Essex and North Northamptonshire. Together, these have the potential to deliver over 100,000 homes with strong communities at their heart.

Each place is unique, but they all offer big opportunities for transformational long-term housing growth. This will ensure that the real and important benefits that people rightly expect are secured from the outset - quality design with cutting-edge technology, local employment opportunities, accessible green space near homes, high quality public realm. Great places for great communities.

These garden towns and cities are crucial towards meeting our long-term housing needs but we want to go further. This prospectus extends our offer of support which, until now, has been focused on new garden communities of at least 10,000 homes, to help those areas which also want to create new garden villages, towns and cities.

This country is building again, and we are committed to delivering a lasting legacy of new, beautiful places, with the homes that people rightly want, and expect. We encourage local areas and local communities who want to make new garden villages, towns, or cities, a key part of their offer on housing growth to read and respond to this prospectus.

The Rt Hon Greg Clark MP
Secretary of State for Communities and Local Government

Brandon Lewis MP
Minister for Housing and Planning
Introduction

1. This government is taking action on a range of fronts to ensure the homes this country so badly needs, get built: speeding up the planning system; ensuring land for housing is available and gets built out; ensuring that we maximise the use of brownfield land; providing new opportunities for custom and self-builders; backing SME builders; providing more opportunities for home ownership through Help to Buy and our Starter Homes programme.

2. We are making good progress. We have delivered a net supply of over 170,000 homes up to December 2015 – a 25% increase compared to the year before. Housing starts have also risen 23% up to the same period. But we know if we are to achieve our target of one million new homes by 2020, we need to support and enable house building at all scales.

3. Large new settlements have a key role to play, not only in meeting this country’s housing needs in the short-term, but also in providing a stable pipeline of housing well into the future.

4. We want to encourage more local areas to come forward with ambitious locally-led proposals for new communities that work as self-sustaining places, not dormitory suburbs. They should have high quality and good design hard-wired in from the outset – a new generation of garden villages, towns and cities.

5. We know that there is interest at the local level in how developing new garden villages, towns and cities can be a suitable way of meeting local housing need, rather than building on to existing settlements. We are taking important steps to support local areas who want to move in that direction.

6. We are proposing to strengthen national planning policy to provide a more supportive approach for new settlements. We are committing to legislate to update the New Towns Act 1981 to ensure we have a statutory vehicle well-equipped to support the delivery of new garden cities, towns and villages for the 21st century.

7. This prospectus extends our existing offer to support local areas who want to create garden communities on a smaller scale. It offers tailored support to local areas which want to deliver a new garden village, town or city. It is divided into two parts covering expressions of interest for different scales of development.

8. The first part of the prospectus invites expressions of interest by 31 July 2016 for new ‘garden villages’ of between 1,500 to 10,000 homes. Our intention at this stage is to support up to 12 new garden village proposals.

9. The second part of the prospectus invites expressions of interest on a rolling basis in new garden towns and cities of more than 10,000 homes. Recognising the exceptional nature of development at this scale, we expect to add to the garden towns and communities we are currently supporting at Ebbsfleet, Bicester, Basingstoke, Didcot, and in North Northamptonshire and North Essex.
What do we mean by garden villages, towns and cities?

10. We do not consider that there is a single template for a garden village, town or city. It will be important for the new community to establish a clear and distinct sense of identity. We want to see local areas adopt innovative approaches and solutions to creating great places, rather than following a set of rules.

11. Equally, we are clear that this prospectus is not looking to support places which merely use ‘garden’ as a convenient label. Rather, we will support local areas that embed key garden city principles to develop communities that stand out from the ordinary. We do not want to impose a set of development principles on local areas, and will support local areas in developing their own vision for their communities. But, we will want to see evidence of attractive, well-designed places with local support.
Garden villages

Eligibility criteria

12. To be considered for government support under this section of the prospectus, proposals for a new garden village must meet the following criteria:

Size

13. For the purposes of this prospectus, we are defining garden villages, to include proposals that are not eligible under our existing offer, which is restricted to new garden towns and cities of over 10,000 homes. Therefore, to be eligible under this section of the prospectus, proposals must be for a new settlement of 1,500 – 10,000 homes.

Free-standing settlement

14. The garden village must be a new discrete settlement, and not an extension of an existing town or village. This does not exclude proposals where there are already a few existing homes.

Local authority-led

15. To support wider housing and growth ambitions, expressions of interest must be led by local authorities. We also welcome expressions of interest which include support from private sector developers and/or landowners.

Prioritisation criteria

16. There is no single model for the garden villages that we expect to support. Our intention is to support a range of proposals at different scales and in diverse locations that may, for example, be on land currently allocated for housing or currently outside the Local Plan. The factors we expect to take into account in deciding which expressions of interest to support include those set out in paragraphs 17 to 29.

Local leadership and community support

17. New garden villages should have the backing of the local authorities in which they are situated. We expect expressions of interest to demonstrate a strong local commitment to delivery. They should also set how the local community is being, or will be, engaged at an early stage, and strategies for community involvement to help ensure local support.

18. For those new settlements on the larger scale, it will be desirable for the Local Enterprise Partnership to be supportive of the proposal. This is to ensure that the potential economic benefits have been considered.
Quality and design

19. Good design is essential if we are to create sustainable places where people want to live and be part of the local community. It will be important for expressions of interest to demonstrate how the garden village, will be well-designed, built to a high quality, and attractive. Use of qualitative and quantitative research on local public opinion will be welcomed on issues around design and community.

Public sector and brownfield land

20. We encourage expressions of interest which make effective use of previously developed land (brownfield land) and/or public sector land.

Local demand

21. It is important that new garden villages are built as a response to meeting housing needs locally. We expect expressions of interest to demonstrate how the new settlement is part of a wider strategy to secure the delivery of new homes to meet assessed need.

Viability and deliverability

22. Expressions of interest need to demonstrate how the new settlement, including the necessary infrastructure, will be delivered. Effective land value capture can play an important role in funding infrastructure costs. We would encourage proposals that set out how land costs can be minimised, or land receipts deferred.

23. Whilst expressions of interest should be ambitions in their aims, they must also demonstrate a credible route to delivering quality places without additional public subsidy.

Additional or accelerated delivery

24. We will want to support expressions of interest that offer a strong prospect of quantified early delivery, a significant acceleration of housing delivery, and genuinely additional housing supply. We welcome expressions of interest that demonstrate how build-out of the garden settlement can be achieved at pace, for example by providing a good mix of tenures and multiple outlets.

Starter homes

25. High quality starter homes, to be offered at least a 20% discount for young first-time buyers, have a place within well-designed new communities. Like other major developments, it is our intention for new garden villages to be subject to our new statutory requirement in the Housing and Planning Bill, and provide a proportion of starter homes as part of their section 106 agreements (details of which we will be consulting on).
26. We welcome expressions of interest that show the greatest ambition to ensure that first-time buyers enjoy the benefits of home ownership, and have the opportunity to be an important part of the community.

Support for small and medium enterprise home builders

27. We encourage expressions of interest which provide opportunities to promote a diverse range of house builders, including small and medium sized firms, in the delivery of the garden village.

Innovation

28. We encourage expressions of interest that include innovative forms of delivery such as off-site construction, self-build, custom-build and a direct commissioning approach. We will also consider expressions of interest from local authorities who wish to be innovative in ways which we may not have anticipated.

Infrastructure

29. We would like to ensure that infrastructure needs are clearly assessed and met as part of any proposal.

Government support package

30. We recognise that each new garden village will be unique and each proposal will vary in the support required from government. Local authorities will therefore want to consider what aspects of the package set out in paragraphs 31 to 44 will help enable delivery.

Delivery enabling funding and support

31. To support local authorities in realising their vision for new garden settlements, we can provide a tailored package of support that could include a limited amount of funding. That funding could for example be used to ensure the local authority has the right skilled staff in place or pay for key studies and assessments. This funding is available in 2016-17 and 2017-18, with further funding subject to review.

32. In addition, direct support can also be provided by the Homes and Communities Agency (HCA), including through their Advisory Team for Large Applications (ATLAS). The assistance provided would be bespoke to each local authority, but might typically have a focus on providing expertise around planning for delivery.

Brokerage

33. The garden villages we commit to supporting will be a priority for delivery. We can play a key role across government in helping local authorities overcome barriers to delivery, and broker solutions to unblock any issues that arise.
Access to government housing funding streams

34. There are a number of funding streams which, subject to eligibility, could be open for successful expressions of interest to secure priority access. These include:

35. **Starter Homes Fund**: there is an opportunity to access funding for more starter homes from our £2.3 billion funding for starter homes if the additional starter homes are built out by 2020.

36. **Affordable Housing**: new proposals will also have an opportunity to access funding to deliver shared ownership, rent to buy and supported housing by 2020/21.

37. **Help to Buy: Equity Loan** will be available until March 2021, offering an equity loan of up to 20% of the purchase price, and enabling people to buy a new-build home with a deposit as low as 5%. This would provide the opportunity for people unable to save for a large deposit, but able to make regular mortgage payments, to realise their dreams of owning their own home.

38. We will also work with places we are supporting to help them navigate and seek funding from other sources of government funding, for example, the Home Building Fund, the free schools programme, and other roads and rail capital programmes.

Financial flexibilities

39. We welcome ideas about how additional financial flexibilities could unlock the delivery of garden villages. Where we support expressions of interest with ambitious proposals, we stand ready to explore options to improve viability and cashflow.

Planning freedoms

40. We are interested in working with local authorities which have a good track record of housing delivery who are prepared to commit to delivery of housing over and above their objectively assessed housing need through the creation of new garden villages.

41. In exchange for guaranteed housing delivery, we will work with you to identify and deliver planning freedoms to support housing growth including, for example, ensuring that there is greater ability to resist speculative residential planning applications, and to continue protecting the Green Belt.

Delivery vehicles

42. A dedicated delivery vehicle may, in some circumstances, be beneficial to lead on the planning, development, and building of the new garden village.

43. There are many forms that this could take, from publicly-led arm's length bodies, public-private partnership arrangements such as joint venture companies, or, for particularly complex proposals, a statutory development corporation. We are
committed to legislating to update the New Towns Act 1981 to ensure there is a fit for purpose vehicle for the delivery of new garden villages.

44. We are not prescribing any particular model, but we can support local authorities consider what the most appropriate delivery arrangements will be to ensure that the main partners are able to take key decisions effectively.

Application process

Who can apply?

45. An expression of interest must be submitted by a local authority. We would welcome bids that are supported by private sector developers and/or landowners.

How to apply

46. Expressions of interest must be submitted by 31 July 2016 through the Homes and Communities Agency at garden.villages@hca.gsi.gov.uk. The HCA, both through their operating area network and ATLAS, is available to provide support in developing expressions of interest.

47. Expressions of interest must be able to demonstrate clearly that they meet the requirements set out in this prospectus. They should provide an indication of the tailored government support they are seeking and key issues that may require brokerage from government.

48. We are not prescribing a particular format for expressions of interest, but we would expect them to articulate a clear vision for the new garden village, with reference to the prioritisation criteria outlined above, and include specifically:

- a map setting out the proposed site boundary
- a general description of the proposal, including both policy aims and technical aims so far as they can be known (such as housing numbers, likely delivery methods, retail and other commercial space, extent of green space, timescale for delivery etc)
- evidence which demonstrates that the scheme responds to issues of local affordability, and that there is strong growth potential over the medium to long-term
- information on the specific advice and technical research that will be undertaken should the bid be successful
- available evidence on scheme viability, including infrastructure costs and any abnormal costs
- if available, any analysis/data evidence on the financial, social and economic benefits of the proposals
- evidence on design and local consultation
• any information on transport infrastructure projects underway or committed around the proposed area

**Shortlisting stage**

49. The HCA will consider expressions of interest taking account of the criteria set out above.

50. Final decisions on which expressions of interest to support will be made by DCLG ministers in the light of advice from HCA and DCLG officials. All applicants will then be informed of the outcome.

**Further information**

51. For further information please contact the Homes and Communities Agency at garden.villages@hca.gsi.gov.uk
Garden towns and cities

Criteria for support

52. In considering whether to provide government support to expressions of interest for new garden towns and cities under this section of the prospectus, we will take account of the criteria set out in paragraphs 53 to 67. For the most part, these mirror those set out for garden villages in the previous section, but with some changes to reflect the scale of proposals:

Size

53. The new garden town, or city, must provide at least 10,000 new homes. This may be on a new site away from existing settlements, or take the form of transformational development, both in nature or in scale to an existing settlement.

Local authority-led

54. Expressions must be led by local authorities. We also welcome expressions of interest which include support from private sector developers and/or landowners.

Local leadership and community support

55. We expect expressions of interest to demonstrate a strong local commitment to delivery. New garden towns and cities should have the backing of local authorities in which they are situated, including the county council in two-tier areas. To ensure that the potential local economic impacts and benefits have been considered they should also have the explicit support of the Local Enterprise Partnership(s).

56. Expressions of interest should set how the local community is being, or will be, engaged at an early stage, and strategies for community involvement to help win local support.

Quality and design

57. Good design is essential if we are to create sustainable places where people want to live and be part of the local community. It will be important for expressions of interest to demonstrate how the garden town, or city, will be built to a high quality, well designed and attractive. Use of qualitative and quantitative research on local public opinion will be welcomed on issues around design and community.

Public sector and brownfield land

58. We welcome expressions of interest which make effective use of previously developed land (brownfield land) and/or public sector land.
Strategic fit

59. The delivery of a garden town, or city, will be a long-term project which is likely to have implications for how housing need is met locally, inform future decisions around strategic transport and other infrastructure, and impact on the location of future employment growth. We expect expressions of interest to demonstrate how the delivery of the new settlement fits with wider strategies for housing growth to meet assessed need, creating new jobs and the delivery of infrastructure to underpin growth.

Viability and deliverability

60. We recognise that the successful delivery of a new garden town, or city, is a complex project. We do not expect expressions of interest to provide a full set of answers about how the settlement will be delivered, but we will want to see clear thinking and ambitious proposals about how private sector finance can be leveraged in, opportunities to capture land value to fund infrastructure, and future infrastructure needs.

61. We will review with local areas the need for additional investment in infrastructure to support the full delivery of the garden town over time, but we would expect to see credible proposals for significant development without the need for further public subsidy. We welcome proposals that are located with good access to either existing or planned strategic transport infrastructure to provide local and national connectivity.

Additional or accelerated delivery

62. We will want to support expressions of interest that offer a strong prospect of quantified early delivery, a significant acceleration of housing delivery, and genuinely additional housing supply. We welcome expressions of interest that demonstrate how build out of the garden town can be achieved a pace, for example by providing a good mix of tenures and multiple outlets.

Starter homes

63. High quality starter homes, to be offered at least a 20% discount for first time buyers, have a place within well-designed new communities. Like other major developments, it is our intention for new garden towns and cities to be subject to our new statutory requirement in the Housing and Planning Bill, and provide a proportion of starter homes as part of their section 106 agreements (details of which we will be consulting on).

64. We welcome expressions of interest that show the greatest ambition to ensure that first-time buyers enjoy the benefits of home ownership, and have the opportunity to be an important part of the community.
Support for small and medium enterprise home builders

65. We welcome expressions of interest which provide opportunities to encourage a diverse range of house builders, including small and medium sized firms, in the delivery of the garden town.

Innovation

66. We encourage expressions of interest that include innovative forms of delivery such as off-site construction, self-build, custom-build and a direct commissioning approach. We will also consider expressions of interest from local authorities who wish to be innovative in ways which we may not have anticipated.

Infrastructure

67. We would like to ensure that, where possible, infrastructure needs are clearly assessed and met as part of any proposal.

Government support package

68. We recognise that each new garden town and city will be unique, and each proposal with vary in the support required from government. Local authorities will want therefore, to consider which aspects of the package set out in paragraphs 69 to 82 will help enable delivery.

Delivery enabling funding and support

69. To support local authorities in realising their vision for new garden towns, we can provide a tailored package of support that could include a limited amount of funding. That funding could for example be used to ensure the local authority has the right skilled staff in place or pay for key studies and assessments. This funding is available in 2016-17 and 2017-18, with further funding subject to review.

70. In addition, direct support can also be provided by the Homes and Communities Agency, including through their Advisory Team for Large Applications (ATLAS). The assistance provided would be bespoke to each local authority, but might typically have a focus on providing expertise around planning for delivery.

Brokerage

71. We can play a key role across government in helping local authorities overcome barriers to delivery and broker solutions to unblock any issues that arise. The garden towns we commit to supporting will be a priority for delivery and we will escalate issues that stand in the way of securing that, with a view to securing their prompt and effective resolution.
Access to government housing funding streams

72. There are a number of funding streams which, subject to eligibility, could be open for successful expressions of interest to secure priority access. These include:

73. **Starter Homes Fund**: There is an opportunity to access funding for more starter homes from our £2.3 billion funding for starter homes if the additional starter homes are built out by 2020.

74. **Affordable Housing**: New garden towns will also have an opportunity to access funding to deliver shared ownership, rent to buy and supported housing by 2020/21.

75. **Help to Buy: Equity Loan** will be available until March 2021, offering an equity loan of up to 20% of the purchase price, and enabling people to buy a new-build home with a deposit as low as 5%. This would provide the opportunity for people unable to save for a large deposit, but able to make regular mortgage payments, to realise their dreams of owning their own home.

76. We will also work with places we are supporting to help them navigate and seek funding from other sources of government funding, for example, the Home Building Fund, the free schools programme, and other roads and rail capital programmes.

Financial flexibilities

77. We welcome ideas about how additional financial flexibilities could unlock the delivery of garden towns and cities. Where we support expressions of interest with ambitious proposals, we stand ready to explore options to improve viability and cashflow.

Planning freedoms

78. We are interested in working with local authorities which have a good track record of housing delivery who are prepared to commit to delivery of housing over and above their objectively assessed housing need through the creation of new garden settlements.

79. In exchange for guaranteed housing delivery, we will work with you to identify and deliver planning freedoms to support housing growth including, for example, ensuring that there is greater ability to resist speculative residential planning applications, and to continue protecting the Green Belt.

Delivery vehicles

80. Delivering a new garden town of over 10,000 homes will need strategic long-term thinking and robust delivery arrangements. There are many forms that this could take, from publicly-led arm’s length bodies, public-private partnership arrangements such as joint venture companies, or statutory development corporations. We are committed to legislating to update the New Towns Act 1981, to ensure there is a fit for purpose vehicle for the delivery of new garden towns available.
81. We consider that a New Town Development Corporation may be a good option for delivery at this scale. It will be able to focus on resolving complex co-ordination challenges, can compulsorily purchase land under the 'no scheme' rules, and will be able to provide long-term planning certainty that is likely to be attractive to private sector investors and landowners.

82. We are not prescribing any particular model. We are happy to help local authorities consider what the most appropriate delivery arrangements will be to ensure that the main partners are able to take the key decisions effectively.

Application process

Who can apply?

83. An expression of interest must be submitted by a local authority.

How to apply

84. Expressions of interest for new garden towns are invited on an ongoing, rolling basis from interested local authorities, rather than being subject to any fixed deadline. We would accept the submission of a formal expression of interest to have been preceded by a period of engagement with DCLG and HCA.

85. Expressions of interest must be able to demonstrate clearly that they meet the requirements set out in this prospectus. They should provide an indication of the tailored government support they are seeking and key issues that may require brokerage from government.

86. We are not prescribing a particular format for expressions of interest, but expect them to articulate a clear vision for the new garden town with reference to the criteria outlined above and include specifically:

- a map setting out the proposed boundary of the garden town or city
- a general description of the proposal, including both policy aims and technical aims so far as they can be known (such as housing numbers, likely delivery methods, retail and other commercial space, extent of green space, timescale for delivery etc)
- evidence which demonstrates that the scheme responds to issues of local affordability and the wider strategic needs of the local area, and that there is strong growth potential over the medium to long-term
- information on the specific advice and technical research that will be undertaken should the bid be successful
- available evidence on infrastructure costs and any abnormal costs and how it is anticipated these will be met
- if available, any analysis/data evidence on the financial, social and economic benefits of the proposals
• evidence on design and local support
• any information on transport infrastructure projects underway or committed around the proposed area

87. Expressions of interest should be made by email to DCLG at locallyledgardencities@communities.gsi.gov.uk.

Selecting sites for support

88. Final decisions on which expressions of interest to support will be made by DCLG Ministers in the light of advice from DCLG and HCA officials.

Further information

89. For further information please contact DCLG at locallyledgardencities@communities.gsi.gov.uk.