

Tunbridge Wells Borough

Energy Topic Paper for Draft Local Plan – Regulation 18 Consultation August 2019

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Introduction

- 1. Over the last 45 years, climate change in Kent has largely been in line with UK trends. Average temperatures in the South East have increased more than in the north of the country, and there has been an increase in heavy winter downpours and a decrease in summer rainfall. Other gradual changes which also indicate the impact of climate change have been recorded specifically in Kent. For example:
 - earlier emergence dates for butterflies;
 - earlier arrival and breeding of bird species that require warmer climates.
- Further information on the impacts of climate change in Kent can be found in the <u>Local Climate Impacts Profile</u> (LCLIP), which summarises local impacts in the county from 1996-2010¹. An updated risk assessment is expected to be available towards the end of 2019.
- 3. The challenge that climate change creates for the building sector is set out in the 2018 Committee on Climate Change report. This analysis suggests that overall emissions across the UK building stock needs to fall by at least 20% between 2017 and 2030 to meet the commitments of the Climate Change Act 2008. This is a challenging target given that, after a period of decline, carbon emissions from buildings rose 1% in 2017. Any increase in emissions from new buildings will make the Climate Change Act commitment harder to meet.
- 4. Tunbridge Wells Borough Council has responded to the climate change challenge in the past with relevant policies within the 2006 Local Plan and the 2010 Core Strategy. However, these are now dated and an update to planning policy is required.
- 5. Nationally, readers should note that this area of policy is in constant flux. In the past five years, government proposed making changes to legalisation that would prevent local authorities requesting higher energy standards in new development. The background and implications of this proposed change are discussed in the **Legislation and Policy Background** chapter.
- 6. However, in the past 12 months, the publication of important climate change evidence and a refreshed media interest have prompted a 'call for action'. Many local authorities (including Kent² and Tunbridge Wells³) are now making Declarations of Climate Emergency and in the 2019 Spring Statement, the Government indicated that further change to energy policy is likely in the near future. In addition, an update to Building Regulation Part L is expected in 2019. For this reason, this Topic Paper will be regularly reviewed to ensure it is in line with the latest government guidance.
- 7. This aim of this Topic Paper is to provide the background to, and explanation for, how the development management policy for energy reduction has been determined for the draft Local Plan.

¹ https://www.kent.gov.uk/about-the-council/information-and-data/Facts-and-figures-about-Kent/environmental-policies/climatechange/kents-changing-climate

² https://democracy.kent.gov.uk/mgAi.aspx?ID=49578

³ http://democracy.tunbridgewells.gov.uk/meetings/documents/s43601/11%20Motions.pdf

Legislation and Policy Background

The Climate Change Act 2008

- 8. The Climate Change Act 2008 (amended in June 2019) commits the UK to reducing emissions of carbon dioxide and other greenhouse gases to zero by 2050⁴. Progress against the 2050 target is measured by legally binding carbon budgets, which cap the amount of greenhouse gases that can be emitted by the UK over a five-year period (measured by the Committee on Climate Change).
- 9. By 2017, UK greenhouse gas emissions were 43% below 1990 levels, but as Figure 1 shows, this was mostly due to a reduction in emissions from the power, industry, and waste sectors, with all other sectors largely remaining flat.



Figure 1. Emission reductions 1990-2017 and change in emissions by sector during that period (Committee on Climate Change, 2018)

- 10. Although the first three carbon budgets have been or will be met, the fourth budget (2023-27) is not on track. In its 2018 report to Parliament, the Committee on Climate Change had four messages for the Government:
 - support simple, low-cost options;
 - commit to effective regulation and strict enforcement;
 - end the chopping and changing of policy;
 - act now to keep long term options open.
- 11. The *South2East Local Energy Strategy* highlights that the reduction in energy demand needed to meet the 2032 carbon budget is very unlikely to be met by a reduction in energy demand by society in general; i.e. we will want more energy than greenhouse gas emission allowances will allow (Figure 2). Instead, the difference between demand and traditional energy supply will have to be made up by clean (low and zero emission)

⁴ http://www.legislation.gov.uk/ukpga/2008/27/pdfs/ukpga_20080027_en.pdf

energy generation at both a national and local scale. This will include existing known technologies such as solar, wind, and energy from waste, but will also need to incorporate more innovative solutions, such as the wider adoption of heat pumps, the wide-scale development of low carbon heat networks and hydrogen as an energy source. An example project is Western Power Distribution's Freedom Project, which is trialling hybrid heating systems that use both a gas boiler and an electric heat pump, alongside an aggregated demand side response control system.



Figure 2. Comparison of 2015 to 2032 energy demand by sector, highlighting energy 'gap' to be met by clean energy (Energy South2East, 2019)

12. Although the UK's legally binding target is for reducing emissions to zero by 2050, there is increasing evidence that this will not be soon enough⁵.

The NPPF

13. The National Planning Policy Framework (NPPF), reflects the requirements of the Climate Change Act 2008 in paragraphs 148 and 149 as follows:

"The planning system should support the transition to a low carbon future in a changing climate, taking full account of flood risk and coastal change. It should help to: shape places in ways that **contribute to radical reductions in greenhouse gas emissions**, minimise vulnerability and improve resilience; encourage the reuse of existing resources, including the conversion of existing buildings;" (emphasis added)

"Plans should take a proactive approach to mitigating and adapting to climate change, taking into account the long-term implications for flood risk, coastal change, water supply, biodiversity and landscapes, and the risk of overheating from rising temperatures (in line with the objectives and provisions of the Climate Change Act 2008). Policies should support appropriate measures to ensure the future resilience of communities and infrastructure to climate change impacts, such as providing space for physical protection measures, or making provision for the possible future relocation of vulnerable development and infrastructure."

⁵ The Intergovernmental Panel on Climate Change's (IPCC) special report published in 2018 advises applying a limit global temperatures to 1.5°C above pre industrial levels

The Planning Act 2008

- 14. Local planning authorities are bound by the legal duty set out in Section 19 of the 2004 Planning and Compulsory Purchase Act, as amended by the 2008 Planning Act, to ensure that, taken as whole, plan policy contributes to the mitigation of, and adaptation to, climate change.
- 15. The legislative framework for the planning system carries forward the UK commitment to tackling climate change. Section 19 of the 2004 Planning and Compulsory Purchase Act, as amended by Section 182 of the Planning Act 2008 states: "Development plan documents must (taken as a whole) include policies designed to secure that the development and use of land in the local planning authority's area contribute to the mitigation of, and adaptation to, climate change."

Planning and Energy Act 2008

- 16. Up until 2015, it was common to see local authorities implementing policy derived from the following requirements of the Planning and Energy Act 2008, which enabled local authorities to require standards for energy efficiency in new buildings beyond those in the Building Regulations as follows:
 - (1) A local planning authority in England may in their development plan documents, a strategic planning panel may in their strategic development plan, and a local planning authority in Wales may in their local development plan, include policies imposing reasonable requirements for—
 - (a) a proportion of energy used in development in their area to be energy from renewable sources in the locality of the development;
 - (b) a proportion of energy used in development in their area to be low carbon energy from sources in the locality of the development;
 - (c) development in their area to comply with energy efficiency standards that exceed the energy requirements of building regulations.
- 17. Further relevant policy at the time included the commitment made by the coalition government in 2011 to deliver a 'zero carbon homes' policy by 2016.
- 18. However, in early 2015, the Housing Standards Review reported and Government announced the withdrawal of the Code for Sustainable Homes, except for legacy projects. As a result, a number of changes to existing Building Regulations were introduced, along with new technical optional standards on Access, Water, and Space.
- 19. The reason for this was to effectively make the Building Regulations the sole authority regarding energy efficiency standards for residential development. At the time, the policy for all new homes to be 'zero carbon' from 2016 was still in place and thus why the housing standards review did not provide further clarification on energy efficiency standards.
- 20. When the clarification came in a Written Ministerial Statement (WMS) in March 2015, the Government stated that "*local planning authorities...should not set...any additional local technical standards or requirements relating to the construction, internal layout or performance of new dwellings.*" The exception was energy performance, where the

WMS said that local authorities would continue to be able to require energy performance standards higher than Building Regulations up to the equivalent of Code for Sustainable Homes Level 4 "*until commencement of amendments to the Planning and Energy Act 2008*".

- 21. These specific amendments to the 2008 Planning and Energy Act were intended to remove the ability of local planning authorities to require energy performance standards for new homes higher than those set in the Building Regulations and were to be enacted at the same time that the government introduced higher energy performance requirements in 2016, through the Building Regulations. The performance increase was expected to be equivalent to a 19% improvement from the target emission rate of the 2013 edition of the 2010 Building Regulations (Part L) and was also the standard referenced within the aforementioned WMS (i.e. equivalent to Code for Sustainable Homes level 4 energy criteria).
- 22. It appeared as if the changes would be enacted at the same time that Government introduced higher energy performance requirements nationally in 2016.
- 23. However, in July 2015, the Government's Productivity Plan, 'Fixing the Foundations', stated that: "The government does not intend to proceed with the zero carbon allowable solutions carbon offsetting scheme, or the proposed 2016 increase in on-site energy efficiency standards, but will keep energy efficiency standards under review, recognising that existing measures to increase energy efficiency of new buildings should be allowed time to become established."
- 24. This cancellation, or perhaps more accurately, suspension, of the zero carbon homes agenda caused a great deal of confusion and uncertainty amongst the private sectors and local authorities.
- 25. However, despite the intentions listed above, the amendments to the Planning and Energy Act 2008 have not been enacted, and the Government has not yet produced a commencement date for repealing these powers. In other words, Section 42 of the Deregulation Act 2015 contained wording to repeal the power for authorities to set energy efficiency standards above Building Regulations (whilst leaving intact the power to require carbon reductions through renewable energy) which the previous government had intended as part of its zero carbon homes policy, and these changes have not been commenced.
- 26. In addition, the intentions have been superseded by subsequent political announcements.
- 27. Crucially, in 2018, in its summary response to a consultation on changes to the NPPF (see answer to Q33⁶), the Government has clarified its position on local authorities setting higher energy requirements than those currently contained within Part L of the Building Regulations:

"A number of local authority respondents stated the view that the text in the revised Framework restricted their ability to require energy efficiency standards above Building Regulations. To clarify, the Framework does not prevent local authorities from using their existing powers under the Planning and Energy Act 2008 or other legislation where applicable to set higher ambition. In particular, local authorities are

https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/728498/180724_NPPF_Gov _response.pdf

not restricted in their ability to require energy efficiency standards above Building Regulations. The Government remains committed to delivering the clean growth mission to halve the energy usage of new buildings by 2030".

28. For this reason, local planning authorities have the power to adopt such standards where they are compliant with other national policy, e.g. there is an evidence base to support it, including viability analysis.

Energy in Tunbridge Wells Borough

29. Below is a summary of the current energy consumption and production via renewables within the borough for various sectors. Datasets used to prepare this information are found in Appendix 1.

Energy Consumption

30. In 2016, 1,998 GWh of energy was consumed in Tunbridge Wells borough: 31% in the transport sector, 45% in the domestic sector and 24% in the industry and commercial sector (Figure 3).





- 31. The carbon emissions of these sectors are slightly different due to the carbon intensity of the energy sources used; transport is responsible for 35% of emissions, industry and commercial for 26% and the domestic sector for 39%. See the **Greenhouse Gas Emissions** section below for further details.
- 32. As a country, we spend £32 billion a year on heat⁷ and almost three quarters of industrial energy use is to produce heat, often at very high temperatures⁸. The <u>Energy</u> <u>South2East Local Energy Strategy⁹</u> states that much of the heat produced in the

⁷ DECC (2013) The Future of Heating; https://www.gov.uk/government/publications/ the-future-of-heating-meeting-thechallenge

⁸ DECC (2013) Estimates of heat use in the United Kingdom in 2013

https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/

file/386858/Estimates_of_heat_use.pdf

⁹ South East LEP (2019); Energy South2East Local Energy Strategy https://www. southeastlep.com/energysouth2east

South East is wasted through discharges into the atmosphere, despite the fact it could be reused in a number of ways. Uses for waste heat include:

- reuse within the same facility for heating or cooling;
- reuse by another end user via a heat network;
- converting waste heat to power.
- 33. This presents a huge opportunity to utilise more efficient technologies and achieve cost savings for the county's businesses and residents alike. In the domestic sector, high heat consumption is due to the poor energy efficiency of our housing stock, which also contributes to poor housing conditions and fuel poverty (see the **Fuel Poverty** section below).

Domestic Energy Consumption

34. Total energy use in the domestic sector in Tunbridge Wells borough was 895 GWh in 2016. Of this, gas accounted for 64% of consumption; electricity 25%; and petroleum products, manufactured fuels, and coal making up the remaining 11% (Figure 4).



Figure 4. Domestic fuel consumption by fuel type in 2016 (BEIS, 2019)

35. Domestic gas consumption in Tunbridge Wells borough fell 20% between 2005 and 2016; from 713 GWh in 2005 to 573 GWh in 2016. However, domestic electricity consumption has not undergone the same downward trend, with consumption remaining largely constant in this period (Figure 5).



Figure 5. Domestic gas and electricity consumption in Tunbridge Wells Borough (BEIS, 2019)

36. The scale of growth forecast in the draft Local Plan will lead to greater energy demand¹⁰. Without mitigation, this will cause carbon emissions from the domestic sector to rise in line with predictions at county level (Figure 6). To offset this increase in demand there needs to be a significant increase in the use of low or zero emission technologies.



growth (KCC, 2017)

37. However, it is important to remember that not all homes in the borough are on the gas network. In 2016, 571 GWh of energy in the domestic sector came from petroleum products (9.5%), 116 GWh from coal (1%), and 88 GWh from manufactured fuels (0.75%).

¹⁰ KCC (2017) Renewable Energy Action Plan: 2017 Update https://www.kent.gov.uk/ data/assets/pdf_file/0011/89498/Renewable-energy-for-Kent-2017-action-plan- update.pdf

38. The national non-gas grid map, developed for Affordable Warmth Solutions in conjunction with the Department for Business, Energy and Industrial Strategy (BEIS), shows that 38.6% of homes in Tunbridge Wells are off the gas network. This figure is the highest in Kent (Figure 7)¹¹ and higher than the average of 20% across the Energy South2East Local Energy Strategy area.



- 39. Within the lower layer super output areas (LSOA), the areas with the highest proportion of properties experiencing fuel poverty are also the areas that have the highest number of off-gas properties (Figure 8, dark blue). In Tunbridge Wells borough, off-gas grid properties are associated with levels of fuel poverty of betwe
 - highest number of off-gas properties (Figure 8, dark blue). In Tunbridge Wells borough, off-gas grid properties are associated with levels of fuel poverty of between 12 and 13%. These tend to be three-bedroom homes, privately owned or mortgaged with oil fired heating on average 500 metres or more away from the mains gas grid.



Figure 8. Off gas grid map by lower super output area (LSOA) (nongasmap.org.uk)

¹¹ Non-gas map: https://www.nongasmap.org.uk/

- 40. Heating oil produces approximately 25% higher carbon emissions than natural gas¹², which means that emissions from these off-gas homes are also very high. In addition, these homes tend to have poor energy efficiency, because for example, they are of solid wall construction or have low levels of insulation, and so use more energy to heat compared to a more energy efficient home. Connecting these homes to the gas grid is one of the priorities in Energy South2East Local Energy Strategy under the low carbon heating theme, and work is already underway by Southern Gas Networks to target these premises to get them onto the gas grid.
- 41. Energy Performance Certificates for homes (EPCs) are used to show the energy efficiency of domestic buildings. They give a rating of A to G, with A being the most energy efficient and G being the least energy efficient.
- 42. Within Kent and Medway, 71% of homes had an Energy Performance Certificate issued between 2008 and 2018¹³. As shown in Figure 9,583 homes are A-rated (0.1% of all homes with an EPC) and 7,929 homes are G-rated (1.4%). The most common EPC rating is D, at 212,022 homes (39%).



43. A similar trend is seen in Tunbridge Wells Borough (see Figure 10). In 2018, 79% of new builds were rated as A or B (for energy efficiency), lower than Kent and Medway total figure of 83%. Out of the total dwellings with EPCs in 2018, 415 dwellings (out of 2,906) received an A or B energy efficiency rating. The majority of dwellings were rated D.

¹² Energy South2East Local Energy Strategy (2019) https://www.southeastlep.com/app/ uploads/2019/03/Local-Energy-Strategy-FINAL.pdf

¹³ MHČLG live tables on energy performance of buildings https://www.gov.uk/ government/statistical-data-sets/live-tables-onenergy-performance-of-buildings-certificates.





Industrial and Commercial Energy Consumption

44. The industrial and commercial sector is significant in Kent and Medway. In 2015/16 there were 38,660 properties paying business rates in Kent and Medway: 31% of these were in retail, 30% industrial, 23% offices and 15% 'other' (Figure 11). However, the industrial sector accounts for 52% of floor area, retail accounts for 22%, offices 11% and 'other' 14% (Figure 12). The need for increasing levels of quality commercial space with good transport connections is identified as a growth need in the Kent and Medway Growth and Infrastructure Framework (GIF).



Figure 11. Number of Kent and Medway properties paying business rates in 2015/16 (KCC, 2016)

11



Figure 12. Floor area of Kent and Medway properties paying business rates in 2015/16 (KCC, 2016)

45. In Tunbridge Wells borough, total energy consumption in the industrial and commercial sector was 479 GWh in 2016; 23% of all energy consumption. Within this, 30% of the energy used was electricity, 16% gas, 6% petroleum products and 2% coal (Figure 13).





46. Non-domestic gas consumption in Tunbridge Wells borough fell 37% between 2005 and 2016, from 221 GWh in 2005 to 139 GWh in 2016 (Figure 14). However, non-domestic electricity consumption has not undergone the same downward trend with consumption fluctuating in this period (Figure 14).



Figure 14. Non domestic gas and electricity consumption in Tunbridge Wells Borough (BEIS, 2019)

Future Energy Scenarios

- 47. Each year, National Grid publishes <u>Future Energy Scenarios</u> (FES)¹⁴ to identify a range of energy scenarios for the next 30 years and beyond. They look at how much energy we might need, where it could come from and what future changes might mean for the energy industry and their customers.
- 48. The 2018 FES provides a new framework linked to scenarios for the speed and level of decarbonisation (Figure 15). The framework estimates speed by looking at government policy, economics and consumer attitudes, and estimates the level of decarbonisation by looking at how close the production and management of energy is to the end consumer.

¹⁴ National Grid (2018) Future Energy Scenarios http://fes.nationalgrid.com/

XX 2050 C	arbon reduction target is not met	V2050 carbon reduction target is met					
Consum	er Evolution	Community Renewables					
Electricity demand	Moderate-high demand: high for electric vehicles (EVs) and moderate efficiency gains	Electricity demand	Highest demand: high for EVs, high for heating and good efficiency gains				
Transport	Most cars are EVs by 2040; some gas used in commercial vehicles	Transport	Most cars are EVs by 2033; greatest use of gas in commercia vehicles but superseded from				
Heat	Gas boilers dominate; moderate levels of thermal efficiency		(from electrolysis)				
Electricity	Small scale renewables and gas; small modular reactors from 2030s	Heat	Heat pumps dominate; high levels of thermal efficiency				
0.00		Electricity supply	Highest solar and onshore wind				
supply	strongly from 2020s	Gas supply	Highest green gas development from 2030s				
Steady F	ady Progression		Two Degrees		Two Degrees		
Electricity demand	Moderate-high demand: high for EVs and moderate efficiency gains	Electricity demand	Lowest demand: high for EVs, low for heating and good efficiency gains				
Transport	Most cars are EVs by 2040; some gas used in commercial vehicles	Transport	Most cars are EVs by 2033; high level of gas used for commercial vehicles but superseded from				
Heat	t Gas boliers dominate; moderate levels of thermal efficiency		mid 2040s by hydrogen Hydrogen from steam methane				
Electricity supply	Offshore wind, nuclear and gas; carbon capture utilisation and storage (CCLIS) gas generation		reforming from 2030s, and some district heat; high levels of thermal efficiency				
	from late 2030s	Electricity	Offshore wind, nuclear, large scale storage and interconnectors				
Gas supply	UK Continental Shelf still producing in 2050; some		CCUS gas generation from 203				
	shale gas	Gas supply	Some green gas, incl. biomethane and BioSNG; highest import dependency				

Figure 15. Future Energy Scenario (Source: National Grid, 2018)

- 49. Of these scenarios, only the Community Renewables and Two Degrees options will deliver the UK's 2050 carbon reduction target. The key messages in the 2018 FES are:
 - Energy capacity could double by 2050, with up to 65% of that being locally generated. This changing generation mix will mean new ways to maintain system balance will have to be found;
 - Electricity demand is expected to grow significantly by 2050, driven by increased electrification of heating and transport. There could be 36 million electric vehicles by 2040; these could support the rollout of renewables by storing excess low carbon electricity generation;
 - Decarbonisation of heat needs to gather pace in the 2020s to meet carbon reduction targets. Up to 60% of homes could be using heat pumps by 2050 and one third of homes could be heated by hydrogen.
- 50. In response to this, the UK government announced in its spring 2019 budget statement that a 'future homes standard' would ensure that new UK homes will be

built without fossil fuel heating from 2025. The government also announced new proposals to increase the proportion of 'green' gas in the gas grid, which would help to reduce emissions from the mains gas supply. This signals the start of a phasing out of natural gas for cooking and heating. This will create significant future challenges for house developers and the future of home retrofit, which will need to consider the adoption of new technologies such as heat pumps and heat networks.

- 51. Security of energy supply is also an issue for the future. The UK's electricity and gas supplies come from a diverse range of sources and geographical locations; it is a reliable system, but no system can be entirely risk free. Demand is generally higher in the winter than in the summer: 70% of household gas demand happens between October and March, and on a cold day, peak demand can be three times as much as average consumption¹⁵. Approximately half of Britain's gas supplies come from our own North Sea gas fields, the remainder is imported from a variety of sources including pipelines linking us with Europe and liquified natural gas shipped in from around the world.
- 52. In the electricity system, the Capacity Market has been introduced by the Government to ensure security of electricity supply. This is delivered by running annual auctions for capacity contracts, which provide a payment for reliable sources of capacity. However, in November 2018 the EU ruled that the Capacity Market could be in breach of State Aid rules and the mechanism was suspended. In February 2019, following a consultation on proposed technical amendments, the government announced a number of changes that would allow the Capacity Market to be restarted¹⁶.
- 53. There are significant electricity grid constraints within Kent and Medway making new connections increasingly difficult, particularly for energy generation projects such as renewables. Innovation is required to overcome this at an infrastructure level, otherwise Kent's growth plans will be severely hampered. Some work has already begun, with UK Power Networks (UKPN) and National Grid launching a new Active Network Management scheme to boost grid capacity and simplify the connections process for energy generators. However, much more innovation is needed to ensure renewable energy generation developments can go ahead without significant grid connection charges.

Greenhouse Gas Emissions

- 54. Since 2005, the government has produced annual estimates of carbon dioxide emissions at a local authority level. These are intended as a resource to help the monitoring of efforts to reduce carbon dioxide emissions. The dataset includes all the emissions in the national inventory, excluding aviation, shipping and military transport; for which there is no obvious basis for allocating to local areas.
- 55. Overall, carbon dioxide emissions fell 33% in Tunbridge Wells Borough between 2005 and 2016. However, whilst emissions from the industrial and commercial sector, and the domestic sector have fallen over this period (falling 45% and 31% respectively), the transport sector has not followed this trend (Figure 24). The transport sector now accounts for 35% of the borough's emissions, and these emissions have been increasing since 2013.

 ¹⁵ Ofgem (2018) Energy Security; https://www.ofgem.gov.uk/system/files/docs/2018/10/ october-energy-security.pdf
¹⁶ BEIS (2019) Capacity Market: outcome of consultation on technical amendments; https://www.gov.uk/government/collections/electricity-market-reform-capacity- market



56. Figure 17 shows the latest sectoral split of carbon emissions for Tunbridge Wells borough.



Figure 17. Tunbridge Wells carbon dioxide emissions by sector in 2016 (BEIS, 2018)

- 57. Further analysis of carbon dioxide emissions at a sub-sector level show that in 2016 domestic gas (22%), A-roads (21%), industrial and commercial electricity (15%), minor roads (14%) and domestic electricity (12%) were the largest contributors to total emissions in the borough (Figure 19).
- 58. Indeed, Figure 19 shows that these five sectors have been the dominant sources of emissions since 2005 (albeit to varying degrees).

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Figure 18. Tunbridge Wells carbon emissions by sub sector in 2016 (BEIS, 2018)



59. Carbon dioxide emissions associated with gas and electricity consumption in Tunbridge Wells Borough have decreased by approximately 20% and 51% respectively since 2012. The larger reduction associated with electricity emissions can be attributed to differences in the fuel emissions factors whereby the carbon intensity of gas has remained relatively stable, while that of electricity has dropped by nearly 30%, from 0.521 kgCO₂/ kWh to 0.345 kgCO₂/kWh, due to the near elimination of the use of coal to produce electricity and an increasing proportion of electricity generated by wind and solar.

Fuel Poverty

- 60. Fuel poverty in England is measured using the 'Low-Income High-Costs' (LIHC) indicator.
- 61. Under this indicator, a household is considered to be in fuel poverty if:
 - they have required fuel costs that are above average (the national median level)
 - were they to spend that amount, they would be left with a residual income below the official poverty line.
- 62. In 2016, over 72,000 households in Kent and Medway were in fuel poverty (9.6% of households)¹⁷. This compares to a fuel poverty rate of 9% across the South East and 11.1% in England (Figure 20).



Figure 20. Percentage of household in fuel poverty in Kent and Medway 2012-2016 (BEIS 2018)

- 63. In 2016, fuel poverty increased nationally by 0.1% to 11.1% compared to the previous year. In contrast, fuel poverty in Kent and Medway decreased from 9.9% to 9.6% in the same period, although the number of households in fuel poverty is still higher than its low of 8.5% in 2012.
- 64. Across the borough approximately 9.5% of households are classed as being in Fuel poverty. However, this value increases in locations off the gas grid such as Horsmonden, Lamberhurst, and Goudhurst (Figure 21).

¹⁷ BEIS (2018) Local Authority carbon dioxide emissions https://www.gov.uk/ government/collections/uk-local-authority-andregional-carbon-dioxide-emissions- national-statistics



Figure 21. Locations of gas mains in Tunbridge Wells borough

- 65. Resident environmental perception surveys are carried out every two years as part of the monitoring of the Kent Environment Strategy. Data from 600 interviews undertaken in July 2018 has been published.40 The survey results show that 11% of people struggle to pay their energy bills to some extent, which is slightly higher than the Government figures of 9.6% of fuel poverty for Kent and Medway. The proportion who noted they struggle, is highest amongst those aged 25-44 (15%) and those living in rented accommodation (41%).
- 66. Government data shows that despite a national decline in domestic consumption for electricity¹⁸ and gas, household expenditure on energy is rising (Figure 22).
- 67. The reasons for the decline in consumption are mixed and not thought to be linked solely to the effects of the previous period of recession and then economic growth. Explanations include:
 - improvement in the efficiency of electrical appliances including strict EU standards;
 - a ban on incandescent light bulbs;
 - policies to improve energy security and tackle climate change;
 - improvements in boiler efficiency and pipe insulation;
 - loft and cavity wall insulation;
 - behaviour change during the recession to be more frugal e.g. turning off radiators in unused rooms.

¹⁸ Note that this trend is not seen in Tunbridge Wells Borough. See Figure 5.

- 68. However, these improvements are inadequate to offset rising prices which are caused by factors such as:
 - In the past 15 years, the UK has shifted from being a net exporter to a net importer of gas thus wholesale gas prices are high, rising in tandem with oil prices and also being the main driver for electricity price due to the UK's gasdriven power sector. However, this influence on electricity prices is lessening with time;
 - Higher taxes and levies on electricity including support for renewable energy: •
 - Investments required in the grid e.g. offshore and international connections, • repairs and low carbon generation;
 - Profit driven energy retailers. •
- 69. For these reasons, the UK average standard annual gas and electricity bill has risen by £320 over the last ten years, with the average domestic combined bill in 2018 costing £1,314. Average bills in the South East are slightly higher than the UK average; in 2018 the South East average gas and electricity bills were £66,142 and £6,7043; giving a combined cost of £1,331 (1.29% higher than the UK average). Average costs are lower for those on direct debit (approximately 70% of southeast customers), higher for those on prepayment meters (approximately 10% of southeast customers) and highest for those on credit meters (approximately 20% of southeast customers).



Figure 22. Average standard UK domestic electricity and gas bills 2008 - 2018 (BEIS, 2019)

70. Delivering Affordable Warmth: a fuel poverty strategy for Kent¹⁹, was published by the Kent Energy Efficiency Partnership in 2016. It outlines the actions required to address Fuel Poverty in the county and is delivered in part, through the Kent and Medway Warm Homes Scheme²⁰. Since the scheme began in 2014, Kent and Medway partners have installed over 2,400 energy efficiency measures in over 2,300 homes; helping to save residents £8.8 million over the measures' lifetime. Despite this positive activity, which also includes helping residents switch to cheaper energy tariffs and claim the benefits they are eligible for, the significant rise in annual costs of energy is making it more difficult to lift households out of fuel poverty.

¹⁹ KEEP (2016) Delivering Affordable Warmth http://www.gravesham.gov.uk/home/ housing/saving-money-on-your-bills/fuelpoverty-strategy-for-kent²⁰ Kent and Medway Warm Homes Scheme https://www.kent.gov.uk/about-the-council/ campaigns-and-events/warm-homes

71. Fuel poverty often leads to people living in cold, damp homes. This can contribute to increasing the risk of poor health outcomes, as well as increased morbidity and mortality. Public Health England monitors the levels of fuel poverty and excess winter deaths (EWDs) at a national and council level. The number of EWDs depends on the temperature and the level of disease in the population, including the levels of seasonal influenza, and other factors, such as how well-equipped people are to cope with a fall in temperature. Mortality during winter increases more in England and Wales compared to other European countries with colder climates, suggesting that many more deaths could be preventable in England and Wales.

Renewable and Low Carbon Energy

Current capacity

72. In 2017, Kent County Council commissioned an update to the Renewable Energy Action Plan for Kent report which assesses renewable energy capacity and trajectories across the county²¹. Renewable and combined heat and power (CHP) capacity across Kent has increased significantly in the last five years (Figure 23). The capacity of solar, wind, waste and CHP combined that was active, agreed or under construction was reported as over 1,900 MW (including offshore wind farms), compared with approximately 230 MW in 2012. Most of this increase has been delivered through off shore wind and solar installations, with wind contributing over 1,100 MW and solar over 550 MW.





Solar and wind generation

73. The Energy South2East Local Energy Strategy states that solar PV schemes can produce up to 36% more electricity in the South East than elsewhere in the UK. Approximately 80% of the solar generation capacity in Kent and Medway comes from large installations of over 0.5 MW (457 MW). The rest (113 MW) is made up from many smaller scale installations. 91% (1020 MW) of wind energy capacity comes from

²¹ KCC (2017) Renewable Energy Action Plan: 2017 Update

https://www.kent.gov.uk/data/assets/pdf_file/0011/89498/Renewable-energy-for-Kent-2017-action-plan- update.pdf

large offshore installations (>2MW). Large onshore wind installations make up 8% (84 MW) with the rest coming from small scale installations.

74. The geographical spread of existing small-scale renewable generation (defined as those <0.5MW, mainly solar and wind) can be seen in Figure 24. Blue indicates high levels of installations, whilst red indicates low levels.



Figure 24 Existing small scale renewable energy generation in Kent (KCC, 2017)

- 75. Given that so much of the renewable generation in Kent and Medway is large scale, most of the energy generated is fed into the national grid and used across the UK. It is not therefore possible to say what percentage of Kent and Medway's energy needs are directly met by local generation.
- 76. Within Tunbridge Wells borough, three solar farms have been installed near Paddock Wood and Five Oak Green (collectively 30MW). Specialist studies indicate that opportunities to generate wind energy within the borough are limited as the Borough is one of the least windy parts of the UK²².

Heat Networks

- 77. Heat networks (also known as district heating) supply heat from a central source to consumers via a network of underground pipes carrying hot water. Heat networks vary in size, from one building to an entire city, and can be supplied by a diverse range of sources including:
 - power stations;
 - energy from waste (EfW) facilities;
 - industrial processes;
 - biomass and biogas fuelled boilers and combined heat and power (CHP) plants;
 - gas-fired CHP units;

²² Low Carbon Energy Delivery in Tunbridge Wells Borough (2009) by Delta Energy and Environment Ltd and Renewable Energy for Kent (2012) by AECOM

- fuel cells; •
- heat pumps;
- geothermal sources;
- electric boilers and even solar thermal arrays.
- 78. Heat networks currently supply around 1% of building's heat demand in the UK. The Government's Clean Growth Strategy²³ estimates that heat networks will meet 17% of heat demand in homes and up to 24% of heat demand in industrial and public-sector buildings by 2050²⁴.
- 79. The South2East Local Energy Strategy proposes that the building and extension of heat networks be encouraged, particularly in new build developments: 'Taking these schemes from concept to commissioning should be a priority for the region since they deliver substantial reductions in emissions and provide good rates of return for investors²⁵. The strategy sees a key role for the Greater South East Local Energy Hub in ensuring public and private sectors work together to identify opportunities and overcome any technical or commercial obstacles for the development of heat networks.
- 80. In 2014, a mapping exercise identified 15 areas in Kent and Medway that are likely to be particularly suitable for heat networks (Figure 25)²⁶. Each area was assessed against technical, social, environmental, economic and practical factors. The clusters prioritised following this process were Chatham University, Chatham Hospital, Canterbury Longport, Ashford and Maidstone County Hall. However, potential was seen in other towns such as Tunbridge Wells.



Figure 25. Heat density, anchor loads and potential heat network locations in Kent (KCC, 2014). Tunbridge Wells Borough shown with black line.

²³ BEIS (2018) Clean Growth Strategy https://www.gov.uk/government/publications/ clean-growth-strategy

²⁴ BEIS (2018) Heat Networks Investment Project https://assets.publishing.service.gov.uk/

government/uploads/system/uploads/attachment_data/file/691643/Heat_Network_Case_Study_Brochure.pdf ²⁵ SE LEP (2019) Energy South2East Local Energy Strategy https://www.southeastlep. com/app/uploads/2019/03/Local-Energy-Strategy-FINAL.pdf ²⁶ AECOM/KCC (2014) Heat Networks in Kent and Medway: pre-feasibility study (not published)

Proposed New Planning Policy

Background

- 1. As explained within the **Legislation and Policy Background** Chapter, the legislative framework for the planning system carries forward the UK commitment to tackling climate change.
- 2. Local planning authorities are bound by the legal duty set out in Section 19 of the 2004 Planning and Compulsory Purchase Act, as amended by the 2008 Planning Act, to ensure that, taken as whole, planning policy contributes to the mitigation of, and adaptation to, climate change. This powerful outcome-focused duty on local planning clearly signals the priority to be given to climate change in plan-making. In discharging this duty, local authorities should consider paragraph 149 of the NPPF and ensure that policies and decisions are in line with the objectives and provisions of the Climate Change Act 2008.
- 3. Specifically, Section 19 of the 2004 Planning and Compulsory Purchase Act, as amended by Section 182 of the Planning Act 2008 states: "Development plan documents must (taken as a whole) include policies designed to secure that the development and use of land in the local planning authority's area contribute to the mitigation of, and adaptation to, climate change."
- 4. In comparison, the NPPF sets guidance that local authorities have to follow to demonstrate, through viability assessments, that higher sustainability standards will not affect housing delivery. Assessments need to be underpinned by a proportionate evidence base that reflects local circumstances.
- 5. The NPPF also explains that plans should be prepared positively in a way that is aspirational but deliverable. This means that policies should be realistic and the total cumulative cost of all relevant policies should not be of a scale that will make development unviable. Key points from the guidance are as follows.

"Policy requirements, particularly for affordable housing, should be set at a level that allows for sites allocated in the plan to be delivered without the use of further viability assessment at the decision making stage. Where proposals for development accord with all the relevant policies in an up-to-date development plan no viability assessment should be required to accompany the application. Plans should however set out circumstances in which viability assessment at the decision making stage may be required."

- 6. Where local plan policy which complies with the Section 19 duty of the Planning Act 2008 is challenged by objectors or a planning inspector on the grounds, for example, of viability, it must be made clear how the plan would comply with the legal duty if the policy were to be removed. Whatever new policy may emerge, compliance with the legal duty must logically mean compliance with the targets laid out in the Climate Change Act.
- 7. As confirmed in the **Legislation and Policy Background** chapter and in the legal advice contained in Appendix 2, local authorities are not restricted in their ability to require energy efficiency standards for new build above Building Regulations (as long

as such standards are compliant with other national policy e.g. there is an evidence base to support it and viability analysis.

8. For these reasons, Tunbridge Wells Borough Council intends to implement an ambitious new energy reduction policy for new buildings that requires energy reductions beyond building regulation requirements in addition to a renewable energy policy.

Existing Policy

9. At present, the Tunbridge Wells planning authority implements the following energy policy through the Renewable Energy SPD and associated updates²⁷:

Developers must incorporate renewable technology on-site to reduce predicted CO₂ emissions by 10% for all residential developments greater than 10 dwellings (or 0.5 ha and greater if outline) and all non-residential developments greater than 1 ha

- 10. This type of policy in which energy emissions are offset by the incorporation of renewable energy is often called a 'Merton rule' policy named after the council that first implemented the policy.
- 11. This policy has been in place in Tunbridge Wells borough since 2007. Since this time, the costs of renewable energy installations have declined considerably and many local authorities have been successfully implementing more ambitious policies. For these reasons, it is proposed that Tunbridge Wells now implements a higher target of 15%.
- 12. There is currently no policy in place that is designed to reduce the emissions that are associated with the fabric of the building, often known as a 'fabric first' policy. For example, the emissions associated with heating the building can be reduced by designing a better insulated building.
- 13. When implementing the energy hierarchy (see Figure 26), fabric first policies must be implemented prior to Merton rule policies.

²⁷ http://www.tunbridgewells.gov.uk/residents/planning/planning-policy/supplementary-planning-documents



Figure 26. The Energy Hierarchy

New Policy

- 14. To determine what target would be appropriate for a fabric first policy, the council commissioned a study by Currie and Brown which detailed various policy options and their associated costs for developers (see 'Energy Policy Viability Report' <u>https://beta.tunbridgewells.gov.uk/local-plan/evidence</u>).
- 15. The study considered the implications of introducing a wide range of policy options for various dwellings types using both the current and latest upcoming versions of the Government's Standard Assessment Procedure (SAP). The current version is known as SAP 2012 and has been widely used for the past seven years. Whereas, the new version is known as SAP 10, includes the most up to date emission factors and is expected to be introduced in 2020.
- 16. The work undertaken included an opinion survey of local stakeholders including key developers and took into account common building materials and design specific to the borough.
- 17. In terms of a new fabric first target, the study found that 10-20% reductions were possible through fabric improvements. However, it should be noted that the Council's legal advice has confirmed that local planning authorities cannot request more than 19% (equivalent to old Code for Sustainable Homes Level 4). See Legislation and Policy Background.
- 18. For residential buildings, cost uplifts for fabric first policies ranged from 2-5%. It was also noted that building form was critical with energy savings being more challenging for mid floor flats and mid terraces than detached or semi-detached dwellings. In addition, the use of Mechanical Ventilation Heat Recovery technology was critical in order to obtain the higher energy savings. In traditional, naturally ventilated homes currently used in construction, 10% energy savings were possible for all dwelling types.
- 19. For non-domestic buildings, energy savings of 10-15% from fabric first improvements were deemed achievable. The cost uplift for this was expected to be less than 1% with variations being dependent on the building type and use. For example, more substantial energy savings would be possible for buildings with office and retail uses compared with buildings used as schools and hotels.

- 20. In terms of a new renewable energy generation targets, the study concluded that a 15-20% Merton Rule policy would be achievable across all builds with a cost uplift of less than 1% by introducing additional PV or air source heat pumps.
- 21. In combination, the most ambitious fabric first and Merton rule policies (25% fabric first and 20% Merton) were found to result in a cost uplift of between 2-5% for new dwellings with the exact figure dependent on the building type and SAP version used.
- 22. This information was fed into the plan-wide viability assessment and found to be an achievable uplift.
- 23. With consideration of all these findings, the Council determined that a 10% fabric first target would be appropriate in combination with a 15% Merton Rule target. The 10% fabric first target would incorporate all dwelling types and allow developers to utilise existing common construction methods, and the 15% Merton Rule target would avoid the higher 20% target allowing developers an adjustment period before the policy is reviewed and further uplifts are likely in order to meet the council net zero commitment.
- 24. These expectations have been incorporated into Policy EN 4 of the draft Local Plan (Figure 27).
- 25. Within this policy, the term 'major development' is defined as follows to reflect the existing Renewable Energy SPD:



- 26. This policy is compliant with the Climate Change Act, the NPPF and the Climate Change Planning Practice Guidance. However, updates are expected to be necessary in the near future to reflect:
 - Changes to Part L Building Regulations (a 2019 review is underway);
 - Introduction of the 'Future Homes Standard' announced by Government in the 2019 Spring Statement (expected by 2025);
 - Assessment of the carbon reduction potential for the Borough by the Council's newly appointed Net Zero Task Force;
 - Any other national or local policy updates.

Energy Reduction in New Buildings

Proposals for zero carbon and low emission development are strongly supported, subject to all other material considerations being acceptable. The Local Authority requires new development to incorporate design features that help deliver radical reductions in greenhouse gas emissions, particularly CO₂ emissions, and thus help mitigate climate change impacts. This will be achieved using the measures set out below unless superseded by national policy or legislation:

- A 'fabric first' approach in which all new development is required to reduce site-wide, operational CO₂ emissions by at least 10% below the Target Emission Rate (TER) as set out in Building Regulations Part L (2013); and
- Requirement for major development to reduce site-wide, operational CO₂ emissions by 15% using renewable energy generating technology to be installed on site. The 15% reduction will be calculated only after the 'fabric first' approach has been applied.

The 'fabric first' approach should be based upon a consideration of U-values, thermal bridging, air permeability, and thermal mass, and also features that affect lighting and solar gains, such as building orientation and layout.

Renewable energy generating technology includes photovoltaics, solar hot water, air source heat pumps, ground source heat pumps, wind turbines, hydropower, and biomass boilers. Low carbon technology presented as an alternative to renewable energy generating technology, such as Combined Heat and Power (CHP), will be considered on a case by case basis. The choice of technology to be installed will have consideration for site constraints such as shading, local air quality, and sensitive features such as the landscape and historic environment.

All energy calculations should be made using recognised calculators such as the Standard Assessment Procedure (SAP) or Home Quality Mark method for residential buildings, or the Simplified Building Energy Model (SBEM) for non-residential buildings. The calculations should include all regulated emissions such as fixed heating, lighting, hot water, and ventilation. Unregulated emissions from appliances such as white goods are considered to be outside of the scope of the Local Planning Authority.

Compliance with this policy should be demonstrated with a design stage Energy Strategy Report (major development) or Energy Statement (minor development), which is revisited during the construction phase to confirm its predictions are still valid and thus help avoid a 'performance gap'. Both submissions should contain adequate information to demonstrate how the energy hierarchy has been followed and how the 10% 'fabric first' energy reduction target (all development) and 15% renewable energy target (major development only) will be achieved. The level of detail provided should be proportionate to the size of the development.

Figure 27. Proposed policy wording for the Draft Local Plan (Policy EN 4)

APPENDICES

Appendix 1: Data Sources

Title of Dataset	Organisation	Last Updated	Next Updated	Last year of data	Link
Regional and local authority electricity consumption statistics	BEIS	20 th December 2018	December 2019	2017	https://www.gov.uk/go vernment/collections/s ub-national-electricity- consumption-data
Sub-national gas consumption data: Regional and local authority gas consumption statistics: 2005 to 2017	BEIS	20 th December 2018	December 2019	2017	https://www.gov.uk/go vernment/collections/s ub-national-gas- consumption-data
Sub-national total final energy consumption data: Total final energy consumption at regional and local authority level	BEIS	27 th September 2018 (revised 26 th November 2018 and 12 th February 2019)	September 2019	2016	https://www.gov.uk/go vernment/collections/t otal-final-energy- consumption-at-sub- national-level
Feed-in Tariffs: Solar photovoltaics deployment	BEIS	30 th May 2019	End of June 2019	2019 – monthly data release	https://www.gov.uk/go vernment/collections/f eed-in-tariff-statistics
Regional Renewable Statistics	BEIS	27 th September 2018	End of September 2019	2017	https://www.gov.uk/go vernment/statistics/reg ional-renewable- statistics
Renewable Energy Planning Data	Department of Energy and Climate Change	16 th April 2019	July 2019	2019 (quarterly upload)	https://www.gov.uk/go vernment/collections/r enewable-energy- planning-data
Renewable Heat Incentive statistics (domestic and non- domestic)		20 th June 2019	July 2019	2019 (monthly release)	https://www.gov.uk/go vernment/collections/r enewable-heat- incentive-statistics
UK local authority and regional carbon dioxide emissions national statistics (industry and commercial, transport and domestic)	BEIS	27 th June 2019	June 2020	2017	https://www.gov.uk/go vernment/collections/u k-local-authority-and- regional-carbon- dioxide-emissions- national-statistics

Appendix 2: Legal Advice

IN THE MATTER OF:

THE EMERGING TUNBRIDGE WELLS BOROUGH LOCAL PLAN

ENERGY EFFICIENCY POLICIES

ADVICE

1. I am asked by Tunbridge Wells Borough Council 'the Council' to advise on a number of questions related to the legality of incorporating energy efficiency and design measures into its emerging local plan.

2. My instructions have been clearly set out in a note dated 15/1/2019 and this advice should be read in tandem with those instructions. There are 7 questions to answer which I set out below.

Brief Background

3. From the outset, it is useful to distinguish between energy efficiency policies for development and energy supply policies for development. At their broadest, energy efficiency policies are aimed at buildings avoiding wasting energy, and conserving fuel. Energy supply policies typically aim to ensure that a building is powered or heated from a renewable energy source or low carbon energy source.

4. Energy supply policies are not affected by the new system of housing standards that was introduced in 2015.

5. The legislation which enables local planning authorities 'LPAs' to have development plan policies which control energy supply for a development is section 1 of the Planning and Energy Act 2008. This section also enables a development plan policy to require achievement of an energy efficiency standard exceeding the energy requirements of building regulations. Section 1 currently states:

1(1) A local planning authority in England may in their development plan documents.. include policies imposing reasonable requirements for—

(a) a proportion of energy used in development in their area to be energy from renewable sources in the locality of the development;

(b) a proportion of energy used in development in their area to be low carbon energy from sources in the locality of the development;

(c) development in their area to comply with energy efficiency standards that exceed the energy requirements of building regulations.

(2) In subsection (1)(c)—

"energy efficiency standards" means standards for the purpose of furthering energy efficiency that are—

(a) set out or referred to in regulations made by the appropriate national authority under or by virtue of any other enactment (including an enactment passed after the day on which this Act is passed), or

(b)set out or endorsed in national policies or guidance issued by the appropriate national authority;

"energy requirements", in relation to building regulations, means requirements of building regulations in respect of energy performance or conservation of fuel and power.

6. There is an amendment pending to this section²⁸ which would remove the ability to impose on dwellings (through a local plan policy) an energy efficiency standard higher than building regulations. However, this is not in force yet and there is no date yet set for it to be in force.

7. With section 1 of the Planning and Energy Act in place in 2008, the coalition government then made a commitment in 2011 to deliver a 'zero carbon homes' policy by 2016.

8. In 2015 there was a Housing Standards Review and the issue of a Written Ministerial Statement 'WMS'.

9. The WMS (Planning update March 2015) contained a new approach for the setting of technical standards for new housing. It said

"The new system will comprise new additional optional Building Regulations on water and access, and a new national space standard (hereafter referred to as "the new national technical standards"). This system complements the existing set of Building Regulations, which are mandatory."

10. As a result, local planning authorities could not set any additional local technical standards or requirement relating to the <u>construction</u>, <u>internal layout or performance</u> of new dwellings. As part of this new system the Code for Sustainable Homes was withdrawn. Furthermore, the optional new national technical standards could only be required through any new Local Plan policies if they addressed a clearly evidenced need and where their impact on viability had been considered.

11. On 27 March 2015, NPPG on Housing was amended to include sections on the Optional Technical Standards (accessibility and wheelchair housing standards, water efficiency standards and internal space standards).

12. In July 2015 the Productivity Plan Fixing the Foundations: Creating a More Prosperous Nation was published. It said

"The government does not intend to proceed with the zero carbon Allowable Solutions carbon offsetting scheme, or the proposed 2016 increase in on-site energy efficiency standards, but will keep energy efficiency standards under review, recognising that existing measures to increase energy efficiency of new buildings should be allowed time to become established." 13. In view of the above background question 1 is:

The reason LPAs' powers were removed was because zero carbon homes was fast approaching and an uplift in Building Regulation requirements was planned. Without zero carbon homes or the Building Reg uplift, is the Written Ministerial Statement weakened?

²⁸ (1A) Subsection (1)(c) does not apply to development in England that consists of the construction or adaptation of buildings to provide dwellings or the carrying out of any work on dwellings".

14. In legal terms a Written Ministerial Statement has effect equivalent to policy in the National Planning Policy Framework. It is a statement of government policy. It falls into policy referred to in section 1(2)(b) of the Planning and Energy Act 2008. I would not describe the March 2015 WMS on the energy efficiency issue, precisely as "weakened" but because it details an interim policy which was intended to apply for a temporary period, it is arguable that in a plan-making or decision-taking context it should be given slightly less than full weight.

Question 2

Is it still possible for LPAs to require energy performance improvements of 19% better than Building Regulations 2010 (as amended in 2013) for <u>new residential development</u> in the form of policy within the Local Plan?

15. Yes. In respect of energy efficiency standards, the WMS indicates that for the specific issue of energy performance, local planning authorities will continue to be able to set and apply policies in their Local Plans which require compliance with energy performance standards that exceed the energy requirements of Building Regulations until commencement of amendments to the Planning and Energy Act 2008 in the Deregulation Bill [now Act] 2015.

16. The relevant amendment is not yet in force, which in practice means that for the time being LPAs can require an energy performance standard equivalent to former Code for Sustainable Homes level 4. The current mandatory Building Regulations Part L 2013 requirement is equivalent to former Code for Sustainable Homes level 3. Level 4 represents a 19% improvement above this in terms of carbon emission reduction (figure found at paragraph 2.3.56 of the Mayor of London's Housing Supplementary Planning Guidance of March 2016).

17. So, if a policy is justified in terms of need and viability then it could be worded along these lines:

*"Housing development should achieve at least a 19% improvement in energy performance over the requirements of the Building Regulations (2013)."*²⁹

18. The WMS applies to new homes of all types and not just new build homes or newly erected homes. It applies to conversions and change of use to residential. DCLG (as was) confirmed this to the Planning Inspectorate.

Question 3

Are there any restrictions on the ability of LPAs to require energy performance improvements of 19% better than Buildings Regs 2010 (as amended in 2013) for new non-residential development in the form of policy within the Local Plan (where viable)?

19. No. The LPA can rely on section 1(1)(c) of the Planning and Energy Act 2008 for new nonresidential development: LPAs may in their development plan documents include policies imposing reasonable requirements for development in their area to comply with energy efficient standards that exceed the energy requirements of building regulations.

20. BREEAM sets sustainability standards for non-domestic buildings which are not affected by

²⁹ Or could be expressed as 19% carbon reduction improvement against Part L 2013. See the Brighton & Hove City Plan and the adopted Ipswich Borough Local Plan as referenced in my instructions.

the WMS.

Question 4:

Are there any restrictions on the ability of LPAs to require energy performance improvements of more than 19% better than Building Regs 2010 (as amended in 2013) for new residential development in the form of policy within the Local Plan (if viable)? For example, could a LPA require that new residential development meet an energy performance improvement of 25% better than Building Regs 2010 (as amended in 2013)?

21. It is not possible for an LPA to require energy performance improvements of more than 19% better than building regulations on new residential dwellings. The WMS prevents this. The cap is 19% or no more than the equivalent of the former Code for Sustainable Homes level 4.

21. Subsection (5) of section 1 of the Planning & Energy Act 2008 states that policies included in development plans by virtue of subsection (1) must <u>not be inconsistent</u> with relevant national polices for England. The WMS is a relevant national policy for England. This is more stringent than the obligation on local planning authorities merely to "have regard" to national policies and advice in respect of local development documents generally pursuant to section 19 (2)(a) of the Planning and Compulsory Purchase Act 2004.

Merton Rule Question 5: The Planning and Energy Act 2008 grants powers to LPAs to require a proportion of energy to come from low and zero carbon energy. This power was unaffected by all of the above proposals. Are there any restrictions on the ability of LPAs to require that a proportion of energy used in a development be energy from renewable or low carbon energy sources? 7

22. The proportion to come from those sources must be reasonable. The policy should not make development unviable. There is no prescribed cap on the percentage of energy to come from those sustainable sources.

Question 6:

Following all the above proposals, are there any restrictions on the ability of LPAs to require that residential development meet design standards (such as BREEAM, Home Mark Quality, CEEQUAL, Building for Life) in the form of policy within the Local Plan (if viable)?

23. The intention of the WMS is to stop local authorities from setting <u>additional</u> technical standards on new homes, other than the technical standards set out in the WMS on water efficiency, access and space. As BREEAM is a technical standard, it should not be applied to housing. Policies that refer to it in relation to domestic conversions are not consistent with national policy.

24. It is a matter of looking in detail at what the particular design standard requires and ensuring that the policy would not be imposing standards relating to the construction or internal layout or performance of a new dwelling. For example, Building for Life assessment does not appear to impose standards relating to the construction or internal layout or performance of a new dwelling.

Question 7:

Following all the above proposals, are there any restrictions on the ability of LPAs to require that non-residential development meet design standards (see list above) in the form of policy within the Local Plan (if viable)?

25. Non-domestic buildings are not affected by the WMS and so BREEAM, for example, could be made via a policy to be a standard which should be met.

Headline Points

26. The key points emerging for plan-making from the WMS, PPG and Productivity Plan are that references to Code for Sustainable Homes, Lifetime Homes Standards and achieving zero carbon should not be included in any new policies. Furthermore, there is an overriding requirement for policies that expect the higher optional requirements for energy, water or accessibility or for the nationally described space standard to be met to show a clearly evidenced need and to have considered viability.

27. Please contact me if I can help further.

Megan Thomas

6 Pump Court, Temple London EC4Y 7AR January 31, 2019 9

IN THE MATTER OF: THE EMERGING TUNBRIDGE WELLS BOROUGH LOCAL PLAN: ENERGY EFFICIENCY POLICIES

ADVICE

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