

Ministry of Housing, Communities & Local Government



Statistical release Housing Housing supply; net additional dwellings, England: 2019-20

In this release:

- Annual housing supply in England amounted to 243,770 net additional dwellings in 2019-20, up 1 per cent on 2018-19.
- The 243,770 net additions in 2019-20 resulted from 220,600 new build homes, 26,930 gains from change of use between non-domestic and residential, 4,340 from conversions between houses and flats and 930 other gains (caravans, house boats etc.), offset by 9,020 demolitions.
- 12,348 of the net additions from change of use were through 'permitted development rights' (full planning permission not required). These comprised 10,589 additional dwellings from former offices, 734 from agricultural buildings, 146 from storage buildings, 47 from light industrial buildings and 832 from other non-domestic buildings.

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Introduction

This Statistical Release presents National Statistics on net additional dwellings in England up to 2019-20. The figures show the net change in dwelling stock in England between 1st April and 31st March the following year.

The 'net additional dwelling' figures are based on local authority estimates of gains and losses of dwellings during each year and are calculated using the most comprehensive list of sources available. This includes council tax base, building control, site visits and any other management information available to the authority.

'Net additional dwellings' is the primary and most comprehensive measure of housing supply. The Department also publishes quarterly 'housing supply; indicators of new supply' statistics. These cover building control reported estimates of new build dwellings and estimates of housing supply using other, additional sources and should be regarded as a leading indicator of overall housing supply.

Information on affordable housing is not collected as part of the net additional dwelling statistics. Separate statistics on affordable housing are published by the department. Full details are available in the 'Related Statistics' section of this release.

An interactive dashboard to illustrate results and historical trends from this release can be found via a link on the statistics release web page:

https://www.gov.uk/government/statistics/housing-supply-net-additional-dwellings-england-2019to-2020

Changes to this release

MHCLG published a consultation on 30 January 2020, on proposed changes to the revisions policy to further improve the net additional dwellings statistics. The consultation is available at the following link:

https://www.gov.uk/government/consultations/housing-supply-net-additional-dwellings-statisticsproposed-changes-to-revisions-policy

In response, MHCLG is proceeding with the proposals outlined in the consultation:

- MHCLG will continue to publish the Housing supply; net additional dwellings statistics annually in the current format in the same page as previous years: <u>https://www.gov.uk/government/collections/net-supply-of-housing;</u>
- We are now allowing annual revisions, to the data for previous years, beginning in this publication of the statistics for 2019-20. In collecting the data for this publication, we have allowed local authorities to revise data for the previous two years' published figures. The local authority revisions resulted in an overall increase of 91 net additional dwellings in 2017-18 and 539 net additional dwellings in 2018-19. In future years, the revisions period will cover the previous years' figures only.

National trends in net additional dwellings

The trends in net additional dwellings are shown in Figure 1 and Table 1.

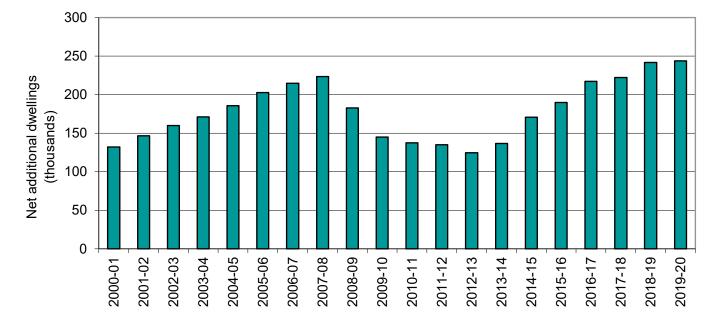


Figure 1: Trends in housing supply; net additional dwellings, England: 2000-01 to 2019-20

Net additional dwellings reached a recent peak of 223,530 in 2007-08 and then decreased to 124,720 in 2012-13 with the economic downturn. Since then, net additions have increased to 243,770 in 2019-20, up 1 per cent on the previous year. This level is 9 per cent above the 2007-08 peak and 95 per cent above the trough in 2012-13.

The 243,770 net additional dwellings in 2019-20 represents an increase of 1% on the previous dwelling stock estimate of 24.5 million dwellings in England as at 31 March 2019.

Change from previous year						
Financial Year	Net additional dwellings	(percentage change)				
1991-92	165,000					
1992-93	151,000	-8%				
1993-94	152,000	1%				
1994-95	166,000	9%				
1995-96	163,000	-2%				
1996-97	154,000	-6%				
1997-98	156,000	1%				
1998-99	149,000	-4%				
1999-00	148,000	-1%				
2000-01	132,000	-11%				
2001-02	146,700	11%				
2002-03	159,870	9%				
2003-04	170,970	7%				
2004-05	185,550	9%				
2005-06	202,650	9%				
2006-07	214,940	6%				
2007-08	223,530	4%				
2008-09	182,770	-18%				
2009-10	144,870	-21%				
2010-11	137,390	-5%				
2011-12 P	134,900	-2%				
2012-13 P	124,720	-8%				
2013-14 P	136,610	10%				
2014-15 P	170,690	25%				
2015-16 P	189,650	11%				
2016-17 P	217,350	15%				
2017-18 PR	222,280	2%				
2018-19 PR	241,000	9%				
2019-20 P	243,770	1%				

Table 1: Annual housing supply; net additional dwellings, England: 1991-92 to 2019-20

1. The dwelling counts from the 2001 and 2011 Census were previously used to revise the estimates from 1991-92 to 2010-11. See the 'Scheduled revisions' section for further information.

2. In 2000-01 a new data collection system was introduced to improve estimates of housing supply and collect information on the components of supply. See the 'Notes' section for further information.

P Figures provisional and subject to revision.

R Figures revised.

Components of net additional dwellings

The annual net change in the dwelling stock breaks down as follows:

- New house building completions;
- Gains or losses through conversions (for example of a house into flats);
- Changes of use (for example a shop into house or a barn conversion);
- Demolitions; and
- Other changes to the dwelling stock (caravans, houseboats etc.)

Full descriptions are in the 'Definitions' section of this publication.

The components of net additional dwellings in 2019-20 are shown in Figure 2 and detailed in Table 2. A time series since 2006-07 is shown in Figure 3.

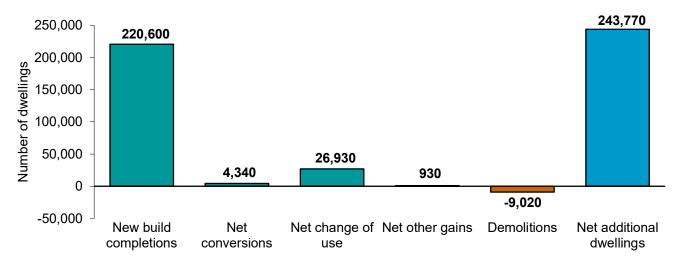


Figure 2: Components of housing supply; net additional dwellings, England: 2019-20

New build completions is the largest component. In 2019-20, the 220,600 new build completions accounted for 90 per cent of the net change. 'Change of use' is the second largest component with a gain of 26,930 dwellings (11% of the net change). Conversions added 4,340 dwellings (2% of the net change) and there were a further 930 other gains (0.4% of the net change). Demolitions resulted in a loss of 9,020 dwellings (-4% of the net change).

Net additions from change of use decreased in 2019-20, down by 2,370 (8%) on the previous year. This component includes the amendments to 'permitted development rights' making it easier to change buildings to residential use. New build completions increased by 6,190 (3%).

Since 2015-16, new data have been collected on dwellings from change of use under permitted development rights. In 2019-20, the 26,930 additional homes resulting from change of use included 12,348 through permitted development rights. These additional dwellings (through permitted development rights) comprised 10,589 office to residential, 734 agricultural to residential, 146 storage to residential, 47 light industrial use to residential, 676 any other to residential and 156 unspecified to residential.

Table 2: Components of housing supply; net additional dwellings, England: 2013-14 to 2019-20²

Components of housing supply	2014- 15	2015- 16	2016- 17	2017- 18 ^R	2018- 19 ^R	2019- 20	Change 2018-19 to 2019-20
New build completions	155,080	163,940	183,570	195,390	214,410	220,600	6,190
Plus							
Net conversions	4,950	4,760	5,680	4,550	5,160	4,340	-820
Plus							
Net change of use	20,650	30,600	37,190	29,730	29,300	26,930	-2,370
of which delivered under permitted de- velopment rights, comprising:							
Agricultural to residential;	-	226	330	738	1,062	734	-328
Office to residential;	-	12,824	17,751	11,559	12,075	10,589	-1,486
Storage to residential;	-	55	106	218	199	146	-53
Light Industrial to residential;	-	-	-	110	69	47	-22
Any other to residential;	-	645	613	872	779	676	-103
Unspecified to residential;	-	129	87	39	147	156	9
Total to residential;	-	13,879	18,887	13,536	14,331	12,348	-1,983
Plus							
Net other gains	630	780	720	680	970	930	-40
Less							
Demolitions	10,610	10,420	9,820	8,060	7,960	9,020	1,060
Gives							
Net additional dwellings	170,690	189,650	217,350	222,280	241,880	243,770	1,890

1. The dwelling counts from the 2011 Census have previously been used to revise the net supply estimates from 2001-02 to 2010-11. See the 'Scheduled revisions' section for further information.

2. This breakdown of housing supply is available since 2006-07 and published in Live Table 120. See the 'Accompanying tables section for further information.

- ^P Figures since 2011-12 are provisional and subject to revision.
- ^R Figures revised.

^{3.} Totals may not equal the sum of component parts due to rounding to the nearest 10. Figures for delivery via permitted development rights are unrounded.

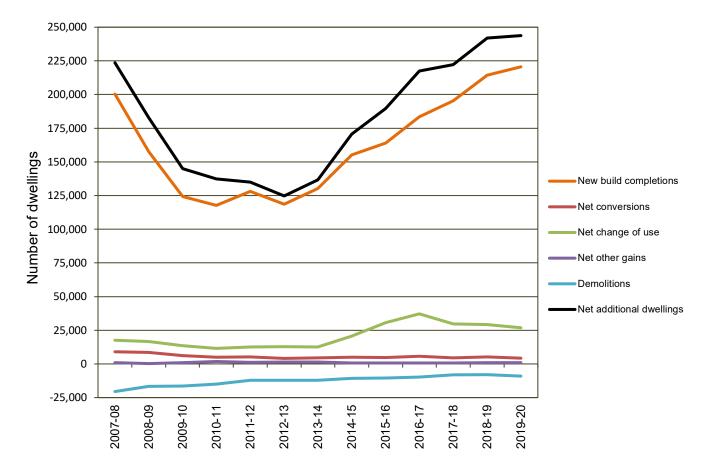


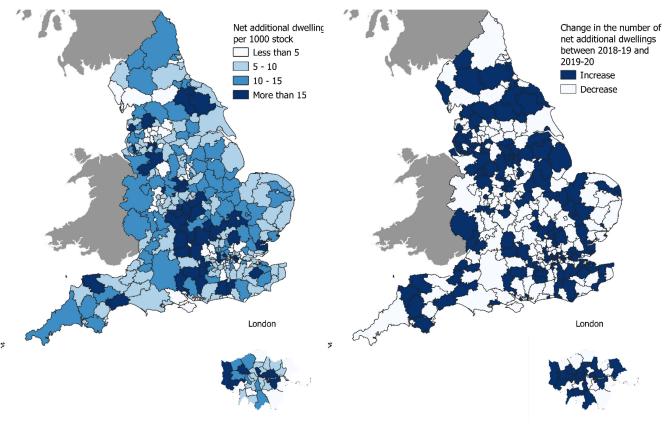
Figure 3: Components of housing supply; net additional dwellings, England: 2007-08 to 2019-20

Sub-national trends

Geographic distribution of net housing supply

The left map in Figure 4 shows the rate of net additions (i.e. net additions per 1000 dwellings) in each local authority district in England in 2019-20. The right map shows the change in net additional dwellings between 2018-19 and 2019-20. Rates of net additions are not uniform across England and can vary considerably between local authority areas.

Figure 4: Net additions per 1000 dwellings and change from previous year for each local authority district 2019-20¹



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 The left map in Figure 4 shows net additions rates in each of the 317 local authority districts during 2019-20. The right map shows whether the number of net additional dwellings have increased or decreased over the previous year. To show net housing supply in proportion to the size of each district we divide the number of net additions in the 12 months to 31 March 2020 by the existing dwelling stock (multiplied by 1000 for easier interpretation). Consider a hypothetical local authority district with 100,000 dwellings as at 31 March 2019. Over the next year 200 new dwellings are completed, representing two new dwellings per thousand of existing stock (rounded).

Sub national trends in levels of net additions

There are relatively high rates of net additional dwellings in local authorities stretching from west of the London commuter belt across the midlands to East Anglia.

Aside from the City of London (which has a low level of residential stock,) Tower Hamlets, Bracknell Forest and Salford have the top three net addition rates per 1000 dwellings in the country. Other notable areas with high rates of net additions per 1000 dwellings are Newham, South Derbyshire and Greenwich. London presents a mixed picture, with eight of the top 50 net addition rates per 1000 dwellings and five of the lowest 50 net addition rates. Areas with low levels of net additions per 1000 dwellings are geographically varied. Aside from the Isles of Scilly (which has a low level of residential dwelling stock), the lowest three net additions rates per 1000 of the stock were in Adur, Southend-on-Sea and Portsmouth.

Changes in levels of net additions

Changes in the level of net additional dwellings between 2018-19 and 2019-20 also varied across England, increasing in 149 out of 317 authorities. The geographic spread of increases and decreases is mixed. In London, 19 out of 33 London Boroughs showing some level of increase and 14 having decreases.

Communal accommodation

This publication includes separate data on additions and losses from the stock of communal accommodation. These figures are not included in the main net additions figures shown above. Communal accommodation is distinguished from the dwellings in the main net additions figures as it does not provide self-contained household spaces with kitchens and bathrooms. Communal accommodation, thus defined, does not include 'student or other cluster flats' which are included in the main net additional dwellings figures. Each cluster flat typically has several bedrooms and shared cooking and living space behind a lockable door. Communal accommodation, however, has a number of individual bedrooms sharing communal facilities such as a refectory or lounge. For more information please see the 'Definitions' section of this release.

Figures for communal accommodation presented here are split into 'student' and 'other' communal accommodation. Communal student accommodation is the traditional 'student hall' style with many student rooms and a single refectory. Other communal accommodation includes care homes or hostels where rooms are arranged along corridors with one or more communal sitting and dining rooms.

Communal accommodation figures by component are shown in Table 3. In 2019-20, there was a net increase of 1,770 communal student accommodation units and a net increase of 360 other communal accommodation units, bringing the total net increase to 2,130 units. Note, the figures for 2019-20 do not include data for London (except Harrow), see footnote 4 below.

Components of Communal accommodation	on Number of council tax valuation listings ¹				ings ¹	
	2014- 15	2015- 16	2016- 17	2017- 18	2018- 19	2019- 20
Student Gain	4,350	3,220	4,050	2,310	1,960	1,820
Student Loss	100	190	180	40	140	50
Student Net Change	4,250	3,040	3,870	2,270	1,820	1,770
Other Gain	1,380	1,330	1,310	690	1,540	460
Other Loss	540	410	560	320	330	100
Other Net Change	840	920	750	370	1,210	360
Total Gain	5,730	4,560	5,360	3000	3500	2,280
Total Loss	640	600	740	360	470	150
Total Net Change	5,090	3,960	4,620	2,650	3,030	2,130

Table 3: Components of communal accommodation, England: 2014-15 to 2019-20

1. The number of communal accommodation units corresponds to the number of council tax valuation listings for the accommodation, as described on the Valuations Office Agency website at the following link. http://www.voa.gov.uk/corporate/CouncilTax/multiOccupiedHomes.html

2. Figures since 2015-16 have also been collected in the communal accommodation units of bedspaces and are published in LiveTable124b (see accompanying tables section).

- 3. Figures for previous years are available at this link (<u>https://www.gov.uk/government/statistics/net-supply-of-housing-in-england-2012-to-2013</u>), however these are not directly comparable (as London figures previously referred to the number of bedrooms provided, rather than council tax valuation listings).
- 4. The Greater London Authority were unable to provide communal accommodation in council tax listings units for London Boroughs (except for Harrow) for 2019/20 by the data collection deadline but did provide communal accommodation data for 2019/20 in bedspace units, published in LiveTable124b (see accompanying tables section).

Accompanying tables and open data

Accompanying tables are available to download alongside this release. These are:

- Table 118Annual net additional dwellings and components: England and the regions,
2000-01 to 2019-20
- **Table 120**Components of housing supply; net additional dwellings, England:
2006-07 to 2019-20
- Table 122Housing supply; net additional dwellings, by local authority district, England:
2001-02 to 2019-20
- Table 123Housing supply; net additional dwellings, component flows of, by local authority
district: 2012-13 to 2019-20

- Table 124Housing supply; communal accommodation, component flows of, by local authority
district: 2014-15 to 2019-20 (Units: Council Tax Valuation Listings)
- **Table 124b**Housing supply; communal accommodation, component flows of, by local authority
district: 2015-16 to 2019-20 (Units: Bedspaces)

The tables provide unrounded data. These tables can be accessed at: <u>http://www.gov.uk/govern-ment/statistical-data-sets/live-tables-on-net-supply-of-housing</u>

Dashboard

An interactive dashboard to illustrate results and historical trends from this release can be found via a link on the statistics release web page:

https://www.gov.uk/government/statistics/housing-supply-net-additional-dwellings-england-2019to-2020

Open data

These statistics are available in fully open and linkable data formats at Open Data Communities:

http://opendatacommunities.org

Related statistical releases

Housing supply; net additional dwellings and related statistics are detailed in Table 4. Further information can be found in the separate statistical release for each source which can be found at the links below.

Release	What do the statis- tics show?	Frequency	Where the data comes from?	What are these figures most appropriate for?
This release: Housing supply; net additional dwellings MHCLG	Total housing sup- ply that comprises all new build, con- versions, change of use, other gains/losses and demolitions	(November)	Comes from local authorities outside London (Housing Flows Reconciliation Return) and for London boroughs is provided by Greater London Authority (London Development Data- base)	

Table 4: House building; new build dwellings and related statistics

Housing	Quarterly estimates	Quarterly	Building control officers at:	This is a 'leading indica-
supply; Indi-	•		U	tor' of house building,
cators of		(11101,00110,000,000,000)	ing Council	available soon (2
new supply			Local Authorities	months) after quarter
			•Approved Inspectors	end
MHCLG				
Dwelling	Total housing stock,	Annual	Overall change in stock from	Provides an accurate
Stock esti-	split by tenure	(May)	Net Additional Dwellings. Ten-	assessment of the total
mates			ure information provided di-	size of the housing
			rectly from Local Authorities	stock and how it is split
MHCLG			and Housing Associations.	by tenure
Affordable	Overall affordable	Annual	Homes England and Greater	Provides the most com-
housing	housing supply	(November)	London Authority data which is	plete estimate of afford-
	(new build and ac-		published every six months	able housing supply. Af-
MHCLG	quisitions)		combined with and Local Au-	fordable housing figures
			thority Housing Statistics Data	are a subset of total
				housing supply.
Local Au-	Stock and condition		Data provided directly by local	Information on the
thority Hous-	of Local Authority	(January)	authorities	stock, condition and
ing Statistics	owned housing, in-			changes to local author-
	cluding information			ity owned properties,
MHCLG	on rents and waiting			the equivalent infor-
	lists			mation for housing as-
				sociations is published
				by Homes England in
				their Statistical Data Return
	Numbers of demos	Ou contra els /	Demostic energy concerns	
Energy Per- formance	Numbers of domes- tic Energy Perfor-	•	Domestic energy assessors.	Information on the en- ergy performance and
Certificates	mance Certificate	(Apr,July,Oct,Jall)	They lodge certificates on the	floor space of new and
Gentificates	lodgements		Domestic energy performance	existing stock.
MHCLG	lougements		certificate register'.	Chisting Stook.
	These relate to new			Can also be used as an
	domestic properties			early indicator on new
	and transactions of			housing supply.
	existing dwellings.			
Council Tax	Numbers of dwell-	Annual (September)	The Valuation Office Agency	For information on do-
valuation	ings and communal		compiles and maintains lists of	mestic and non-domes-
lists	accommodation.		all domestic properties in Eng-	tic rated properties in
			land and Wales to support the	England for tax pur-
VOA	(The VOA definition		collection of council tax. These	poses.
	of a dwelling differs		lists are continually updated to	
	from that used in		reflect new dwellings and	Can also be used as an
	the census and in		losses.	early indicator on new
	MHCLG statistics).			housing supply.
New Homes	Dwellings and com-	Dwellings on the	The council taxbase data re-	The combination of tim-
Bonus	munal ac-commo-	Business Rating	turn is made by local authori-	ing and definitional dif-
	dation.	List (eg a self-cater-	ties to the Ministry of Housing,	ferences means that it
MHCLG	As the New Homes	ing property)	Communities and Local Gov-	is not possible to recon-
	As the New Homes Bonus is based on		ernment in November giving details of their council tax base	cile fully the New Homes Bonus numbers
	council tax data,		at September. Therefore the	to the net additional
	which is derived		period over which the change	dwelling estimates. The
	from the Valuation		in taxbase is measured for the	different sources will in-
	Office Agency's		New Homes Bonus (the year	evitably give different
	Onice Agency S			Housing Statistical Release

valuation list, it is	to September) is different from	figures, though trends
collected using the	the period over which the	over time are likely to
same, broader defi-	Housing supply; net additional	be similar. In addition,
nition of a dwelling	dwellings is measured (the	the New Homes Bonus
as used by the Val-	year to April).	headline allocations fig-
uation Office		ures also include a
Agency (see 'Coun-	The New Homes Bonus allo-	component for empty
cil tax valuation	cates grants to local authorities	homes brought back in
lists' above).	according to the number of	to use.
	new homes delivered and	
	empty homes brought back	Users of housing sup-
	into use in their area. The	ply statistics should
	growth in their council taxbase	note that the New
	is used as a proxy measure for	
	the number of new homes de-	are a by-product of the
	livered because this provides	data used to administer
	information about council tax	the council tax system
	bands which are required as	and are not primarily
	part of the calculation of New	designed as a measure
	Homes Bonus allocations. The	of housing supply.
	number of long-term empty	
	homes in each area is also col-	
	lected as part of the council tax	
	system.	

Links to related statistics

Housing supply: indicators of new supply

https://www.gov.uk/government/collections/house-building-statistics

Council tax valuation lists

http://www.voa.gov.uk/corporate/Publications/statistics.html

Energy Performance of Buildings Certificates

https://www.gov.uk/government/collections/energy-performance-of-buildings-certificates

New Homes Bonus (first published 6 February 2020)

https://www.gov.uk/government/publications/new-homes-bonus-final-allocations-2020-to-2021

Dwelling stock estimates

http://www.gov.uk/government/organisations/ministry-of-housing-communities-and-local-government/series/dwelling-stock-including-vacants

Affordable housing

The Ministry of Housing, Communities and Local Government's *Affordable Housing Supply* statistics can be found at the following link.

http://www.gov.uk/government/organisations/ministry-for-housing-communities-and-local-government/series/affordable-housing-supply

Homes England (formerly the Homes and Communities Agency) Housing Statistics can be found at the following link.

https://www.gov.uk/government/organisations/homes-and-communities-agency/about/statistics

The Ministry of Housing, Communities and Local Government is part of a cross government working group, including devolved administrations and the Office of National Statistics, working to improve the trustworthiness, quality and value of housing and planning statistics across the UK.

This working group has published action plan to make the planned improvements on house building statistics clear and transparent to users. Details of this work and how you can provide feedback are available via the Government Statistical Service website:

http://gss.civilservice.gov.uk/user-facing-pages/housing-and-planning-statistics/

National Statistics Status



National Statistics status means that our statistics meet the highest standards of trustworthiness, quality and public value as set out in the <u>Code of Practice</u>

<u>for Statistics</u>. It is the Ministry of Housing Communities and Local Government's statisticians' responsibility to maintain compliance with these standards.

The designation of these statistics as National Statistics was first confirmed in December 2011 following an assessment by the UK Statistics Authority. These statistics last underwent a compliance check against the Code of Practice for Statistics in June 2018.

The Office for Statistics Regulation confirmed the continued designation of these as National Statistics on 9 February 2019.

https://www.statisticsauthority.gov.uk/correspondence/response-to-update-on-statistics-on-housing-in-england/

The Office for Statistics Regulation commended the following improvements:

• Improvements to the coherence of your statistics by publishing guidance within each publication about how the range of housing statistics relate to each other, supported by an accessible one page guide.

https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/780706/HPAD_stats_guide_Feb_2019.pdf

- Improved supporting information about the strengths and limitations of the data sources used to produce each statistic and publishing your assessment of the existing quality assurances of these sources, taking into account the Authority's Quality Assurance for Administrative Data Regulatory standard.
- Continued collaborative working with statisticians in the Office for National Statistics and across the devolved administrations as part of the Cross-Government Housing Statistics Working Group to deliver a range of wider improvements to housing and planning statistics.

Definitions

The Housing Statistics and English Survey glossary can be found here: <u>https://www.gov.uk/guidance/housing-statistics-and-england-housing-survey-glossary/a-to-z</u>

The glossary is a single reference point for terms and definitions used in MHCLG housing statistical publications and English Housing Survey reports, arranged alphabetically.

Completion

A dwelling is regarded as completed when it becomes ready for occupation or when a completion certificate is issued whether it is in fact occupied or not.

Conversion

An alteration to the original construction which affects the total number of dwellings in the housing stock, for example, conversion of a house into 2 or more flats.

Change of use

This is the changing of a non-residential dwelling to residential use, or changing a residential building to non-residential use. This would include, for example, a shop converted into a flat, a barn conversion or a house converted to an office. Changes to permitted development rights in May 2013, allowed offices (and subsequently other buildings) to change to residential use, subject to prior approval being granted by a local authority. (Certain areas are exempt.).

Communal accommodation

These are establishments providing managed residential accommodation. They are not counted in overall housing supply but are covered separately in the 'Communal accommodation' section of this release. These cover 'traditional' university and college student halls, hospital staff accommodation, hostels/homes, hotels/holiday complexes and defence establishments (not married quarters). However, purpose-built (separate) homes (e.g. self-contained flats clustered into units with 4 to 6 bedrooms for students) are included in the main dwelling figures, with each self-contained unit counted as one dwelling. The number of units counted is based on the Valuation Office Agency guidance on communal dwellings which can be found at the following link: http://www.voa.gov.uk/corporate/CouncilTax/multiOccupiedHomes.html

Dwelling

A home or dwelling in these statistics uses the Census definition of a dwelling as a self-contained unit of accommodation. Self-containment is where all the rooms (including kitchen, bathroom and

toilet) in a household's accommodation are behind a single door which only that household can use. Non-self-contained household spaces at the same address should be counted together as a single dwelling. Therefore a dwelling can consist of one self-contained household space or two or more non-self-contained household spaces at the same address.

Ancillary dwellings (e.g. 'granny annexes') are included provided they are self-contained, pay separate council tax from the main residence, do not share access with the main residence (e.g. a shared hallway) and there are no conditional restrictions on occupancy.

Non-permanent (or 'temporary') dwellings are included if they are the occupant's main residence and council tax is payable on them as a main residence. These include caravans, mobile homes, converted railway carriages and houseboats. Permanent Gypsy and Traveller pitches should also be counted if they are, or likely to become, the occupants' main residence.

HFR

The Housing Flows Reconciliation is an annual data collection in which local authorities report on changes to the size of the dwelling stock within their boundaries directly to the Department for Communities and Local Government. In 2011 all local authorities except for the London Boroughs were asked to submit their data through the HFR.

Net additional dwellings

A measure of the net change in dwelling stock between 1 April and 31 March of the following year. The net change comprises the number of new house building completions plus any gains or losses through conversions, changes of use and demolitions. (also referred to as *Net supply of housing*).

Technical Notes

Information on Official Statistics is available via the UK Statistics Authority website: <u>https://www.statisticsauthority.gov.uk/</u>

Information about statistics at MHCLG is available via the Department's website: <u>www.gov.uk/government/organisations/department-for-communities-and-local-govern-ment/about/statistics</u>

Symbols

The following conventions have been used in the release and tables:

^P Figure provisional and subject to revision;

^R Revised from previous release.

Totals may not equal the sum of component parts due to rounding to the nearest 10.

Data collection

This release takes annual figures on net housing supply in England from two data sources:

- Information submitted to the Ministry of Housing, Communities and Local Government (MHCLG) by local authorities in all regions except London through the Housing Flows Reconciliation (HFR) form; and
- Information collected by the Greater London Authority (GLA) for London Boroughs.

From 2000-01 to 2003-04, all local authorities submitted data to Communities and Local Government through the HFR form. Between 2004-05 and 2008-09, Communities and Local Government worked jointly with Regional Planning Bodies in some regions on joint returns to ensure consistency between the net housing supply figures reported at various geographical levels.

In 2010 the abolition of Regional Planning Bodies prompted a return to submission through the HFR for all local authorities outside London. London Boroughs continue to supply their data through the GLA. Users should note that figures for London Boroughs are provisional at this stage and may be subject to change before they are reported in the GLA's Annual Monitoring Report. Local authorities have until late September, over five months after the end of the financial year, to complete the HFR form.

Data quality

Data quality summary

From these statistics trends in net housing supply can be reliably and easily assessed both nationally and at a local authority level. The high response rate (100% in 2017-18 and 2018-19; 99% in 2019-20) and quality assurance procedures followed, involving several complimentary data sets result in accurate estimates. The flow diagram (Figure 5, below) sets out the key steps in producing and quality assuring the statistics in this release.

The minimum expected response rate for the Housing Flows Reconciliation (HFR) return which collates the underlying figures for this release is 90%. The response rate has been consistently above this, as shown in Table 5, and the department's target is to aim for a 100% response rate. In 2019-20, the response rate was 99%, with 3 out of 326 of authorities not completing the return.

•					
Financial Year	Response rates				
2006-07	97%				
2007-08	99%				
2008-09	98%				
2009-10	96%				
2010-11	93%				
2011-12	96%				
2012-13	95%				
2013-14	94%				
2014-15	96%				
2015-16	99%				
2016-17	99%				
2017-18	100%				
2018-19	100%				
2019-20	99%				

Table 5: Overall response rates

Assessment of data quality

In 2015 the UK Statistics Authority (UKSA) published a <u>regulatory standard for the quality assurance</u> <u>of administrative data</u>. To assess the quality of the data provided for this release the department has followed that standard.

The standard is supported with an <u>Administrative Data Quality Assurance Toolkit</u> which provides useful guidance on the practices that can be adopted to assure the quality of the data they utilise.

This statistical release is produced by MHCLG based on data provided via its DELTA data collection system by 317 local authorities. An assessment of the level of risk based on the Quality Assurance Toolkit is as follows:

Risk/Profile Matrix	Administrative	Data Quality	Public Interest	Matrix
Statistical Series	Source	Concern		Classification
Net additional dwellings	Local authorities' individual data systems. Including Building Control, Council Tax an any other appropriate sources	Low	High	Medium Risk [A2]

The publication of this release can be considered as high profile, as there is significant mainstream media interest, with moderate economic and/or political sensitivity. These statistics form the headline figure for housing delivery in England.

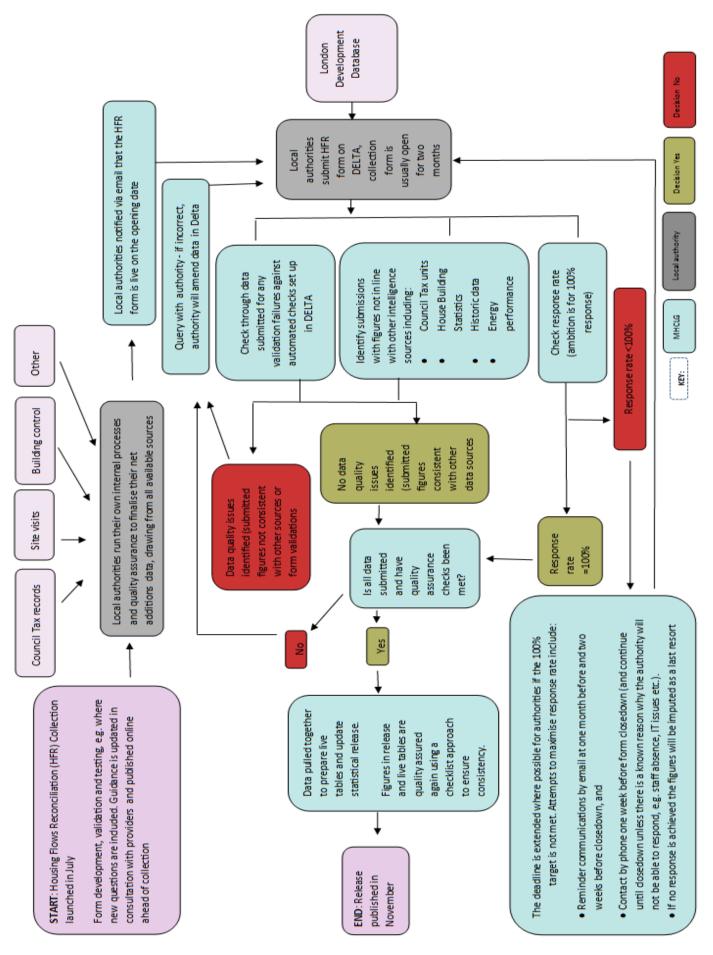
The data quality concern is considered as low, given that the data is collected from each local authority, via the data collection system DELTA which includes built in quality assurance checks. Local authorities have several sources available to them locally to cross check final figures they provide to the department.

The data are then further quality assured in detail by the responsible statisticians, who perform further detailed validation and checks, spotting and correcting any errors. These checks involve using complementary sources on housing supply and comparisons with historical data.

Overall, this release has been assessed as A2: Medium Risk. This is mainly driven by the high profile nature of the figures.

A full outline of the statistical production process and quality assurance carried out is provided in the flow chart in *Figure 5*. Further details are also provided against each of the four areas outlined in the Quality Assurance of Administrative Data (QAAD) Toolkit.

Figure 5: Quality assurance flow diagram



Operational context and admin data collection

Data to produce this statistical return is collected from two sources the Housing Flows Reconciliation Return (HFR) form which is run by the department and equivalent data which is provided directly from the Greater London Authority (GLA) London Development Database.

The HFR form collects data from all local authorities in England outside London and from the Greater London Authority (for the 33 London Boroughs). The HFR return requires local authorities to submit a full break-down of housing flows over the previous year; this includes figures for new house building, conversions, change of use and demolitions. The form was simplified for 2011-12 to remove the requirement to report by tenure. The form was expanded in 2015-16 to collect information on change of use delivered under permitted development rights. In 2017-18 it was expanded to collect information on the change of use delivered under the new permitted development right 'light industrial to residential'.

The Greater London Authority collects, collates and validates data from London Boroughs before passing the information on to the Ministry for Housing, Communities and Local Government. Since 2017-18, this return is the same as the HFR.

Net additional dwelling statistics are collected to provide a complete picture of annual housing supply in every local authority area

Since 2017-18 the figures collected in this return formed part of the Housing Delivery Test. This has been clearly communicated to data providers. Details on how the test is applied are include in the rule book published by the department.

https://www.gov.uk/government/publications/housing-delivery-test-measurement-rule-book

Communication with data supply partners

Each year local authorities are supplied with comprehensive guidance to ensure that there is a common understanding of what information is to be supplied.

Feedback on the return and statistical release is regularly sought from data providers and users. For the first time in 2017-18 the collection was moved to the DELTA data collection system, which was tested before being launched with users. There is a clear requirement for local authorities to provide this data to the department as it is governed by the Single Data List. https://www.gov.uk/government/publications/single-data-list

Communication with suppliers is managed through a number of formats (Single Data List communications, the Central Local Information Partnership (CLIP) Planning Statistics sub-group, building control groups and the data collection mailing list).

The form is usually 'live' for 8 weeks. Throughout the data collection period all providers are able to ask for help or clarification from the department with regards to their data. Should the desired response rate of 100% not be met by the deadline, individual extension can be agreed with outstanding local authorities. Departmental statisticians and the Data Collection team will continue attempts to maximise the response rate until the new deadline. If any authorities are unable to submit data within this time and following all efforts to support them to submit, then their data will be imputed

as per the section on imputation below.

QA principles, standards and checks by data suppliers

Local authorities will have several sources of information from which to make a final decision on the reconciled number that they will report to the department. These sources include the council tax base, building control, site visits and any other sources of information that they receive locally.

As there are 317 different organisations supplying data to the department, it is not practical to fully understand and monitor each individual provider's processes. To mitigate this lack of direct oversight, the department ensures additional effort is put into the QA checks carried out when the data is received. The department also reviews and updates guidance put out to local authorities each year, maintaining regular communication with providers throughout. Local authorities are asked to sign off the figures that they provide the department and a summary of the audit level of the figure is provided in their data return.

Producers' QA investigations and documentation

Whilst local authorities are expected to carry out their own checks on the data submitted, and are expected to specify the level of audit carried out in the form itself, discrepancies may arise due to incorrect interpretation of the sources or errors upon data entry. The DELTA data collection system is designed to pick errors up a point of entry and issue validation failures which prevent obviously incorrect values being submitted.

Following the completion of all data submitted via DELTA further checks are carried out by the department's statisticians. These checks are designed to pick up any figures which have passed through the validation criteria of DELTA but require further investigation. These potential errors are identified by comparing figures submitted via the HFR and London Development Database to other published sources and historical trends. Any potential errors spotted will be challenged with the data providers so that a revised figure of explanation is provided.

There are further final quality checks performed when producing the final end product. These checks use a clear checklist approach to ensure published figures are consistent across the release and live tables, with each check being systematically signed off when it has been completed.

Imputation

Imputation is used for any authorities that do not supply data through the HFR form. In 2019-20, the HFR return response rate was 99%. Shropshire, Wiltshire, and Southend-on-Sea did not submit a HFR return, so imputation was required for these local authorities. As a basis for imputation the ratio of the number of house building completions on quarterly Local Authority house building returns (P2) to the net additions figure is calculated at regional level, using data from all local authorities that finalised their HFR return. For local authorities which failed to submit a HFR return this ratio is applied to the number of house building completions reported on their P2 quarterly house building returns for the financial year. Due to the differing way that data was collected in London, no imputation was performed as the Greater London Authority informed the department that all London Boroughs had supplied data.

In 2019-20, the imputed estimates were 1,493 net additional dwellings for Shropshire, 2,550 for Wiltshire, and 94 for Southend-on-Sea. These imputed figures, for 3 local authorities were added to

the reported total provided by 314 of the 317 local authorities, resulting in an estimate of 243,770 net additional dwellings in England in 2019/20.

Communal data

Since 2011-12, data on communal accommodation units has been collected on the HFR. The number of communal accommodation units correspond to the number of council tax valuation listings for the accommodation. Figures for 2015-16, 2016-17, 2017-18, 2018-19 and 2019-20 have also been collected in the communal accommodation units of bedspaces. For London, this data has been collected by the Greater London Authority which is provided in communal accommodation units from 2014-15 (and previously in number of bedrooms). The data is unevenly distributed between authorities and no imputation has been performed.

Revisions policy

The department intends to publish a user consultation on changing the revisions policy for this statistical release. The consultation will propose moving to allowing more frequent revisions to be made by data providers.

The current policy has been developed in accordance with the UK Statistics Authority Code of Practice for Statistics and the Ministry for Housing, Communities and Local Government Revisions Policy (found at <u>http://www.gov.uk/government/publications/statistical-notice-dclg-revisions-policy</u>). There are two types of revisions that the policy covers:

Non-Scheduled Revisions

Where a substantial error has occurred as a result of the compilation, imputation or dissemination process, the statistical release, live tables and other accompanying releases will be updated with a correction notice as soon as is practical.

Scheduled Revisions

Local authorities are now able to revise the data they supply for these statistics, after the original deadline for submission. In collecting the data for this publication, we have allowed local authorities to revise data for the previous two years' published figures. In future years, the revisions period will cover the previous years' figures only.

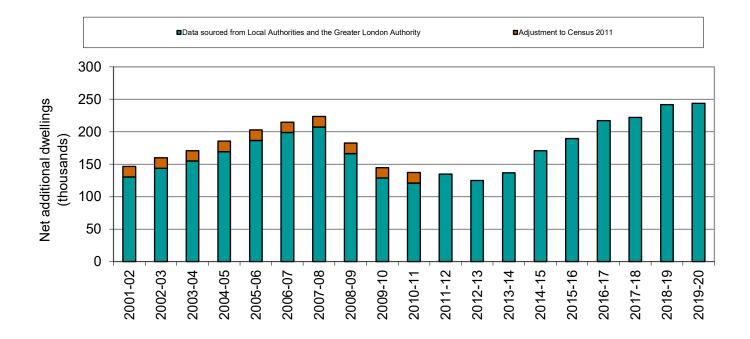
In 2017/18, 28 Local Authorities revised data resulting in an increase of 91 net additional dwellings. In 2018/19, 25 Local Authorities and 2 London Boroughs revised data resulting in an increase of 537 net additional dwellings.

These statistics are compared against the census on its release every ten years to ensure that the sum of net additions over that period matches the difference between the latest census dwelling count and the previous one. The net additions figures are then adjusted, with any difference spread evenly across the ten years since the previous census. When this adjustment was carried out following the 2001 census it amounted to around 6,600 dwellings per year at the England level.

As scheduled, the dwelling counts from the 2011 census, which were released by the Office for

National Statistics in December 2012, have previously² been used to revise the net supply estimates for 2001-02 to 2010-11. This ensures the net supply estimates are calibrated to the 2001 and 2011 censuses and consistent with the dwelling stock estimates (which is also collected and published by the Ministry for Housing, Communities and Local Government: see the 'Related statistics' section of this publication). The revision of the net supply estimates was implemented by adding 16,190 extra dwellings per year between 2001-02 and 2010-11. This can be seen in Figure 6 which shows the previous estimates (based on Housing Flows Reconciliation data sourced from Local Authorities and information supplied the Greater London Authority) plus the adjustment to the 2011 Census which sum to produce the revised trend in net additional dwellings.

Figure 6: Scheduled revisions to the trends in housing supply; net additional dwellings, England: 2000-01 to 2019-20



Uses of the data

The housing supply; net additional dwellings statistical series is an important part of the evidence base which informs the development and evaluation of housing policy by central and local government. They are the only data source to give a comprehensive picture of housing supply consistent with the Census dwelling definition; consequently net additions provides the only consistent data source for providing dwelling stock estimates between census years in England.

The net additional dwelling statistics are a key data source for local authorities in their planning policy when assessing supply against future housing requirements and comparing performance

² The dwelling counts from the 2011 census have previously been used to revise the net supply estimates for 2001/02 to 2010/11 and further information on the revision methodology is published by the Department for Communities and Local Government in the Net Supply of Housing: 2012-13, England statistical release: http://www.gov.uk/government/statistics/net-supply-of-housing-in-england-2012-to-2013 against peers. The net additional dwelling statistics are used by other government departments and businesses to assess and model various elements of housing supply.

The data provided for this release will also be used in calculating delivery in each local authority area for the proposed Housing Delivery Test.

User engagement

Users are encouraged to provide feedback on how these statistics are used and how well they meet user needs. Comments on any issues relating to this statistical release are welcomed and encouraged. Responses should be addressed to the "Public enquiries" contact given in the "Enquiries" section below.

The Ministry's engagement strategy to meet the needs of statistics users is published here:

https://www.gov.uk/government/publications/engagement-strategy-to-meet-the-needs-of-statisticsusers

Notes

- 1. Prior to 2000-01 it had been possible to make estimates of annual housing supply since the late 1960s simply by looking at changes in annually-produced housing stock figures. In 2000-01 a new data collection system was introduced to improve estimates of housing supply and collect information on the components of supply.
- 2. For 2019-20, local authorities outside of London used the HFR to submit their net supply data to Ministry of Housing, Communities and Local Government. Authorities in London submitted data to the Greater London Authority who passed data to the Ministry of Housing, Communities and Local Government.
- 3. Details of ministers and officials who receive pre-release access to the Ministry of Housing, Communities and Local Government annual housing supply release up to 24 hours before release can be found at: <u>https://www.gov.uk/government/organisations/ministry-of-housing-com-</u><u>munities-and-local-government/about/statistics</u>

Devolved administration statistics

The Scottish Government does not publish a similar series on net supply of housing, but time series showing demolitions and conversions in Scotland are available.

https://www2.gov.scot/Topics/Statistics/Browse/Housing-Regeneration/HSfS/ConDem

These statistics are in addition to the new build statistics produced by the Scottish Government which are available at the following link.

https://www2.gov.scot/Topics/Statistics/Browse/Housing-Regeneration/HSfS/NewBuild

The Scottish Government also produce dwelling stock numbers for Scotland, these are separate from the figures above and are based on Council Tax data. They can be found at the following link.

https://www2.gov.scot/Topics/Statistics/Browse/Housing-Regeneration/HSfS/KeyInfo

Wales and Northern Ireland do not publish net supply statistics in the same format as the Ministry for Housing, Communities and Local Government, but they do publish annual stock statistics calculated using net supply to dwelling stock data. These can be found at the following links.

Wales https://statswales.gov.wales/Catalogue/Housing/Dwelling-Stock-Estimates

Northern Ireland <u>https://www.finance-ni.gov.uk/topics/statistics-and-research/new-dwelling-</u> <u>statistics</u>



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Information on Official Statistics is available via the UK Statistics Authority website: <u>https://www.gov.uk/government/statistics/announcements</u>

Information about statistics at MHCLG is available via the Ministry's website: <u>https://www.gov.uk/government/organisations/ministry-of-housing-communities-and-local-govern-ment/about/statistics</u>



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