

#### **BRIEFING PAPER**

Number 07854, 23 January 2017

# Homelessness Reduction Bill 2016-17: Report on Committee Stage

By Wendy Wilson

PHOTO REDACTED DUE TO THIRD PARTY RIGHTS OR OTHER LEGAL ISSUES

#### **Contents:**

- 1. Public Bill Committee
- 2. Funding the new duties in the Bill
- 3. Committee Stage: detailed consideration of the Bill

## **Contents**

Sumi	Summary		
1.	Public Bill Committee	4	
2.	Funding the new duties in the Bill Comment	<b>5</b> 7	
3.	Committee Stage: detailed consideration of the Bill	10	
3.1	Clause 1: Meaning of 'homeless' and threatened with 'homelessness'	10	
3.2	Clause 2: Duty to provide advisory services	12	
3.3	Clause 3: Duty to assess all eligible applicants' cases and agree a plan	13	
3.4	Clause 4: Duty in cases of threatened homelessness	15	
3.5	Clause 5: Duties owed to those who are homeless	17	
3.6	Clause 6: Duties to help secure accommodation	19	
3.7	Clause 7: Deliberate and unreasonable refusal to co-operate	19	
3.8	Clause 8: Local connection for care leavers	20	
3.9	Clause 9: Reviews	20	
3.10	Clause 10: Duty of public authority to refer cases to local housing authority	22	
	Clause 11: Codes of Practice	24	
3.12	Clause 12: Suitability of private rented sector accommodation	25	
3 13	Clause 13: Extent Commencement and Short Title	27	

## **Summary**

Bob Blackman drew second place in the Private Members' Bill Ballot and introduced the Homelessness Reduction Bill 2016-17 on 29 June 2016 (Bill 7 of 2016-17). The debate on Second Reading took place on 28 October 2016. The Bill extends to England and Wales but will only apply in England. The Bill and its Explanatory Notes are on the Parliament website.

Full background on the Bill and its provisions as originally presented can be found in Library Briefing Paper 7736, Homelessness Reduction Bill 2016-17. The main thrust of the Bill is to refocus English local authorities on efforts to prevent homelessness. The Government published a series of policy fact sheets on each clause of the Bill by way of background as it progressed through Public Bill Committee.

The Bill has attracted Government and cross-Party support. It was considered during seven sittings of the Public Bill Committee between 23 November 2016 and 18 January 2017. Report Stage and Third Reading are scheduled to take place on 27 January 2017.

Government amendments to clauses 1 and 11 were agreed in Public Bill Committee. The Government committed to bringing forward amendments to clauses 4 and 7 on Report. An amended version of the Bill has been published (Bill 127 of 2016-17).

The Bill is seeking to amend Part 7 of the *Housing Act 1996*. Its measures include:

- An extension of the period during which an authority should treat someone as threatened with homelessness from 28 to 56 days.
- Clarification of the action an authority should take when someone applies for assistance having been served with a valid section 21 notice of intention to seek possession from an assured shorthold tenancy.
- A new duty to prevent homelessness for all eligible applicants threatened with homelessness.
- A new duty to relieve homelessness for all eligible homeless applicants.
- A new duty on public services to notify a local authority if they come into contact with someone they think may be homeless or at risk of becoming homeless.

The Bill creates new duties for English local authorities and a good deal of debate in Public Bill Committee focused on how much these duties would cost, and whether they would be fully funded by the Government. On 17 January 2017 the Minister, Marcus Jones, announced that funding of £48 million would be provided to meet the additional costs for local authorities. Authorities' representative bodies have given this announcement a 'cautious' welcome but have asked the Government to commit to a review of the Bill's impact after two years "to ensure that authorities are fully equipped and funded to deliver the Bill's ambitions."

## 1. Public Bill Committee

The Bill, which is aimed at refocussing English local authorities on efforts to prevent homelessness irrespective of whether the applicant falls into a priority need category, was considered during seven sittings of the Public Bill Committee between 23 November 2016 and 18 January 2017.

Report Stage and Third Reading are scheduled to take place on 27 January 2017.

The Government published a series of <u>policy fact sheets</u> on each clause of the Bill by way of background as it progressed through Public Bill Committee.

Government amendments to clauses 1 and 11 were agreed. The Government committed to bringing forward amendments to clauses 4 and 7 on Report.

The Committee consisted of the following members:

Mr Christopher Chope (Chair)

- Betts, Mr Clive (Lab)
- Blackman, Bob (Con)
- Buck, Ms Karen (Lab)
- Burrowes, Mr David (Con)
- Donelan, Michelle (Con)
- Drummond, Mrs Flick (Con)
- Hayes, Helen (Lab)
- Jones, Mr Marcus
- Mackintosh, David (Con)
- Matheson, Christian (Lab)
- Monaghan, Dr Paul (SNP)
- Pow, Rebecca (Con)
- Quince, Will (Con)
- Slaughter, Andy (Lab)
- Thewliss, Alison (SNP)
- Tomlinson, Michael (Con)

The transcripts of the Committee's sittings are available on the <u>Homelessness Reduction Bill 2016-17</u> page of the Parliament website.

<sup>&</sup>lt;sup>1</sup> The priority need categories are set out in section 189 of the *Housing Act 1996* (as amended) and include households with dependent children and/or a pregnant woman and people who are vulnerable due to old age or physical/mental illness.

## 2. Funding the new duties in the Rill

During the Bill's consideration in Public Bill Committee there were many references to how the new duties on local authorities would be funded. On 17 January 2017 the Minister, Marcus Jones, announced that funding of £48 million would be provided to meet the additional costs for local authorities:

I am today updating the House on a commitment I made at Second Reading of the Homelessness Reduction Bill – the Member for Harrow East's Private Members' Bill – to fund the costs of the Bill in line with the new burdens doctrine.

I can confirm that the Government will provide £48m to local government to meet the new burdens costs associated with the Bill over the course of the Spending Review. It is estimated that offsetting savings to local authorities will mean there are no costs thereafter. This reflects the cost of the Bill in its current form. I will continue to monitor the Bill as it proceeds through the House and will update the new burdens assessment as appropriate once the Bill is in its final form.

Estimated new burdens costs of the Homelessness Reduction Bill

Year	2017-18	2018-19	2019-20	
Net cost	£35.4m*	£12.1m*	£0	

<sup>\*</sup> Rounding means these are summed to £48m

The Government has been working with local councils and the Local Government Association to test the methodology behind the estimated costs, as well as the core assumptions within it.

We will continue to work with local councils and the Local Government Association to develop the distribution model for the funding. This will reflect differing need in different authorities.

I also intend to consider the case for making available a small amount of further funding for local authorities in high-pressure areas to manage the transition to the new duties in the Bill.

This would be in addition to the level of funding provided to meet our commitment to fund new burdens.2

A DCLG letter sent to local authorities emphasises that the figures represent only a 'national aggregate' – work on a distribution model is underway. The letter states that "the full new burdens assessment will be published once this work is complete".3 The letter provides more information on how the figure of £48 million was reached:

The Bill has been costed by developing a model that takes unit costs from existing local authority data and feeds this into assumptions on the likely effect of the Bill measures on local authority work. The assumptions are based on data where it is available, otherwise it is based on the experience of Wales

Written Ministerial Statement – HCWS418, 17 January 2017

DCLG, Letter sent to English local authorities, 17 January 2017

coupled with conversations with local authorities to adjust for an English context.

#### **Unit costs**

Unit costs are based on service and administration costs drawn from the following:

- Exact homelessness spend by local authorities (recorded in Revenue Outturn 4 submissions);
- Data submitted by local authorities on the P1E form (used in Government's homelessness statistics) to identify statutory homeless and prevention numbers);
- Research by Shelter and Acclaim which helped to inform the costs of prevention actions and the cost of an acceptance.<sup>4</sup>
- These costs will obviously differ from area to area, and this will be reflected in developing the funding formula.

#### **Assumptions**

We assume that the caseload will increase as a result of the new offer to households at risk of homelessness. In Wales they saw a 28% increase in cases. We believe that given that homelessness prevention is more embedded in England in Wales (66% of help is via prevention in England, it was 44% in Wales) the rise will not be as pronounced. We believe a sensible assumption is 26%.

Increased and earlier prevention will, as well as helping more people, have an impact on acceptances. In Wales a 69% decrease was seen in the first year. We do not expect to see the same in England but assume that by year 3 there will be a 30% decrease in homelessness acceptances.

The costings are net of a counterfactual or baseline case. The counterfactual is simply a projection of recent trends in the homelessness statistics to give estimates for what homelessness might be in the absence of the legislation. For example, the overall caseload is assumed to continue to grow by 2 per cent per annum.

We have assumed that the enhanced advice and information duty will lead to a total administration cost increase of 2% year-on-year. This is line with the projected caseload increase for the 'Action to prevent and/or relieve' caseload group.

The new prevention and relief duties are accounted for via the unit costs and the assumptions around increased caseload.

The right to request a review is extended to the new prevention and relief duties. We have assumed these duties generate the same proportion of reviews i.e. a 50% increase in case load will increase the proportion of reviews by 50%. However we have included a 10% uplift in review costs due to a more senior case officer having to carry out the review in certain circumstances.

The cost of additional suitability checks has been based on local authority data for carrying out Private Rented Sector Offer checks.<sup>5</sup>

Shelter & Acclaim, <u>Value for money in housing options services and homelessness</u>, 2010

<sup>&</sup>lt;sup>5</sup> DCLG, Letter sent to English local authorities, 17 January 2017

#### Comment

Local authorities have given the announcement a 'cautious' welcome.<sup>6</sup> There is some concern that £48 million will not fully cover their costs; the Local Government Association (LGA) issued the following press release:

Councils want to end homelessness focusing on prevention. We have worked with Bob Blackman MP to shape the Homelessness Reduction Bill into a piece of legislation that is more workable to allow councils to meet the needs of the vulnerable.

The LGA has called for all new duties on councils proposed in the Bill to be fully funded both now and in the future, and were pleased when the Government committed to this.

However, councils have concerns that initial costings will inevitably be based on assumptions that are difficult to predict. For example, it is impossible to know how many people will come forward to access the new duties, what the impact of the Bill will be on different groups over time, and therefore the funding councils need to deliver duties that reduce homelessness.

We ask that the Government commit to reviewing the Bill's impact two years after implementation, to assess its actual impact and to ensure that councils are being fully equipped and funded to deliver the Bill's ambitions.

But it is clear that legislative change alone will not resolve homelessness. It is crucial that the Government recognise and address the wider factors that are increasing homelessness, such as the lack of affordable housing and welfare reforms. Without this, the Bill will struggle to achieve its aim of reducing homelessness.

Councils need powers and funding to address the widening gap between incomes and rents, resume their historic role as a major builder of new affordable homes and join up all local services – such as health, justice and skills. This is the only way to deliver our collective ambition to end homelessness.7

The Minister was asked about the LGA's request for a review during the final sitting of the Public Bill Committee – he said:

We will certainly look to review the policy and how it is working in practice once there has been time for the system to bed in. Bear in mind that the policy will not be implemented on the day that the Bill gets Royal Assent; it will be reviewed ahead of the new burdens assessment in the 2021 financial year. New burdens reviews do not lead to automatic recoupment of overpayments. Any review will be based on assumptions and estimates, although informed by experience on the ground. The actual policy cost may differ between local authorities, depending on how they choose to implement it. That is an important point, which we need to take into account.8

Inside Housing, "Cautious welcome for £48 million homelessness funding," 17 January 2017

LGA, Homelessness Reduction Bill – LGA responds to funding announcement, 17 January 2017

PBC 18 January 2017 (Afternoon) c163

The Minister also confirmed that adjustments would be made in the event of amendments to the Bill on Report.<sup>9</sup>

Sir Steve Bullock, executive member for housing at London Councils, is reported as saying:

While we welcome [the Department of Communities and Local Government's] commitment to fully fund the Homelessness Reduction Bill, London Councils is concerned that the costings contained within the bill are based on estimates and therefore unlikely to be fully funded. The particular pressures in London, the potential impact of welfare reform and escalating homelessness are not addressed or acknowledged in these costings. We call on government to commit to reviewing the costs at the end of the first year to ensure the bill is fully funded.

While boroughs are working hard to alleviate this problem and support those in need, they are facing hugely increased pressures. The solution to homelessness cannot be seen outside of the overall housing crisis – we must build more homes at pace and scale.

It is not enough to fulfil the new duties in the Bill – Government must address rising homelessness and the fact there are not enough properties being built in the capital. Homelessness in London accounts for 32% of the England total and has also risen by around 11% on last year.

Councils are building, but need the powers and to deliver the homes that London needs. This, and looking again at the effect of welfare reform in the capital would start to address the gap between rents and incomes which is at the heart of the issue." 10

Andy Slaughter said that Labour had 'reservations' about the Written Statement and the methodology applied to reach the £48 million. 11 He compared the estimates produced by DCLG to estimates produced by individual local authorities, and went on to comment on methodology and savings:

First, there is the matter of quantum. Although we do not have absolute figures, because we are in new territory, all the indications so far—I quoted some of them earlier—suggest that £48 million is not going to touch the sides. I am sure the responsible Minister saw the article in "Inside Housing" on 21 December, in which a number of councils volunteered what they think it will cost them. Lewisham, for example, said it would cost £2.38 million per year and Ealing said it would cost £2.55 million per year. AHAS estimated, and I think the figure has increased since then, that the 32 London boroughs will have a combined bill of £161 million in the first year, which is substantially in excess of £35 million.

I appreciate that even in the two pages of methodology there has been no attempt yet to divvy the sum up among authorities, and I think one can anticipate that London authorities are going to get a larger share than some rural or district authorities. Nevertheless, there is such a disparity between what the professional bodies and local authorities have estimated and what the Minister has

<sup>&</sup>lt;sup>9</sup> PBC 18 January 2017 (Afternoon) c163

Housing Excellence, "Councils worried that Govt's £48 million homelessness prevention funding is short-term temporary gesture," 18 January 2017

<sup>&</sup>lt;sup>11</sup> PBC 18 January 2017 (Afternoon) c165

provided. It is, shall we say, unlikely that it is going to fully fund, even in the first year, the local authorities' new responsibilities.<sup>12</sup>

There is an estimated gap of nearly £200 million by the end of the decade in local authorities' current homelessness provision. If one looks at the fact that London boroughs spent £633 million in the last year for which figures were available—2014-15—on temporary accommodation, including £170 million of their own funds, and the fact that they are already subject to substantial reductions in funding, I am not surprised that they are very concerned about that. That is purely on the issue of quantum.

[...]

On the issue of methodology, I am not sure how far it takes us. Although something is better than nothing, I found it a slightly odd way of presenting the background information. I would like to see a full impact assessment. I appreciate that we may need to wait until we know exactly what the Bill is going to do. There may need to be a review of provision—the methodology concedes that—but once we know how the sum is going to be broken down, I would like to know exactly how the Government can justify their claim that this will be new burdens funding and that it will be fully funded.

On the issue of savings, of course we all hope for savings, not only cash savings but savings in human misery, bureaucracy and unnecessary action. I am, however, less sanguine than the Minister about the fact that that will all be resolved in one to two years. In part I say that because much of what the Bill will do is to encourage what we have often heard called a culture, a culture of local authorities doing more by way of prevention. Yet in a lot of the busiest authorities, prevention work is done—in 80% of cases in Camden, for example—so quite a lot is going on, and I am not persuaded that we will see an immediate culture change, or that that culture change will produce savings.

Savings are likely to come by averting homelessness for priority need cases, because that is where the substantial burden of cost comes. At the moment part of the point of the Bill is that a lot of local authorities are not taking their responsibilities seriously in relation to non-priority need cases. Thereby, if we simply see an increased focus on those cases on which there is not current expenditure, or people being turned away, I do not quite see where the savings are coming from or where the supposition comes that within two years there will be nil cost to local government. To be perfectly honest, I just do not believe it.<sup>13</sup>

The Minister said that some of the "very high figures" quoted were not recognised and that "there was also the question of whether the savings that will offset the costs have been taken into account." <sup>14</sup>

Bob Blackman made reference to the possibility of a review of the Bill's impact and related funding by the Communities and Local Government Select Committee.<sup>15</sup>

<sup>&</sup>lt;sup>12</sup> PBC 18 January 2017 (Afternoon) c166

<sup>13</sup> PBC 18 January 2017 (Afternoon) c166-7

PBC 18 January 2017 (Afternoon) c166

<sup>15</sup> PBC 18 January 2017 (Afternoon) c189

# 3. Committee Stage: detailed consideration of the Bill

The clause numbers refer to those from the Bill as first introduced in the House of Commons, Bill 7 of 2016-17.

## 3.1 Clause 1: Meaning of 'homeless' and threatened with 'homelessness'

Detailed background on the problem that clause 1 is trying to resolve can be found in Library briefing paper 06856: <u>Applying as homeless</u> from an assured shorthold tenancy (England).

When an English local authority is approached for assistance by a household that has been served with a notice of the landlord's intention to seek possession under section 21 of the *Housing Act 1988*, it is not unusual for the household to be told to remain in situ until a court order/bailiff's warrant has been obtained. Authorities might advise these households that an application for homelessness assistance under Part 7 of the *Housing Act 1996* (as amended) will not be considered before a court order/bailiff's warrant has been issued.

Clause 1(2) of the Bill as originally drafted would have amended section 175 of the *Housing Act 1996* to insert several new subsections (3A) to (3G). The aim of these subsections was to regulate the circumstances in which a local authority can require an assured shorthold tenant to remain in situ after having received a valid notice of seeking possession under section 21<sup>16</sup> or section 8<sup>17</sup> of the *Housing Act 1988*.

In Public Bill Committee the Minister, Marcus Jones, moved amendment 16 to clause 1. Government amendment 17 was considered alongside this. Together, the amendments remove all of clause 1 as originally drafted, aside from changes to extend the period during which a person should be treated as threatened with homelessness from 28 to 56 days, and replace it with a duty to treat an applicant as threatened with homelessness if they have received a valid section 21 notice that expires in 56 days or less. <sup>18</sup> In effect, this will clarify that the authority's duty to prevent homelessness will be triggered in these circumstances. The Minister explained that the new approach was a response to the concerns of stakeholders and that following extensive meetings "local authorities and the housing charities have confirmed that they support the amendment". <sup>19</sup> He explained the aim of the clause:

A section 21 notice is often described as a 'no fault' notice. A landlord can terminate an assured shorthold tenancy (AST) without giving a reason (e.g. establishing any fault on the part of the tenant) after the end of a fixed term, or at any time if there is no fixed term, by serving a 2 month section 21 notice. If the tenant does not move out the landlord must apply for a court order.

A section 8 notice can be served at any time in order to terminate an AST. It can be used where the tenant is in breach of the tenancy, e.g. by failing to pay the rent.

<sup>&</sup>lt;sup>18</sup> PCB 18 January 2017 (Afternoon) c157

<sup>&</sup>lt;sup>19</sup> PCB 18 January 2017 (Afternoon) c159

The prevention duty provides that local authorities must work quickly and proactively with applicants who are threatened with homelessness to find a long-term housing solution during that period. The amendment adds to that by making it clear that any applicant with a valid section 21 notice that expires in 56 days or less is to be treated as threatened with homelessness and therefore offered the relevant help and support. Where applicants in those circumstances seek help, local housing authorities will be required to work with them to try to prevent them from becoming homeless before the notice expires. That should help to reduce evictions from privately rented accommodation and facilitate less disruptive moves to alternative housing when tenants do have to move out. It has been mentioned many times that once a family have paid a deposit bond to a landlord, if they are subsequently evicted quite often the biggest challenge is that do not have that bond to get back into the rental market.<sup>20</sup>

The Minister also confirmed an intention to bring an amendment to clause 4 of the Bill on Report to "require that while the applicant remains in the same property, the prevention duty continues to operate until such time as the local authority brings it to an end for one of the reasons set out in clause 4."21 The aim of this is to ensure greater continuity of help between the prevention and relief duties for households during the eviction process. The Government intends to take additional action to encourage those at risk of homelessness to make early contact with local authorities:

We will amend form 6A, which is used to evict tenants through section 21, and amend the "How to Rent" guide to include information encouraging tenants to seek help earlier when they receive a section 21 notice and believe they are at risk of homelessness as a result.<sup>22</sup>

Several members of the Committee questioned the removal of reference to section 8 notices in clause 1. The Minister explained the Government's position:

For those served with a section 8 notice, there is a set defence procedure that tenants must have the option to follow through if they wish. For example, a tenant may wish to challenge a section 8 eviction if the notice is not valid, if they can prove the amount of rent arrears is wrong, if they have evidence that disproves their landlord's case, or if they have a counterclaim for disrepair. Any applicant at risk of homelessness within 56 days or fewer will be offered the prevention duty assistance by their local housing authority. The measure ensures that those served with a section 8 notice have the flexibility to dispute it if they wish, but will also be able to seek help should they be at risk of homelessness. I hope that allays my hon. Friend's concerns.<sup>23</sup>

Michael Tomlinson drew a distinction between the use of discretionary and mandatory grounds for eviction by landlords under section 8 and said: "I therefore fear that throwing all section 8 notices out might not have been as wise a move as it looked, because what section 8 and section 21 notices have in common – at least partly – is that they may

<sup>&</sup>lt;sup>20</sup> PCB 18 January 2017 (Afternoon) c159

<sup>21</sup> PCB 18 January 2017 (Afternoon) c160

<sup>&</sup>lt;sup>22</sup> PCB 18 January 2017 (Afternoon) c160

PCB 18 January 2017 (Afternoon) c161

inevitably lead to a possession order." 24 Bob Blackman told the Committee that, having looked at this in detail, the various parties had concluded that the way to reach a compromise was to accept the Minister's amendments.25

Andy Slaughter, for Labour, said that there were still problems with the revised version of clause 1. He cited issues raised by the Association of Housing Advice Services and Shelter and asked the Minister to look at the clause again.<sup>26</sup>

Clause 1, as amended, was ordered to stand part of the Bill.

#### 3.2 Clause 2: Duty to provide advisory services

This measure extends the existing duty on local authorities to provide free advisory services with the aim of preventing and relieving homelessness. The services provided will have to be designed with certain specified vulnerable groups in mind, e.g. care leavers and victims of domestic abuse. <u>Factsheet 1: duty to provide advisory services</u> states that the clause is needed because the existing provision "does not specify the type or quality of advice and information that must be provided on homelessness and its prevention, nor does it require it to be tailored to meet the needs of local people." <sup>27</sup> There is evidence of some variation in the standard of advisory services provided by local authorities.<sup>28</sup> The Government intends to include advice for authorities on meeting this duty in new statutory guidance.

No amendments were tabled to clause 2. During the clause stand part debate, Andy Slaughter, for Labour, guestioned how the extended duty would be resourced:

If we want to provide a good quality advice service—in other words, trained staff who know what they are doing and who can spend time with often vulnerable people—it will require a substantial increase in resources. That is obviously only part of the equation, and I accept that other duties in the Bill will be more onerous. There will, however, be additional demands on those small authorities that might not have anybody, or only one person, who does that as part of their job. I will not go into the detail now, but I put the Minister on notice that, at some point in Committee, we hope to hear clearly from the Government what resources will be made available, in cash and percentage terms; how those resources will be delivered; and how prescriptive they will be. Will there be a specific advice budget?<sup>29</sup>

He described the clause as "more specific and onerous" than the existing duty because of the need to focus on particular groups with complex needs. The Association of Housing Advisory Services (AHAS)

<sup>&</sup>lt;sup>24</sup> PCB 18 January 2017 (Afternoon) c170

PCB 18 January 2017 (Afternoon) c187

<sup>&</sup>lt;sup>26</sup> PCB 18 January 2017 (Afternoon) c164

DCLG, Factsheet 1: duty to provide advisory services, 2016

<sup>&</sup>lt;sup>28</sup> The Homelessness legislation: an independent review of the legal duties owed to homeless people, April 2016, p14

PBC 30 November 2016 c14

has raised concerns about the possibly of authorities facing legal challenges in this area:

AHAS raised the possibility of a legal challenge, which might say, "Yes, a perfectly adequate degree of advice was provided for somebody who doesn't have those needs, but the local authority should have gone further. It should have spent more time, more money and been more concerned about dealing with these people because of their specific needs." I would be interested to know whether, on those two points, the Government share the concerns that I and local authorities have. 30

Clive Betts, Chair of the Communities and Local Government (CLG) Select Committee, also said the clause represented a new burden on local authorities:

Yes, it is absolutely right that we are changing the legislation and placing a stronger requirement on local authorities, but that is a new burden. It is one that is absolutely right, but it is a very big ask to get all these responsibilities carried out in a proper way. We will return to resources in due course but, to my mind, the measure does not really ask local authorities to do what they should be doing anyway; it asks them to do an awful lot more. I fully support the asks in the clause.31

The Minister, Marcus Jones, responded for the Government:

A number of hon. Members mentioned the issue of funding for the Bill. I reiterate that we are absolutely committed to funding the costs of the Bill. As the hon. Member for Sheffield South East, who chairs the Select Committee, mentioned, we are still working with local authorities and the LGA to identify the costs of the Bill.32

Clause 2 was ordered to stand part of the Bill.

## 3.3 Clause 3: Duty to assess all eligible applicants' cases and agree a plan

Local authorities already have a duty under Part 7 of the Housing Act 1996 to assess the applications of people who request assistance due to threatened or actual homelessness.

In practice, as evidence submitted to the CLG Committee's inquiry into homelessness demonstrated, a number of authorities do not carry out detailed inquiries in all cases. Applicants who appear not to fall into a priority need category<sup>33</sup> can be turned away with no, or limited, assistance.34

Clause 3 will require local housing authorities to carry out an assessment in all cases where an eligible<sup>35</sup> applicant is homeless or at

<sup>&</sup>lt;sup>30</sup> PBC 30 November 2016 cc15-16

<sup>&</sup>lt;sup>31</sup> PBC 30 November 2016 c19

<sup>&</sup>lt;sup>32</sup> PBC 30 November 2016 c26

The priority need categories are set out in section 189 of the *Housing Act 1996* (as amended) and include households with dependent children and/or a pregnant woman and people who are vulnerable due to old age or physical/mental illness.

<sup>&</sup>lt;sup>34</sup> CLG Select Committee, Fifth Report of Session 2016-17, The draft Homelessness Reduction Bill, HC 635, 14 October 2016, para 23

Eligibility is generally related to immigration status.

risk of becoming homeless. Once an assessment is carried out, the authority will be obliged to agree an action plan with the aim of ensuring that the person "has and is able to retain suitable accommodation." <sup>36</sup> It is hoped that this 'individualised' approach will be more effective in preventing and alleviating homelessness. This approach has already been adopted in Wales.

Clive Betts moved an amendment to clause 3 (amendment 1) to ensure that an assessment would take account of any school, caring and work arrangements that an applicant might have. Amendments 3 and 4, tabled by Andy Slaughter, were considered alongside this – these amendments would have placed a duty on authorities to consider any other duties owed to an applicant, e.g. to care-leavers, when carrying out an assessment.<sup>37</sup>

Mr Betts was concerned to put on the face of the Bill the requirement to take account of certain factors when assessing what accommodation might be suitable for an applicant. The Minister responded to this point:

On amendment 1, tabled by the hon. Member for Sheffield South East, local housing authorities must already have regard to the significance of any disruption that would be caused by the location of the accommodation to the employment, caring responsibilities or education of the person or members of the person's household under article 2 of the Suitability of Accommodation (England) Order 2012. I therefore do not agree that an amendment to repeat that point is necessary.

To expand on that and to reassure the hon. Gentleman, local authorities must by law take account of the factors included in a suitability order. If an authority acts illegally, as he pointed out, households would have redress by review and on appeal.<sup>38</sup>

Mr Betts noted that following a meeting with the Minister, a commitment had been made to write to local authorities:

I am sure the Minister will confirm that he has now indicated that once the Bill is enacted, he will write to all local authorities to draw attention not merely to the new elements of responsibility they will have under the Act, but to existing responsibilities under previous legislation and the code of guidance. He will ask them to come forward with a strategy to deal with homelessness. He will work with the Local Government Association to try to get some model wording for the advice that local authorities will offer to those presenting themselves as homeless, including on suitability and appropriate location of a property, that a local authority should have regard to.

The Minister will ask authorities to reply to him indicating their strategy and the wording in their advice. He will then have staff available to go into those local authorities where he has concerns that they might not be following that through. I think that is a summary of our conversation, but I would be happy for the Minister to confirm that on the record. In that case, I would not

DCLG, Factsheet 2: duty to assess al eligible applicants' cases and agree a plan, 2016

<sup>&</sup>lt;sup>37</sup> PBC 30 November 2016 c28

<sup>&</sup>lt;sup>38</sup> PBC 30 November 2016 c34

press my amendment and would be happy to move on with our discussions.39

The Minister said that Mr Slaughter's amendments would "create a very broad duty" and "would place an unacceptable burden on those local authorities." 40

Mr Betts withdrew his amendment and clause 3 was ordered to stand part of the Bill.

#### 3.4 Clause 4: Duty in cases of threatened homelessness

Clause 4 of the Bill will require local authorities to take reasonable steps to help prevent homelessness in respect of any eligible person who is at risk of becoming homeless. This 'prevention duty' will not extend to authorities actually having to secure accommodation.<sup>41</sup>

The aim of the provision is to ensure that authorities provide assistance at an earlier stage and for all eligible households, regardless of whether they fall into a priority need category.

Andy Slaughter moved amendment 5, which was considered alongside amendment 6, with a view to improving the drafting of the clause. 42 He accepted the Minister's reassurance that the "current formulation will have the same effect as his amendment"; amendment 5 was withdrawn.43

During the clause stand part debate, Andy Slaughter welcomed the provision but emphasised the challenges that authorities have said they may face in meeting the new prevention duties:

We should not go into this wearing rose-coloured glasses, thinking that if we pass this legislation—as I hope we will—our job will be done. The Bill will create the duty, but the Local Government Association tells us—in an estimation only, although I know that the Minister is working with the LGA on this—that some London boroughs anticipate an average increase of 266% in the number of people coming to them for assistance as a consequence of the clause. That is a huge increase in work, predominantly from non-priority cases.

An important thing about the clause is that it is as much about priority as non-priority cases, but I have a concern—which we might discuss with clause 5—that existing duties on priority homeless already place such stress on local authorities that any massive additional burden will not only prove difficult in itself to deal with, but have that knock-on effect. The sort of priority homeless cases mentioned by both Opposition and Conservative Members, in particular of families with school-age children being sent many miles away, put in unsuitable accommodation or simply not being dealt with and therefore staying in emergency accommodation for a long time, will increase as a consequence of

<sup>&</sup>lt;sup>39</sup> PBC 7 December 2016 c42

<sup>&</sup>lt;sup>40</sup> PBC 30 November 2016 c36

<sup>&</sup>lt;sup>41</sup> DCLG <u>Fact sheet: Homelessness prevention duty</u>, 2016

<sup>&</sup>lt;sup>42</sup> PBC 7 December 2016 c54

<sup>43</sup> PBC 7 December 2016 cc55-6

what we are doing in the Bill. We have to go into it with our eyes open.44

He sounded a note of caution when making comparisons with Wales, where this prevention duty is already in operation, saying "fewer people in total present as homeless to Welsh authorities than do to the London Borough of Lambeth alone." 45

Helen Hayes spoke in support of clause 5 but referred to the limited tools at authorities' disposal to prevent homelessness. She called for reforms in the private rented sector:

We need to see a substantial reform of the private rented sector, longer forms of tenure introduced as standard and limits introduced on rent increases within the terms of a current tenancy. We also need reform of the section 21 process. There is provision in law for landlords who need their property returned to them for genuine reasons to do so without the section 21 provisions. I see in my constituency time and again the irresponsible and unethical use of section 21 notices, which causes instability for families and evicts people who have done no wrong—they have not failed to pay their rent or done anything to breach the terms of their tenancy, but they are simply made homeless so that the landlord can charge more rent to the next tenant. That practice is irresponsible and widespread, and the Government need to intervene outwith the bounds of this legislation to stop it.46

Karen Buck also drew attention to the need to tackle the structural causes of homelessness and shortfalls in Housing Benefit:

A quarter of the cases that the prevention and relief of homelessness measures deal with are related to housing benefit problems—sometimes administrative, but often simply a shortfall. The Government are making such shortfalls worse by the extension of the benefit cap and will certainly make them worse with the additional local housing allowance measures that are being brought in.47

The Minister said that the prevention duty would result in better, more consistent support for homeless households and, by giving help earlier, fewer households would be accepted as statutorily homeless, thereby reducing costs for local authorities. 48 He referred to the requirement on individuals "to take identified steps to help prevent their own homelessness." 49 He said that the potential increase in case load referred to by Mr Slaughter of 266%, 10 times higher than in Wales "is unrealistic." 50 He responded to calls for private sector reforms:

I do not think anybody on this Committee would argue with the Government's intent to drive rogue landlords out of business. As for further regulation of landlords, we always need to get the balance right. If regulation goes too far, we might reduce the supply of homes in the private rented sector, as was the case before the Housing Act 1988, which introduced the shorthold

<sup>&</sup>lt;sup>44</sup> PBC 7 December 2016 cc58-9

PBC 7 December 2016 c59

<sup>&</sup>lt;sup>46</sup> PBC 7 December 2016 c60

<sup>47</sup> PBC 7 December 2016 c61

<sup>&</sup>lt;sup>48</sup> PBC 7 December 2016 c66

<sup>&</sup>lt;sup>49</sup> PBC 7 December 2016 c67

PBC 7 December 2016 c67

tenancy because the supply of private rented property had very much been diminished.51

Winding up the debate, Bob Blackman said that it was natural to expect the case load to increase and "under the new burdens doctrine, I look to my hon. Friend the Minister to ensure that resources follow as appropriate."52

Clause 4 was ordered to stand part of the Bill. During consideration of clause 1, the Minister confirmed an intention to bring an amendment to clause 4 of the Bill on Report "that will require that while the applicant remains in the same property, the prevention duty continues to operate until such time as the local authority brings it to an end for one of the reasons set out in clause 4."53

## 3.5 Clause 5: Duties owed to those who are homeless

Clause 5 will place a duty on local authorities to take reasonable steps to secure accommodation for any eligible homeless person. This 'relief duty' will last for 56 days. Households in a priority need category will be provided with interim accommodation while the local authority takes reasonable steps to relieve homelessness or secure settled accommodation for them.54

The aim is to ensure that many more people receive help and assistance at an early stage to resolve their homelessness if attempts to prevent homelessness have not succeeded, or if they seek help at a late stage.

As with the new 'prevention' duty in clause 4, authorities will not be required to actually *find* accommodation for homeless households other than those in priority need. Any accommodation that an authority helps to secure under clause 5 will have to be available for at least 6 months.

No amendments were tabled to clause 5. During the stand part debate on clause 5 Bob Blackman described some of the activities that might amount to a 'reasonable step' by a local authority:

A reasonable step could be the provision of a rent deposit. It could be help with family mediation, if a family had broken up—a local authority advisor could help to mediate so that someone did not become homeless and could live with another relative. It could be discussion with a private sector landlord about extending a tenancy. The clause does not specify exact details but prescribes that the local authority should carry out reasonable steps. 55

The reasonable steps an authority will take will be based on information identified during the assessment process (clause 3).56

<sup>&</sup>lt;sup>51</sup> PBC 7 December 2016 c67

<sup>52</sup> PBC 7 December 2016 c69

<sup>&</sup>lt;sup>53</sup> PCB 18 January 2017 (Afternoon) c160

DCLG, Fact sheet: Relief, 2016

<sup>55</sup> PBC 14 December 2016 cc74-5

<sup>&</sup>lt;sup>56</sup> PBC 14 December 2016 c81

Andy Slaughter referred to the joint effect of clauses 4 and 5 as "a major departure from current practice". 57 While welcoming the provisions, he asked what measures the Government might use to ensure "that there is no detrimental effect, which I am sure would be unintentional, on those vulnerable people and those currently in the priority need category".58 He also took the opportunity to press the Government on how local authorities would be funded to take on this "substantial burden." 59 Other Members, such as David Mackintosh and Michael Tomlinson, referred to clauses 4 and 5 as 'invest to save' provisions which will drive a culture change in local authorities and result in savings in the longer term. 60

Responding, the Minister made it clear that an authority will be able to take account of an applicant's local connection when fulfilling the relief duty, i.e. if there is no local connection a referral to another authority may be made. 61 On funding, he said:

We are dealing with and speaking carefully to the Local Government Association and local authorities to make sure that we get the funding right. He will also note that there is a longstanding new burdens doctrine that we have to follow in that regard. I entirely accept what he says about this burden not being a situation that a local authority currently has to bear as such, and we are therefore approaching the funding to it on that basis. However, as several of my hon. Friends have pointed out, although this is not a duty that generally exists at the moment, there will ultimately be benefits to local authorities upstream, in terms of savings that can be made further down the line. 62

The duty will be discharged if an authority helps an applicant secure a tenancy with a 6 month term, the Minister responded to calls for this to be extended to 12 months:

The average length of an assured shorthold tenancy is actually four years, but I understand what he says about 12-month tenancies. I discussed that at considerable length with my hon. Friend the Member for Harrow East and we came to the conclusion that, if we try to be too prescriptive on 12-month tenancies, it would cause a particularly difficult issue in places such as London, where a lot of landlords may not be willing to grant an assured shorthold tenancy for that length of time. However, what we are doing here does not preclude granting 12month assured shorthold tenancies. We are trying to encourage landlords to engage with us and to take up the model tenancy agreement, which advocates a longer length of tenancy. 63

Clause 5 was ordered to stand part of the Bill.

<sup>&</sup>lt;sup>57</sup> PBC 14 December 2016 c76

PBC 14 December 2016 c76

<sup>&</sup>lt;sup>59</sup> PBC 14 December 2016 c76

<sup>60</sup> PBC 14 December 2016 cc79-80

<sup>61</sup> PBC 14 December 2016 c82

<sup>62</sup> PBC 14 December 2016 c82

PBC 14 December 2016 cc82-3

### 3.6 Clause 6: Duties to help secure accommodation

As noted above, clauses 4 and 5 will place a duty on local authorities to 'help to secure' accommodation, which does not mean that they will have to direct resource to at finding a place for everyone that seeks help. 64 Clause 6 makes it clear that the requirements an authority must meet when they <u>secure</u> accommodation for a homeless household <u>do</u> not apply when they take steps to help an applicant to secure accommodation. The measure is described as giving authorities flexibility.65

During the clause stand part debate on clause 6 Bob Blackman said:

Under clause 6, as well as clauses 4 and 5, the authority could make an assessment and provide the deposit but, importantly, let the household find its own accommodation when it is capable of doing so. That frees up the authority's time to help someone else who may be more vulnerable and not able to secure their own accommodation. It also means that the household has a choice over where it lives and what sort of accommodation it lives in. The clause is essentially an "avoidance of doubt" provision. It ensures more flexibility by making clear that various requirements of section 205 of the Housing Act 1996 are appropriate when a local housing authority is securing accommodation itself, but not when it is helping to secure accommodation under the relief duty or the prevention duty.

When authorities carry out their prevention work they do not generally need to take account of those requirements, because the household usually sources its own accommodation. Under the clause, the requirements will apply only when the local housing authority secures accommodation.66

No amendments were tabled to clause 6 and it was ordered to stand part of the Bill.

## 3.7 Clause 7: Deliberate and unreasonable refusal to co-operate

The Bill introduces new duties for local authorities to assess all eligible applicants and agree a plan of action (clause 3). As part of this agreed plan, applicants may be asked to take certain steps to prevent the loss of their homes and/or assist themselves in securing accommodation. Clause 7 sets out the actions a local authority may take if an applicant deliberately and unreasonably refuses to cooperate with the authority when carrying out its duties.<sup>67</sup>

It had been the Government's intention to table amendments to clause 7 in order to resolve technical issues. These amendments were not ready in time for the Committee to consider them. The Minister

<sup>&</sup>lt;sup>64</sup> DCLG, Policy fact sheet: <u>Help to secure and suitability</u>, 2016

<sup>65</sup> Ibid.

<sup>66</sup> PBC 14 December 2016 c88

<sup>&</sup>lt;sup>67</sup> DCLG: <u>Fact sheet: Non-cooperation</u>, 2016

explained the problem and confirmed that amendments would be brought forward on Report:

I simply say that we are addressing the two issues that have been identified with the clause. The first is that the clause is drafted too widely. While an applicant could be penalised for deliberately and unreasonably refusing to co-operate with the required actions as set out in the personal housing plan, as the clause is drafted they could also be penalised for deliberately and unreasonably refusing to co-operate with the authority in relation to the prevention or relief duties more generally. That is a broader formulation of the clause and is certainly not the one intended.

The second issue is that we are not confident that the balance between incentives and protections is right in cases where an applicant refuses a suitable offer of accommodation at the relief stage. We have been working closely with homelessness charities to resolve that and develop a way forward, and I hope to be in a position to say more before Report. 68

The Minister confirmed that statutory guidance will set out the Government's view of actions amounting to a deliberate and unreasonable refusal to cooperate.<sup>69</sup>

Clause 7 was ordered to stand part of the Bill.

#### 3.8 Clause 8: Local connection for care leavers

Clause 8 will amend the definition of 'local connection' for care leavers to ensure that a young homeless care leaver will have a local connection in the area where they were looked after or, if different, the area where they normally live and have lived for at least 2 years, including some time before they reached the age of 16.70 The aim is to make it easier for care leavers to get assistance in the area where they feel most at home.

No amendments to clause 8 were tabled. Mr Slaughter said that the clause was "uncontroversial and we support it". 71 The Minister said that "we will work with local housing authorities, children's services authorities and specialist voluntary sector agencies to review and update the guidance on how authorities should comply with the new duty. 72

Clause 8 was ordered to stand part of the Bill.

#### 3.9 Clause 9: Reviews

Clause 9 provides that it will be possible for applicants to seek a review of authorities' decisions under the new prevention and relief duties introduced by the Bill. The review process remains unchanged. 73

<sup>&</sup>lt;sup>68</sup> PBC 18 January 2016 (Morning) cc149-50

<sup>69</sup> PBC 18 January 2016 (Morning) c151

<sup>&</sup>lt;sup>70</sup> DCLG: <u>Fact sheet: Local connection for care leavers</u>, 2016

<sup>71</sup> PBC 7 December 2016 c44

<sup>&</sup>lt;sup>72</sup> PBC 7 December 2016 c46

<sup>&</sup>lt;sup>73</sup> DCLG, <u>Fact sheet: Reviews</u>, 2016

Andy Slaughter moved a probing amendment (amendment 9) to provide for the different review stages to be amalgamated and streamlined. Amendment 10, which had the same aim, was considered alongside. Mr Slaughter referred to representations made by the Local Government Association (LGA) and London Councils concerning the additional burden that an extension of the right to request a review might entail:

There are two examples in the briefings. The group of east London authorities estimates that review processes will cost an additional £4 million a year. Swindon Borough Council estimates that it will need to employ two to three officers in addition to the existing seven employed in its homelessness section. These are substantial resources for individual authorities, but spread across the country they would be a huge additional burden.<sup>74</sup>

Karen Buck also referred to potential cost implications:

We all support the Bill, but it is absolutely incumbent on the Minister and Department to recognise that point, ensure that the resource implications are spelled out and understood by the Committee, and make a commitment to full funding. 75

The Minister, responding, said that the amendments would not have the intended effect as, instead of streamlining the review process, the "changes would simply remove protections for applicants." 76 He acknowledged the concerns of authorities and went on:

We will monitor the impact of the new duties on the levels of reviews, and we will work with stakeholders, including local housing authorities, to see what improvements can be made to the process.

Taking up the general point made by the hon. Members for Hammersmith and for Westminster North, we have worked with representative groups of authorities to understand the impact of the clause and have fed that back into the costs model. I can certainly say that this and other measures in the Bill will be funded. We are in the process of speaking to the LGA to discuss our final proposals.77

Mr Slaughter withdrew his amendment and emphasised that he believed authorities were rationing support for homeless people as a result of inadequate resources, and not because of a lack of concern. 78

During the stand part debate on clause 9 the committee considered New Clause 3 – Power to prescribe information, tabled by Andy Slaughter. The clause would have given the Secretary of State power to prescribe a document summarising an applicant's right to request a review for all relevant decisions taken by a local housing authority when discharging its homelessness duties, and an applicant's right to appeal to a county court on a point of law arising from any decision on the review. The Minister advised that the New Clause was not needed as

<sup>74</sup> PBC 7 December 2016 c48

<sup>&</sup>lt;sup>75</sup> PBC 7 December 2016 c49

<sup>&</sup>lt;sup>76</sup> PBC 7 December 2016 c49

<sup>&</sup>lt;sup>77</sup> PBC 7 December 2016 c50

PBC 7 December 2016 c51

authorities are already required to inform applicants of their right to request a review.79

Clause 9 was ordered to stand part of the Bill.

## 3.10 Clause 10: Duty of public authority to refer cases to local housing authority

Clause 10 of the Bill will place a duty on specified public authorities in England to notify a local housing authority if they think a service user might be homeless or at risk of becoming homeless. The public authority will have to have the service user's permission before a referral can take place. The aim of the measure is to extend and embed best practice, and to raise awareness of homelessness and to prevent it at an early stage.80

Clive Betts moved an amendment to clause 10 (amendment 2) to place a duty on a public authority to cooperate with a housing authority where a referral is made. He explained the purpose of the amendment:

As it stands, clause 10 is a good proposal. Authorities should be advised to contact the relevant housing authority when they recognise that a person with whom they are in contact is homeless or threatened with homelessness, which is an entirely reasonable starting point. The problem is that it is a bit like, "We have passed it over to you; it's your problem now." That is the exact opposite of what the Select Committee was trying to say in its report. It is not about saying, "We have identified that this person may be at risk of homelessness. Get on with it, housing authority. You will sort it out now. There is nothing else to it. It is simply a homelessness issue." We stated very clearly that, right the way through, there has to be cross-Government working and a clear indication that that is going to happen.

My amendment therefore sets out the responsibility in a simple way. It might not go far enough, and I accept the criticism that it is too weak in its emphasis on what more can be done. All the amendment says is that an authority that passes on to a housing authority concerns about an individual who is homeless or threatened with homelessness has a duty to co-operate with the housing authority on meeting its duties. That seems to me an entirely reasonable proposition, and one that I hope we will all support.81

#### The Minister resisted the amendment:

We are concerned that the amendment would create burdensome and centrally imposed obligations on how local housing authorities interact with other public services. A one-size-fits-all obligation could create inefficiencies, potentially undoing some of the good work that is being carried out and developed naturally at local level.82

<sup>&</sup>lt;sup>79</sup> PBC 7 December 2016 c53

<sup>&</sup>lt;sup>80</sup> DCLG, Fact sheet, <u>Duty of public authority to refer cases to local housing authority</u>,

PBC 14 December 2016 c91

PBC 11 January 2017 c97

At the request of Mr Betts, the Minister agreed to consider the inclusion of something in guidance on the importance of cooperation and joint working.83

Mr Betts withdrew his amendment but noted that he was "not totally convinced" that all Government Departments and health bodies want to act cooperatively.84

During the clause stand part debate on clause 10, Karen Buck, for Labour, probed how the referral provisions would work with reference to current experiences:

Although we need to do a great deal better to encourage agencies—I will touch on them in a minute—to flag up concerns that someone is at risk of homelessness, local housing authorities, and particularly those in high-demand areas, are absolutely flooded by referrals and notifications of people who are at risk of homelessness and do not deal with them. One reason is that the format in which information is passed over is often inconsistent with the allocations procedures and so forth of the local authority.

In many cases, there are good intentions on the part of the referring authority, whether it is a GP, mental health services, probation services or prisons. However, the referral takes the form of a letter saying, "This person is at risk of homelessness," which is given to someone to take to the housing department. The housing department then looks at the letter and says, "Well, that doesn't tell me anything. It isn't compatible with our allocations processes. It doesn't necessarily meet the local connection criteria." One question that I am keen to have answered, either by the Minister or the hon. Member for Harrow East, is how the referral that allows an individual to nominate where they seek to be housed will be consistent with local connection criteria and the requirements that local housing authorities put on individuals.

In practice, local authorities including mine—I am sure it is not an isolated case—will simply either not take proper cognisance of the form of the referral being made by the local authority, or will simply seek to send the person away to get other, more appropriate sources of information.85

She went on to question whether GPs might charge for referring someone to a local housing authority, and to raise the issue of training for referral agencies:

We need training for the referral agencies. We also need serious work, within a code of guidance, on, for example, templates for information so that a local authority's requirement to make an informed decision about a homelessness application is consistent with the information that is culturally embedded in a different organisation. What is coming through from a GP or a school will simply not necessarily match up with the requirements of a housing authority.

If referrals are to work and if we are to turn referral into coordinated working, even if not explicitly in line with the amendment, it will not be good enough to leave the duty simply at "refer". I fear that there will be a deluge of new referrals. Those new referrals will not deal with the requirements of the

PBC 11 January 2017 c98

PBC 11 January 2017 c98

PBC 11 January 2017 c105

housing authority. That will increase frustration and cost and leave individuals, and sometimes highly vulnerable individuals, seeking representations from agencies that charge for them.

The Government need to make absolutely sure that there is a consistent line of response to all those issues before the clause is put into effect.86

Responding to the debate, the Minister clarified that the applicant will be asked to choose which housing authority they want to be referred to. Public authorities making referrals will not be required to make decisions about a person's local connection.<sup>87</sup> He provided some examples of the public authorities that will be covered by the new duty to refer, including GPs, schools and the police.88 He agreed that more work needed to be done on how the various agencies would work together. 89 On the issue of GPs charging for a referral letter, the Minister said that the Ministerial working group would "look at that how that works and see how things can be improved." 90

Clause 10 was order to stand part of the Bill.

#### 3.11 Clause 11: Codes of Practice

Clause 11 gives the Secretary of State a power to issue statutory codes of practice. The aim will be to provide further guidance on how local housing authorities should deliver and monitor their homelessness and homelessness prevention functions. The existing Code of Guidance will not be replaced. 91 Whether or not a new or revised code is required will be based on factors such as:

- Availability of strong examples of best practice;
- Evidence on whether LHAs are raising their service standards via other non-legislative means.92

Government amendments 13 and 14 to clause 11 were moved to ensure that a draft code of practice should be laid before Parliament and approved subject to the negative procedure. This requirement will not apply when codes are reissued.93

David Burrowes highlighted the need for collaboration and cooperation in the drafting of codes along the lines of the Welsh example before they are laid before Parliament. 94 Clive Betts wondered whether the Select Committee might have a brief hearing on a draft code "to consider whether it really does deal with the problems that the Committee has identified." 95 The Minister said that he would take this "innovative suggestion" into account.96

```
86 PBC 11 January 2017 c105
```

<sup>&</sup>lt;sup>87</sup> PBC 11 January 2017 c109 88 PBC 11 January 2017 c109

<sup>&</sup>lt;sup>89</sup> PBC 11 January 2017 c110

PBC 11 January 2017 c110

<sup>91</sup> DCLG, Fact sheet: Codes of Practice, 2016

<sup>92</sup> Ibid.

<sup>93</sup> PBC 11 January 2017 c112

<sup>94</sup> PBC 11 January 2017 c112

<sup>95</sup> PBC 11 January 2017 c114

PBC 11 January 2017 c114

Karen Buck stressed the need to monitor compliance with codes of

The critical point for me is accountability. We need to have a form of measuring what local authorities are doing and a way to hold them to account. That should not be excessively bureaucratic—we do not want to add too much to the monitoring workload of already very stressed local authorities—but we cannot measure the success of the code of practice and the way that the cultural element of the Bill is working just through another mystery shopper operation later and by anecdotal evidence from charities or from our own casework.

At the absolute minimum, local authorities should provide a written statement of the advice and options that they give to everybody in non-priority need, which those people could then take away to whatever advocacy and representation they can access in this post-Legal Aid, Sentencing and Punishment of Offenders Act 2012 world—some of it is still there—and which would demonstrate to that outside organisation, whether it is a councillor, a Member of Parliament or a charity, what the local authority has said is available and the advice that the local authority has given to that person. That would not be a set of actions that they have to take, but a summary of what the local authority is going to be able to do.97

#### The Minister said:

...we are putting in place an expert adviser team to work directly with local authority areas. We will be looking through that to see exactly what a local authority's strategy is so that we can get assurances that local authorities are doing the things that we want them to do.98

Clause 11, as amended, was ordered to stand part of the Bill.

### 3.12 Clause 12: Suitability of private rented sector accommodation

Clause 12 will amend Article 3 of the Homelessness (Suitability of Accommodation) (England) Order 2012 to require an authority to satisfy itself that the specific requirements set out in Article 3 are in place where it secures accommodation for vulnerable households under new sections 189B and 195B (the prevention and relief duties) in the private rented sector. 99 It will also extend the suitability requirements to cover accommodation secured for an applicant as a 'final accommodation offer' under clause 7 (refusal to co-operate). In addition to the usual checks concerning affordability, size, location and condition, where an authority opts to secure private rented accommodation for certain vulnerable households under the prevention and relief duties, they will have to consider factors such as: whether there is a valid gas safety

<sup>&</sup>lt;sup>97</sup> PBC 11 January 2017 c116-7

<sup>98</sup> PBC 11 January 2017 c119

There will be no duty on authorities to secure accommodation for non-priority applicants under the new prevention and relief provisions but they may choose to do

certificate; a carbon monoxide detector; or whether the landlord is a 'fit and proper' person. 100

In this context a vulnerable person will be a person:

- who is vulnerable for a reason mentioned in section 189(1)(c) of that Act [Housing Act 1996], or
- who is of a description of person specified in any of b) articles 3 to 6 of the Homelessness (Priority Need for Accommodation) (England) Order 2002 (S.I. 2002/2051).

The duty, therefore, will not extend to all vulnerable people.

No amendments to clause 12 were tabled.

Karen Buck questioned whether the provisions would apply to other priority need groups, such as families with children and pregnant women, who are housed under the new prevention and relief duties:

The pressure on accommodation, whether for discharge of duty. temporary accommodation or prevention, is so acute in highstress areas such as London, the seaside towns and others, and the capacity to inspect and maintain such housing is so variable and so under-resourced that, without this robust legal protection, we are worried that children and pregnant women will be left at risk. The key question for the Minister to answer is: why have those two categories been left out of provision in the Bill? Will he undertake to introduce an amendment on Report to ensure that they are not excluded? 101

David Burrowes asked whether the location of accommodation secured by local authorities would be taken into account, and whether vulnerable people should be placed in multi-occupied properties "where there might be peers who are not conducive to someone's long-term recovery." 102

The Minister, responding, said that the clause represented a proportionate response:

> ...the approach to the Bill is to extend that additional protection to where it is needed most, to protect those who are most vulnerable, as described by my hon. Friend the Member for Harrow East in his opening speech, which seems guite a long time

This is a proportionate approach, which hon. Members have stressed is important. To require similar checks for all tenants would place additional burdens on local authorities and generally be unnecessary. Tenants who secure accommodation in the private rented sector already do so without the local authority's carrying out additional checks on their behalf. Those who are themselves able to ensure suitability of property should do so. 103

He said that he was "not unsympathetic" to the points raised about people who would not necessarily be caught by the definition of

<sup>100</sup> DCLG Fact sheet: help to secure and suitability, 2016

<sup>&</sup>lt;sup>101</sup> PBC 11 January 2017 c122

<sup>&</sup>lt;sup>102</sup> PBC 18 January 2017 (Morning) c129

<sup>&</sup>lt;sup>103</sup> PBC 18 January 2017 (Morning) c133

'vulnerability' or 'priority need' and committed to taking the concerns back to the Department for further consideration. 104

Clause 12 was ordered to stand part of the Bill.

#### 3.13 Clause 13: Extent, Commencement and Short Title

Bob Blackman explained the extent of the Bill in relation to Wales:

There have been some questions about the fact that the Bill, if it becomes an Act, would extend to Wales. For the avoidance of doubt, I will explain the wording in the Bill. If the Bill is passed and becomes an Act, it will form part of the law of England and Wales. It would not make sense for a Bill to extend to England and not to Wales, because England and Wales form a single jurisdiction—legislation cannot form part of the law of England without forming part of the law of Wales. However, the application of the Bill's substantive provisions, which is basically their practical effect, will be restricted to England. I understand that the Welsh Government have confirmed that they are happy with that approach and with the way in which the Bill works in relation to their legislation. 105

He probed the Minister on the enactment of the Bill, assuming it receives Royal Assent. His concern was that councils would have time to prepare in order to deliver the new duties. <sup>106</sup> The Minister responded:

In an ideal world, it would be great to see the Bill implemented as soon as Royal Assent takes place. However, my hon. Friend is experienced enough as a parliamentarian to be well aware that a Bill of this type takes time to be implemented because of the secondary legislation that will follow, the code of guidance that will have to be updated and the statutory code of practice that may need to be implemented if things do not go to plan. Those processes will certainly require consultation with local authorities. We will work closely with them to implement these important measures because we understand their concerns that they will be stepping into the unknown—they will be supporting a group of people to whom they have not hitherto had to provide such support.

It is difficult to give exact timings. I am not going into finance, but what I can say to my hon. Friend is that the funding for the measure would be available now if we were in a position to implement now, and it will be available when we come to that point. 107

Clause 13 was ordered to stand part of the Bill.

<sup>&</sup>lt;sup>104</sup> PBC 18 January 2017 (Morning) c135

<sup>&</sup>lt;sup>105</sup> PBC 18 January 2017 (Morning) c136

<sup>&</sup>lt;sup>106</sup> PBC 18 January 2017 (Morning) c137

<sup>&</sup>lt;sup>107</sup> PBC 18 January 2017 (Morning) cc138-9

#### About the Library

The House of Commons Library research service provides MPs and their staff with the impartial briefing and evidence base they need to do their work in scrutinising Government, proposing legislation, and supporting constituents.

As well as providing MPs with a confidential service we publish open briefing papers, which are available on the Parliament website.

Every effort is made to ensure that the information contained in these publicly available research briefings is correct at the time of publication. Readers should be aware however that briefings are not necessarily updated or otherwise amended to reflect subsequent changes.

If you have any comments on our briefings please email <u>papers@parliament.uk</u>. Authors are available to discuss the content of this briefing only with Members and their staff.

If you have any general questions about the work of the House of Commons you can email <a href="mailto:hcenquiries@parliament.uk">hcenquiries@parliament.uk</a>.

#### Disclaimer

This information is provided to Members of Parliament in support of their parliamentary duties. It is a general briefing only and should not be relied on as a substitute for specific advice. The House of Commons or the author(s) shall not be liable for any errors or omissions, or for any loss or damage of any kind arising from its use, and may remove, vary or amend any information at any time without prior notice.

The House of Commons accepts no responsibility for any references or links to, or the content of, information maintained by third parties. This information is provided subject to the <u>conditions of the Open Parliament Licence</u>.