

Y BWRDD GWEITHREDOL

DYDDIAD: 4 CHWEFROR, 2019

PWNC: SAFON TAI SIR GAERFYRDDIN A MWY (STSG+) CYNLLUN BUSNES 2019–22

Y Pwrpas:

- Egluro gweledigaeth a manylion cynnal a gwella Safon Tai Sir Gaerfyrddin a Mwy dros y tair blynedd nesaf, a'r hyn y mae'r Safon yn ei olygu i'r tenantiaid.
- Amlinellu sut y gallwn gyflawni newid a buddsoddiad trawsnewidiol, a gosod targedau tai fforddiadwy hyd yn oed yn fwy uchelgeisiol ar gyfer y dyfodol.
- Cadarnhau'r proffil ariannol, yn seiliedig ar y rhagdybiaethau presennol, ar gyfer cyflawni STSG+ dros y tair blynedd nesaf.
- Llunio cynllun busnes y cais blynyddol i Lywodraeth Cymru am Lwfans Atgyweiriadau Mawr (MRA), 2019/20, sy'n gyfwerth â £6.1 miliwn.

Yr Argymhellion / Penderfyniadau Allweddol Sydd Eu Hangen:

- Cadarnhau gweledigaeth uchelgeisiol STSG+ a chadarnhau'r rhaglen ariannol a'r rhaglen gyflawni dros y tair blynedd nesaf; a
- Cadarnhau bod y cynllun yn cael ei gyflwyno i Lywodraeth Cymru.

Y Rhesymau:

- Er mwyn parhau â'n gweledigaeth ar gyfer STSG+ i gyflawni'r hyn sydd o wir bwys i denantiaid.
- Er mwyn parhau i gefnogi tenantiaid drwy gynnal a gwella STSG+ a gwneud buddsoddiad cyffredinol o £45 miliwn dros y tair blynedd nesaf.
- Adeiladu ar ein Cynllun Tai Fforddiadwy llwyddiannus drwy gyflwyno Cynllun Newid a Buddsoddi Trawsnewidiol uchelgeisiol iawn a fydd yn darparu dros 900 o dai Cyngor dros y 10 mlynedd nesaf gyda chyfanswm buddsoddiad o bron £150 miliwn. Dyma fyddai'r cynnydd mwyaf mewn tai fforddiadwy yn y Sir ers 1970au. Bydd y buddsoddiad, o fewn y tair blynedd nesaf, bron yn £44 miliwn.
- Er mwyn sicrhau bod yr Aelodau'n ymwybodol bod cyflawni'r Cynllun yn dibynnu ar godi rhenti 2.4% ar gyfartaledd yn 2019/20.
- Galluogi cyflwyno cais i Lywodraeth Cymru er mwyn cael £6.1 miliwn o Lwfans Atgyweiriadau Mawr (MRA) am 2019/20.

Ymgynghorwyd â'r pwyllgor craffu perthnasol : **DO – Y Pwyllgor Craffu Cymunedau – 23 Ionawr, 2019**

Y BWRDD GWEITHREDOL / CYNGOR / PWYLLGOR:

Argymhellion / Sylwadau'r Pwyllgor Craffu:

- Penderfynwyd argymhell i'r Bwrdd Gweithredol i gymeradwyo'r Cynllun Busnes 2019-22 Safon Tai Sir Gaerfyrddin a Mwy (STSG+).

Angen i'r Bwrdd Gweithredol wneud penderfyniad: Oes - 4 Chwefror 2019

Angen i'r Cyngor wneud penderfyniad: Oes - 20 Chwefror 2019

YR AELOD O'R BWRDD GWEITHREDOL SY'N GYFRIFOL AM Y PORTFFOLIO:-

Y Cyng. Linda Evans (Deiliad y Portffolio Tai)

Y Cyng. Hazel Evans (Deiliad Portffolio yr Amgylchedd)

Y Cyng. David Jenkins (Deiliad y Portffolio Adnoddau)

Y Gyfarwyddiaeth:	Swydd:	Rhifau ffôn/ Cyfeiriadau E-bost:
Cymunedau		
Enw Pennaeth y Gwasanaeth: Jonathan Morgan	Pennaeth Dros Dro Cartrefi a Chymunedau Mwy Diogel	JMorgan@sirgar.gov.uk (01267) 227285
Awdur yr Adroddiad: Angie Bowen	Rheolwr Dros Dro Buddsoddi ac Incwm	AnBowen@sirgar.gov.uk (01554) 899292

EXECUTIVE SUMMARY
EXECUTIVE BOARD
DATE: 4TH FEBRUARY, 2019

SUBJECT:
THE CARMARTHENSHIRE HOMES STANDARD *PLUS* (CHS+)
Business Plan 2019-22

What is the purpose of the plan?

- To explain the vision and detail of the Carmarthenshire Homes Standard Plus over the next three years, and what it means for tenants;
- To outline how we can deliver transformational change and investment, and set even more ambitious affordable homes targets for the future;
- To confirm the financial profile, based on current assumptions, for the delivery of the CHS+ over the next three years; and
- To produce a business plan for the annual application to Welsh Government for Major Repairs Allowance (MRA) for 2019/20, equating to £6.1m.

What is the context?

Since 2006, we have been working to deliver the published work programmes to our tenants' homes. We called this the CHS+ and achieved this to homes where tenants agreed to have the work done during 2015. We fully acknowledge, however, that this is not the end of the journey and want to do more. This plan sets out how we will do this, confirming the financial and delivery programme over the next three years.

Our commitment to CHS+ remains firmly on track, building on what has already been achieved and trying to be as ambitious as we can.

We continue to challenge and review the stock information we hold and how it is collated. The importance we place on our strategic asset management arrangements enables us to provide the foundation for our investment plans. It also confirms the future expenditure needed to maintain the standard, and what money will be available for our affordable homes delivery programme. Nearly £45m has been set aside to maintain the CHS+ for existing tenants over the next three years.

By taking opportunities, we can also deliver transformational change and investment, and set even more ambitious affordable homes targets for the future. This would be the biggest increase in affordable housing in the County since the 1970s. We plan to deliver 900 new Council homes, with a total investment of nearly £150m over the next 10 years.

We have committed nearly £44m over the next three years to get this ambitious programme started. This programme will also align with our existing plans, Cartrefi Croeso delivery and

wider regeneration initiatives across the County.

This year, we are also proposing that keep the average rent increase for 2019/20 to **2.4%**.

Supporting Tenants and Residents

As part of the CHS+, we continue to support tenants and residents in everything we do. We believe we should give our tenants the opportunity to influence decisions about their homes, the area they live in and ensure the services they receive are value for money. Tenants have told us that they would like us to focus on providing more advice and support for them with bills and benefits, which will help them to maintain their home. As a result:

- We will change the current structures of tenant involvement to encourage more involvement from under-represented groups. We will also improve systems for gathering and acting on tenant feedback, and continue to use 'Planning for Real' as a method of engagement and consultation on estate issues. We plan to increase the use of digital services, survey our tenants (STAR Survey) to establish baseline information, re-survey every three years and periodically on single issues;
- We will focus on providing more advice and support to tenants in managing their monthly budgets. We will also deliver a range of support and services to help tenants cope with the cultural change of Universal Credit, and mitigate the impact as much as we are able;
- We will continue to expand the pre-tenancy service to provide support and training to applicants and potential new tenants before a tenancy begins. We will also focus on pre-tenancy work to minimise rent arrears, maximise income for both us and tenants and improve tenancy sustainability; and
- We will continue to work with tenants to see what improvements they would like to see to CHS+ in the future.

Two key themes have been identified in terms of future investment. These are:

THEME 1- Investing in our Homes' and the Environment.

This plan confirms work that will be undertaken to maintain the standard and what our key principles are to support our future approach to managing the homes and gardens, land, garage areas and the environment. Over £45m will be invested.

We will:

- Make sure our stock information is as good as it can be, and fill in any existing gaps, in order that we know where we need to maintain and improve the CHS+;
- Continue to identify homes where tenants have refused part or all of the intended CHS+ works, and agree with them when works are to be programmed;
- Continue to review and update our annual work programmes based on evidence and need, only replacing components nearer to the time of failing and not time;
- Install low carbon technologies on a small number of our homes, and analyse the results in terms of costs, benefits to tenants and ease of use. This will enable us to

better understand the potential for helping tenants to reduce their energy bills, improve the comfort of their homes and reduce carbon emissions to levels set by Welsh Government;

- Continue to make void properties available for letting as quickly as possible, minimising rent loss and maximising the housing available, whilst striving to meet CHS+;
- Continue to provide a customer focussed responsive repairs service, which achieves high levels of performance, customer satisfaction and good value for money;
- Continue to provide homes better suited to tenants needs by:
 - investing in adapting homes;
 - understanding the future investment needs for our sheltered housing stock; and
 - completing option appraisals on sites that may need changing/ converting into homes that can better meet housing need.

THEME 2 - Providing more Homes.

We are well on our way to delivering our initial 1,000 additional affordable home target by 2021 through our current planning- but we want to do more!

As has been stated, we plan to further increase the supply of affordable housing, building on what has already been achieved.

Over the next three years, an additional 250 Council homes will be built with an investment of nearly £44m. This programme will further support the current earmarked developments of the recently established housing company 'Cartrefi Croeso'. The Company will not only deliver a mix of new affordable homes for sale or rent, but will also offer families additional choices as alternatives to social housing.

Through careful financial planning in terms of borrowing we have been able to open up some exciting opportunities for Carmarthenshire in terms of building more Council homes. This will enable the Council and its housing stock to play a pivotal role in not only developing much needed social housing but also delivering wider Council priorities to grow the economy.

As a result, this plan will now be able to:

- Continue to provide a range of solutions to deliver more affordable homes, including building new homes, purchasing private sector homes to increase the Council's housing stock in the areas of greatest housing need; and managing private sector homes through the 'Simple Lettings Agency';
- Align our 10 year ambitious new build programme with Cartrefi Croeso plans to develop new build homes, in order to maximise future opportunities; and
- Use our new build programme to further support wider regeneration initiatives, including rural areas.

On a wider scale we also want to maximise the impact of the Swansea Bay City Region Deal 'Delivering Homes as Power Stations' project. We see this as a huge opportunity for Carmarthenshire as the project will create a new industry in the region which will develop and build innovative energy technologies.

Finally we set out what the key assumptions are to make sure the plan remains viable, what we will spend the money on and how it is funded.

Recommendations:

- 1. To confirm the ambitious vision of the CHS+ and the financial and delivery programme over the next three years.**
- 2. To confirm the submission of the Plan to Welsh Government for the 2019/20 MRA Application.**

DETAILED REPORT ATTACHED?

**YES – Carmarthenshire Homes Standard PLUS (CHS+)
Business Plan 2019/2022**

IMPLICATIONS

I confirm that other than those implications which have been agreed with the appropriate Directors / Heads of Service and are referred to in detail below, there are no other implications associated with this report :

Signed: **Jonathan Morgan**

Acting Head of Homes and Safer Communities

Policy, Crime & Disorder and Equalities	Legal	Finance	ICT	Risk Management Issues	Staffing Implications	Physical Assets
YES	YES	YES	NONE	YES	NONE	YES

1. Policy, Crime and Disorder and Equalities

The CHS+ will act as the framework for policy development across housing services delivery and will contribute to wider agendas and programmes.

2. Legal

The Housing (Wales) Act 2014 sets out our statutory duty to maintain the Welsh Housing Quality Standard (our version is the Carmarthenshire Homes Standard *PLUS*) in our existing stock.

3. Finance

Delivering the CHS+ will continue to present significant financial challenges and risks to the County Council.

We have spent over £240m to achieve and maintain the standard, with nearly £120m of this spend has been funded through a prudential borrowing programme.

Through careful management, the financial model remains viable to not only maintain the CHS+, but also deliver more affordable homes. A summary of costs over the next three years is included in the plan.

A general rent increase of 2.4% for 2019/20 is also assumed in the plan.

4. Risk Management

The CHS+ programme is identified as moderate risk in the Council's Risk Management Plan. A risk management plan has been developed to mitigate and review all risks associated with the programme.

Failure to deliver a viable Business Plan to Welsh Government by the end of March 2019 will mean the MRA of £6.1m for 2019/20 being withdrawn.

5. Physical Assets

The CHS+ will involve the management, maintenance and improvement of the Council's housing stock. This will be carried out within the context of our asset management principles which are defined within the plan. Any decision to acquire, convert or dispose of homes, land and/or garage areas will be considered in line with these principles.

This plan will also result in an increase in the Council housing stock through the new build and purchasing homes in the private sector.

CONSULTATIONS

I confirm that the appropriate consultations have taken in place and the outcomes are as detailed below

Signed: Jonathan Morgan Acting Head of Homes and Safer Communities

1. Scrutiny Committee – Community Scrutiny Committee was consulted on 23rd January, 2019.

1. Local Member(s)

n/a

2. Community / Town Council

n/a

3. Relevant Partners

Engagement with stakeholders and partners has taken place in order to develop this Plan, including stakeholder events, 1-2-1 interviews and various meetings.

4. Staff Side Representatives and other Organisations

Engagement with tenants, has taken place in order to develop this Plan, including stakeholder events, 1-2-1 interviews, visits and events in communities, and various meetings.

Section 100D Local Government Act, 1972 – Access to Information

List of Background Papers used in the preparation of this report:

THESE ARE DETAILED BELOW

Title of document	File Ref No.	Location that the file is available for public inspection
Carmarthenshire Homes Standard PLUS (CHS+) Business Plan 2019/2022	Housing General Files	Council website- Democratic Services