CITY OF WOLVERHAMPTON C O U N C I L

### **Cabinet**

26 October 2022

Report title Wolverhampton Local Development Scheme

**Decision Designation** AMBER

Cabinet member with lead

responsibility

Cllr Stephen Simkins

Deputy Leader: Inclusive City Economy

Key decision Yes

In forward plan No

Wards affected All Wards

Accountable Director Richard Lawrence, Director of Regeneration

Originating service Planning

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Report has been considered by

Regeneration Leadership Team

9 October 2022

Strategic Executive Board 9 October 2022

#### Recommendations for decision:

The Cabinet is recommended to:

- Approve the Wolverhampton Local Development Scheme (2022-2025) attached as Appendix 1 to this report, upon formal confirmation that the Draft Black Country Plan is no longer proceeding.
- 2. Request a further report to approve Issues and Preferred Options consultation on a Wolverhampton Local Plan covering the period to 2040, which will build on work already completed through the Draft Black Country Plan.

#### Recommendation for noting:

The Cabinet is asked to note:

1. The Black Country Plan preparation process has now ceased following the announcement of the intended withdrawal of Dudley Council.

#### 1.0 Purpose

- 1.1 On 6 October 2022, the Leader of Dudley Council announced via a press statement that he would be recommending to his Cabinet that the Council withdraw from the Black Country Plan (BCP) preparation process.
- 1.2 The BCP would have become the key statutory Local Plan document for Wolverhampton, replacing the out-of-date Black Country Core Strategy (2011) and elements of Wolverhampton specific Area Action Plans. The Government requires all local authorities to have an up-to-date Local Plan by 2023. Not having an up-to-date local plan will undermine the Council's ability to prevent unwanted development from taking place and put at risk funding to support the delivery of key regeneration projects. It is therefore essential that the Council proceeds with the preparation of its own Local Plan in the most timely manner to address the vacuum caused by the fragmentation and cessation of the BCP.
- 1.3 This report seeks approval to prepare a new Local Plan for Wolverhampton as quickly as possible, based on the principle of taking forward the parts of the Draft Black Country Plan relating to Wolverhampton and building on the evidence and consultation responses made to date. The Plan preparation timetable is set out in a new Wolverhampton Local Development Scheme (2022-2025).

### 2.0 Background

- 2.1 Government requires all Councils to have an up-to-date Local Plan. If Plans are not progressing, or severely delayed, Government has powers to intervene by directly appointing Government officials, at a cost to the Council, to prepare a Plan for an area, taking away responsibility from the local authority. Government has used its intervention powers in South Essex and Wirral where the Councils were unwilling to progress Plans which involved the development of green belt sites to meet their needs.
- 2.2 These requirements were set out in detail in the policy paper "Planning for the Future" Title (publishing.service.gov.uk) in March 2020. This said: "...

We will introduce new changes to ensure that land, sites and homes come forward on time and incentivise authorities to deliver more homes. This includes:

Setting a deadline for all local authorities to have an up-to-date local plan — the government will require all local planning authorities to have up-to-date local plans by December 2023. The government will prepare to intervene where local authorities fail to meet the deadline in accordance with the existing statutory powers, considering appropriate action on a case by case basis. "

2.3 Plans are also essential to set a realistic housing target for an area so that it can demonstrate it has a five year housing land supply. If a five year housing land supply cannot be demonstrated, Government requires that planning applications and appeal

decisions should be based predominantly on national planning policies with significantly less weight given to locally produced planning policies and priorities. This means it will be much more difficult for the Council to protect sites and features which make important contributions to local character and distinctiveness, and employment premises from being redeveloped - putting local jobs at risk. Green belt would retain protection but to a lesser degree if a five year supply cannot be demonstrated.

- 2.4 Wolverhampton currently has a five year housing land supply but with a very limited margin, and in future years, as urban housing sites are built-out, it is likely that the City will not have a five year housing land supply. The only way the Council can guarantee a five year housing land supply in the long term is by adopting a Local Plan based on a deliverable housing target made up of a pipeline of sites within the City, and maximising opportunities in neighbouring areas through the Duty to Cooperate. Having an up to date Plan is also an important criteria for Councils to bid for money from Government for new infrastructure in a number of funding programmes. Delaying the preparation of the Local Plan will therefore put at risk funding to remediate brownfield sites and critical infrastructure.
- 2.5 The Black Country Core Strategy (BCCS), adopted in 2011, is the key Local Plan document for the City and provides the overarching strategic planning and regeneration document covering the Black Country Authorities (BCA) of Dudley, Sandwell, Walsall and Wolverhampton. The BCCS covers the period to 2026 and contains a commitment to a review in 2016. The review of the BCCS began with production of key evidence in 2016, followed by consultation on an Issues and Options Report in summer 2017.
- On 17 October 2018, Cabinet received a report summarising key issues raised during the consultation and agreed to widen the scope of the review to include detailed site allocations and to change the name of the document to the Black Country Plan (BCP). The BCP was intended to identify where new employment and housing development would be located and where investment for new infrastructure such as transport, schools and health facilities would be made and to set out policies to guide development. The BCP would have become the key Local Plan document for Wolverhampton, replacing the out-of-date Black Country Core Strategy (2011) and elements of Wolverhampton specific Area Action Plans.
- 2.7 On 7 July 2021, Cabinet approved consultation on the Draft Black Country Plan (Regulation 18) during summer 2021. The Draft Plan included proposed site allocations for housing and employment development and attracted a large number of consultation responses. On 6 July 2022, Cabinet approved public consultation on Additional Housing Sites in Walsall (Regulation 18) during summer 2022.
- 2.8 Work has been progressing on the preparation of the next stage of the Plan (Regulation 19), taking into account the issues raised in the representations submitted to the 2021 consultation, subsequent evidence studies and the need to conform to planning legislation and Government guidance. This Plan was programmed for consideration by Cabinet in October 2022 with formal public consultation in November / December.

However, on 6 October 2022, the Leader of Dudley Council announced that he would be recommending to his Cabinet that the Council withdraw from the Black Country Plan. The principal reason being that the previously agreed and consistently applied evidencebased approach used to select sites for inclusion in the Plan across the whole of the Black Country could not be supported by Dudley Council. Dudley Council have not suggested an alternative approach towards the site assessments which is capable of withstanding legal challenge and so it is not possible to progress the Black Country Plan on a joint basis.

#### 3.0 **Proposed Way Forward**

- 3.1 A large amount of work has been undertaken and resources expended over an extended period of time to progress the BCP to an advanced stage. For the reasons set out above, there is an urgent need for Wolverhampton to prepare and adopt a new Local Plan as soon as possible.
- 3.2 Each of the remaining authorities, Walsall, Sandwell and Wolverhampton have agreed that the best route forward following the sudden withdrawal of Dudley is to produce their own plans, whilst at the same time working closely together and meeting the duty to cooperate. Therefore, it is recommended that a new Local Plan is prepared for Wolverhampton which takes forward the parts of the Draft Black Country Plan which relate to Wolverhampton and builds on the existing evidence base and consultation responses made to date.
- 3.3 The above approach will make the most effective use of the work undertaken to date, particularly the "call for sites" and site assessment work, and the extensive and detailed consultation responses received on the Draft Black Country Plan during 2021. This approach has also been endorsed via external legal advice. The details of this approach will be set out in a report to 14 December Cabinet, which will be asked to approve public consultation on an Issue and Preferred Options Report. This will allow adoption of the Wolverhampton Local Plan to take place by early 2025. Given the later adoption date, the Plan period will need to be extended from 2039 to 2040.
- 3.4 The end to joint work on the BCP and the proposed continuation of this work in Wolverhampton through preparation of a Wolverhampton Local Plan requires an immediate update to the Wolverhampton Local Development Scheme (LDS), which covers the period 2022-2025. The proposed new LDS is attached as Appendix 1 to this report. The LDS sets out the following timetable for preparation of the Wolverhampton Local Plan:

Issues and Preferred Options Consultation (Regulation 18):

Publication Consultation (Regulation 19):

Submission (Regulation 20):

o Examination:

Adoption:

End 2023 End 2023 – End 2024

Early 2025

Dec 2022 - Feb 2023

Aug - Sept 2023

3.3 This programme will result in the adoption of the Plan by 2025, with the Regulation 19 (Publication) stage in the Summer of 2023. This is some nine months behind the BCP programme.

### 4.0 Evaluation of Alternative Options

- 4.1 The alternative option would be to pause the preparation of the Local Plan, potentially waiting for reforms to the planning system out in in the 2021 Planning White Paper. The programme and scope of these reforms is unclear, and could mean that the City would not have an up-to-date Local Plan in place for a number of years. The clear advice from the relevant Government department within the last few days is that this approach should not be taken and would put the authority at risk of intervention.
- 4.2 As set out above, failure to have a Local Plan that is based on sound evidence could result in the City having insufficient land to meet the need for housing, employment and other land uses that are necessary to support the economic and environmental well-being of the area. It could also result in development taking place in the wrong locations, leading to an inefficient use of resources, traffic congestion and other harm. Having an up-to-date Local Plan in place is also essential to defend the Council's position at planning appeals. Lack of an up-to-date Plan risks intervention from central government and may compromise our ability to make decisions locally.

#### 5.0 Reasons for decisions

5.1 It is important that Wolverhampton is covered by an up-to-date Local Plan and Local Development Scheme, in order to meet statutory requirements and to support regeneration and investment in the City and protect areas of value from development. Cabinet approval is required for each consultation stage of the Local Plan preparation process.

### 6.0 Financial implications

- 6.1 The costs of preparing the Black Country Plan (BCP) have been shared on an equal basis between the four Black Country Local Authorities (BCLAs) with Sandwell taking the lead role in procurement. Costs incurred by Wolverhampton during 2021-2022 totalled £77,672, which was met from Planning revenue budgets for 2021-2022 and planning grant.
- 6.2 Following the end of work on the BCP, further work is needed to agree a final financial settlement with the BCLAs. However, the majority of BCP work programmed for 2022-23 has either been completed or almost completed. On this basis an indicative cost breakdown is provided in the table below:

2022-2023	2023-2024	2024-2025	Total
£000	£000	£000	£000

Black Country Plan cost	50	0	0	50
Wolverhampton Local Plan cost	50	120	120	290
Total	100	120	120	340

- 6.3 The anticipated budget for the preparation of a Wolverhampton only Local Plan is some £340,000 for the period 2022-25. This figure is an estimate and will be subject to change having regard to any issues raised during the consultation stages of the Plan preparation programme. This cost is significantly in excess of the contribution towards the completion of the BCP. The additional cost to the Council being at least £100,000. The Council will be carefully looking at what options there may be to recover these wasted costs.
- 6.4 It is estimated that costs for 2022-2025 can be met through Planning revenue budgets including approved budgets for 2022-2023 and future budgets subject to budgetary approval processes. The recurrent budget for this area is circa £70,000, however, where the forecast suggests costs will be in excess of this budget, planning grant is available to fund the additional costs.

[MH/07102022/L]

#### 7.0 Legal implications

7.1 As set out in the body of the report, the Council is required to have an up-to-date Local Plan. The legal implications are detailed in the report and related appendix. Subject to approval of the recommendations, the Wolverhampton Local Plan will form part of the adopted Local Plan for the City.

[JA/07102022/E]

### 8.0 Equalities implications

8.1 Preparation of the Wolverhampton Local Plan will include the carrying out of an integrated Sustainability Appraisal at each formal stage, and at later stages an Equality Impact Assessment. The Plan will seek to ensure that sufficient homes, shops and employment, social and recreational facilities are planned and provided for in that time to meet the needs of the communities in the City. This will include meeting the needs of children and young people by seeking to provide sufficient facilities for them as well as having a positive effect for future generations.

#### 9.0 All other implications

- 9.1 A Sustainability Appraisal (SA) is being carried out throughout the plan preparation process. SA is a process for evaluating the environmental consequences of proposed policies and proposals to ensure sustainability issues are fully integrated and addressed at the earliest appropriate stage. The overall aim of the SA process is to inform and influence the development of the Plan and maximise its sustainability value.
- 9.2 There are currently sufficient staff resources in the Planning team to progress the Wolverhampton Local Plan to timetable. Delivery of the timetable will be dependent upon the retention of key staff and maintenance of staffing resource up to adoption.

### 10.0 Schedule of background papers

- 10.1 Black Country Core Strategy 2006-26, adopted February 2011
- 10.2 Cabinet 27 June 2017 'Black Country Core Strategy Review Issues and Options Report'
- 10.3 Cabinet 17 October 2018 'Progress on Black Country Core Strategy Review'
- 10.4 Cabinet 7 July 2021 'Black Country Plan Draft for Consultation'
- 10.5 Wolverhampton Local Development Scheme 2022-25 (Local Development Scheme | City Of Wolverhampton Council)
- 10.6 Cabinet 6 July 2022 'Draft Black Country Plan Additional Housing Sites in Walsall'

#### 11.0 Appendices

11.1 Appendix 1: Wolverhampton Local Development Scheme (2022-2025) December 2022