

# Social Housing- Now is the Time for Change

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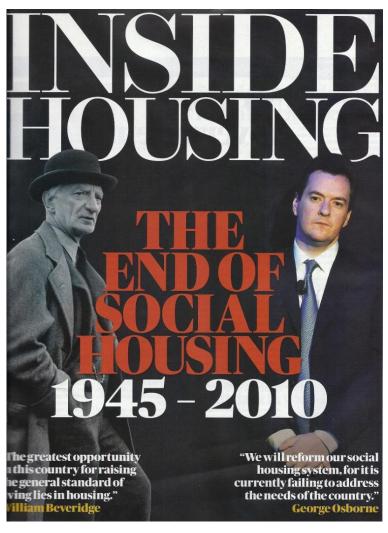
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Future of Social Housing ICC June 6th 2016

### The Time is now?



# From Social Housing to Anti-Social Housing



Security

- Secure homes and succession rights
- Fixed term tenancies

Cost

- Affordability (housing for poor accessible to employment)
- 80% market rents
- Benefit cutbacks, bedroom tax

Need

- Need to Desert
- Welfare conditionality

Quality

- Property Conditions earliest driver for council housing
- Agency: PRS as discharge of duty
- Removal of link between subsidy and quality

Undermining the Four Goals of Social Housing

### From Social Rent to Private Rent

#### Steering

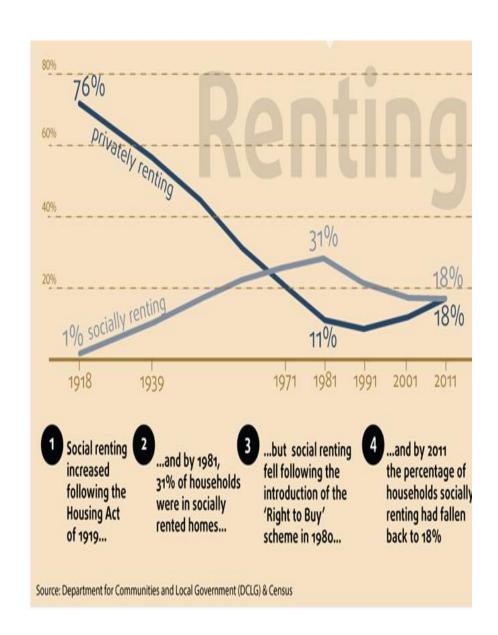
- Discharge of duty
- Housing options
- Social lettings agencies

#### Funding

- Capital subsidy to personal subsidy
- Tax relief (£5bil to BTL on mortgage interest) cut 2015

#### Choice?

- Eroding advantages of social housing tenure v PRS
- Poor move to lower end PRS through market & LHA caps
- Emergence of sub-PRS -Beds in sheds – subdivision and letting – non-converted industrial buildings



### From Social to (Un)Affordable Housing

- Blurring of Boundaries
- 80% Market Rents
- In Work preference
- Re-discovery of the middle rental market
- Taking out social housing on high cost sites

'profound challenges face councils who want to drive harder bargains with private developers over the provision of community benefits, including low-cost homes. Political will matters, but a developer-friendly mayor such as Johnson can enable this to be bypassed or undermined' Guardian 7/10/14

Heygate Estate, London
1200 council homes to be replaced
with 2400 new homes but just 79
new social rented homes on the site

### **From Rented Homes to Starter Homes**

# What a new duty to include Starter Homes on reasonably-sized sites could mean for section 106 negotiations

13 November 2015 by Jamie Carpenter, Be the First to Comment

Provisions to require a proportion of discounted Starter Homes to be included on all reasonably-sized sites could lead to attempts from developers to renegotiate existing section 106 agreements, according to experts.



Starter Homes: government aims to deliver 200,000 by 2020

http://www.planningresource.co.uk/article/1372562/new-duty-include-starter-homes-reasonably-sized-sites-mean-section-106-negotiations

## Reforms seem designed to undermine social housing:

- S106 rentals lose out to starter homes
- 2 for 1 stock loss under HA RTB & council sales
- Pay to Stay
- HA 4 year rent reductions
- New principle of no social housing on high value sites?
- ONS Reclassification
- A step closer to 'end of social housing'?
- LHA limits for supported housing rents

## **Three Types of Sector Response**

1. Contractors of the State

- 2. Independent social entrepreneurs
- 3. Protectors of public value

Just sign here!!

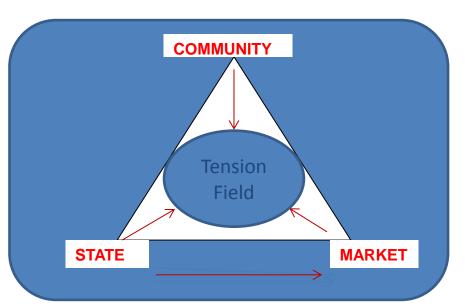


**Something Missing?** 

### **Privatised or Hybridised?**

# Privatisation driven by neo-liberalism

- Reduced welfare state
- Housing privatised
- Uni-linear change process state to market



# Hybridisation: three sectors in tension

- Third sector (community)
   organisations take on public services
- Become hybridised, new hybrids created (e.g. stock transfer HAs)
- State:market:community drivers play out in tension field
- No one says you must ignore the community – community links a key potential future strength

THERE ARE OPTIONS!!

GOOD HYBRIDITY OR BAD HYBRIDITY?

## **Looking for Inspiration?**



### The Time is Now – Five Ways Forward

#### **Rethink Social Housing**

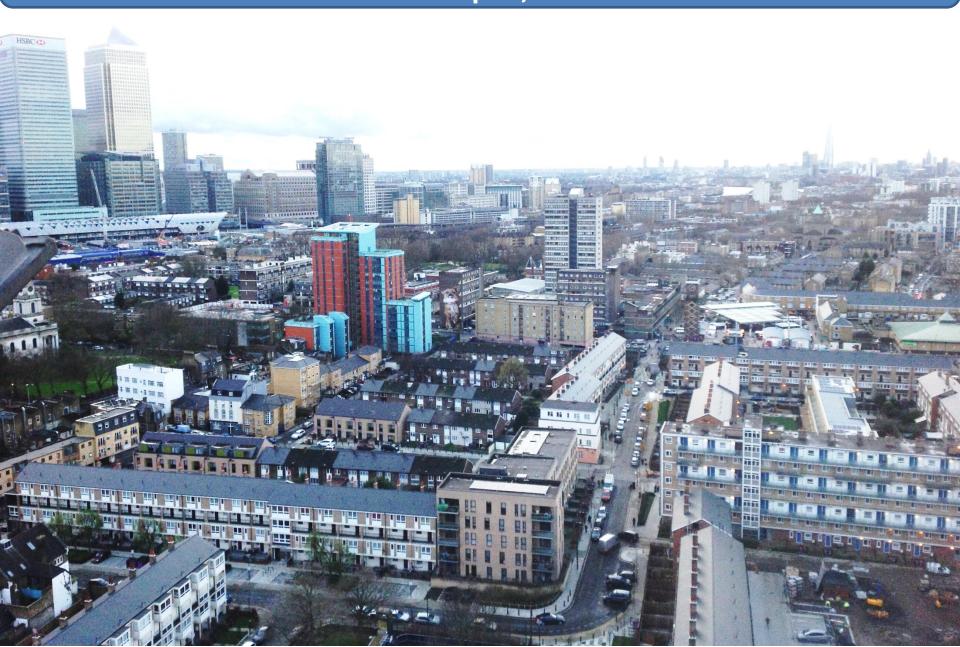
 Positive forms of Hybridity – pooling, cross subsidy, mixed communities

Rediscover tenant
 involvement – an
 investment not a cost
 (build resilience)

#### **Support Alternatives**

- Rebuild Grass Roots
   Housing
- Socially responsible stewardship of private rented housing
- Social lettings agencies
   preserving some elements
   (but not security)

# Positively Hybrid – more social housing alongside market on high value land in Poplar, East London



# Re-establish the support base for social housing

### An investment not a cost

The business benefits of tenant involvement



## Rebuild grass roots housing

Just as council housing did, HA scaling – up and consolidation has led to gaps and need for new inspiration

Who will work on **street properties** now?

**Asset disposals to PRS** fits sector logic but not housing logic

Need socially responsible stewardship



### Inspiration for the Future is already here



Self-help housing - grass roots action

Inspiration for the Future



Community Land Trusts
Socially responsible stewardship

# Socially Responsible Stewardship of PRS

We need a Social Steward for **HA asset management disposals** 

- Social Lettings Agencies
   The 'new social housing' or making the best of it?
  - Quality
  - Cost
  - Security? (requires tenancy changes)





### **Discussion Points**

- is this the end of social housing?
- where will the inspiration for rebirth come from?
- could housing associations use hybridity positively and protect public value?
- can we rebuild grass roots housing?
- is socially responsible stewardship of private rented sector feasible?
- better futures for older people and homeless people?