Co-Living Housing Planning Advice Note

February 2025

Consultation Draft



1. Introduction

1.1 This draft Planning Advice Note sets out Chelmsford City Council's approach to assessing development proposals for co-living housing proposals within the Council's administrative area.

2. Purpose and Status

2.1 The purpose of this draft Planning Advice Note is to provide practical guidance to potential co-living housing promoters or developers and aid decision making by the Council. When approved this Planning Advice Note will be used as a material consideration in the determination of planning applications.

3. What is Co-living Housing?

- 3.1 Co-living is a relatively new form of housing which is not specifically defined as a separate housing category in national planning policy or guidance. Subject to the nature of the specific proposals, the use is not classified in the Use Classes Order and generally classified 'Sui Generis' as Large-scale Purpose-Built Shared Living (LSPBSL).
- 3.2 Co-Living housing comprises buildings containing private individual rooms rather than fully self-contained units supported by significant communal spaces and facilities. They are different from other housing types, such as:
 - Self-contained housing (Use Class C3). Apart from normally small private rooms, co-living housing provides communal spaces for large-scale shared dining, recreation, day-to-day servicing and often workspaces
 - Houses in Multiple Occupation (HMO) (Use Class C4) as co-living housing accommodates more people and have more extensive communal spaces and facilities although impact mitigation and standards in planning policy may be relevant
 - Hotels (Use Class C1) or Hostels (Sui Generis) as co-living housing has minimum tenancies, typically of no less than three months
 - Residential Institutions (Use Class C2) as there is no significant element of care or training provided in co-living housing
 - Student Accommodation as this has a focus on student's needs and often has links with universities
 - Cohousing which are housing schemes initiated, designed and run by a community of people who are willing to off-set personal space to enable community living.

3.3 Co-living housing generally provides accommodation for single-person households who cannot or chose not to live in self-contained homes or HMOs. They are leased on a short-term basis usually not exceeding 18 months and should not be used a long-term housing solution. It should also not be used as a specialist residential accommodation product where residents have specific support needs.

4. Relevant Local Plan Policies

- 4.1 Co-living is new type of housing which is not specifically referenced in national planning policy and no planning applications containing it have been considered by the Council to date. As such there is no specific planning policy covering its development. However, the following adopted local plan policies are relevant to its consideration:
 - Policy DM1 Size and Type of Housing requires developments of 10 homes to provide an appropriate mix of dwelling types that contribute towards future housing needs and create mixed communities.
 - Policy DM2 Affordable Housing and Rural Exception Sites requires 35% of the total number of residential units to be provided and maintained as affordable housing within all new residential development sites of over 11 residential units.
 - Depending on the specific nature of proposals the provisions and requirements of Policies DM24 – Design and Place Shaping Principles in Major Developments, DM23 – High Quality and Inclusive Design, DM25 – Sustainable Buildings, DM26 – Design Specification for Dwellings, DM27 – Parking Standards and DM28 – Tall Buildings, DM29 – Protecting Living and Working Environments will be relevant.
- 4.2 These planning policy references will be updated as part of the review of the adopted Local Plan.

5. Demonstration of need and demand

- 5.1 Co-living is a housing product that serves a relatively narrow sector of the housing market. Recent research indicates that existing co-living housing schemes focus overwhelmingly on more affluent single people or couples without children in the 18-35 age group. They attract young professionals who are attracted to a managed product typically close to city centre attractions and amenities.
- 5.2 There may be some local demand for this type of product, but by their very nature co-living housing proposals do not meet the requirements of Chelmsford's adopted local plan policies requiring a mix of size and types of housing in larger developments and would hinder the creation of mixed communities. Applications for co-living housing would need to demonstrate how the benefits would outweigh these policy considerations.

- 5.3 To enable the Council to assess the suitability of the proposal having regard to the adopted local plan policies, proposals for co-living housing should be supported by detailed evidence to robustly demonstrate the level of need and demand for this type of development. The needs assessment should identify the target resident groups and the scale of the potential need, affordability and demand arising from them.
- 5.4 The needs assessment should show the availability and affordability of alternative rental options e.g. self-contained studio flats, HMOs, flat or house shares. This information should set out a clear breakdown of rents and charges indicating where services, utility costs and council tax are included in the standard rent/room rate and enable a fair comparison with the proposed housing costs.

6. Locational Requirements

- 6.1 Chelmsford City Centre would generally be the only location where co-living housing would be acceptable due to the need for excellent accessibility to local services and facilities.
- 6.2 There is also significant need for self-contained housing (Use Class C3) including affordable housing within Chelmsford City Centre. Therefore, the Council will not support any co-living proposals on sites allocated for Use Class C3 housing within the adopted or emerging review of the Chelmsford Local Plan.
- 6.3 Where co-living housing is proposed, applicants should consider the options for delivering co-living Housing as part of a mix of self-contained Use Class C3 housing to provide a more inclusive mix of housing types and tenures which has regard to accessibility needs of residents and visitors.

7. Affordable Housing

- 7.1 Policy DM2 of the adopted Local Plan requires 35% of residential units to be affordable on sites of 11 or more residential units. Although not self-contained dwellings, co-living housing do provide residential units. As co-living housing is unlikely to meet internal space standards for self-contained dwellings and provides for shorter term accommodation needs it would not be appropriate to have on-site affordable housing provided.
- 7.2 Therefore, a financial contribution (commuted sum) would be sought in lieu of provision on site in accordance with the market values set out in the Council's adopted <u>Planning Obligations SPD</u> but using the smaller Net Internal Area of the private individual room component of a co-living scheme. Revisions to the Planning Obligations SPD is currently subject of separate consultation.

8. Design Standards and Communal Facilities

- 8.1 For co-living housing to be successful there needs to be functional, convenient and meaningful communal facilities provided and maintained for future residents to ensure residents can:
 - Cook, prepare and eat meals
 - Socialise and relax, including with guests and visitors
 - Work from home and
 - Do laundry.
- 8.2 Due to the smaller unit sizes in co-living housing proposals, it is recognised they are likely to be higher density than self-contained housing. Development nonetheless must be compatible with its locality including scale range and must demonstrate compliance with relevant design policies within the adopted Local Plan. This is to ensure high quality design which is compatible with the character and appearance of its surroundings.
- 8.3 Co-living housing is expected to be located within the City Centre where a more flexible approach can be considered for the provision of parking. If this is the case it would be expected that cycle parking would be provided in excess of the standard and other sustainable transport measures and initiatives would be sort and governed by a Travel Plan.
- 8.4 Policy DM26 of the Adopted Local Plan sets out the design specification for dwellings which includes adherence to the Nationally Described Space Standard (NDSS). As co-living housing is a form of residential unit but not a self-contained dwelling (Use Class C3) it is therefore questionable whether the NDSS could be applied.
- 8.5 Nevertheless, co-living housing proposals should not create sub-standard housing and therefore the Council will have regard to the space benchmarks contained with the Major of London's Large-scale purpose-built shared living guidance published in February 2024. This includes each individual unit having a private bathroom and small kitchenette. The space benchmarks are set out at Annex 1 of this note, relevant Chelmsford policies would replace any reference to London Plan policies.
- 8.6 As the intention of co-living housing proposals is to function as shared living, they should be clearly designed to enable and promote a communal lifestyle. As the private living units are likely to be below minimum space standards, the quantum and quality of shared communal spaces will be very important to demonstrate. Shared kitchens, dining and lounge areas should be conveniently located and accessed within the building and managed in such a way that encourages social interaction. In buildings over three storeys these should be available on each floor.

- 8.7 Other facilities such as larger lounges, workspaces, indoor recreational spaces and laundry (washing and drying) facilities could be focused at fewer locations within the building. Communal areas and circulation spaces should be accessible to wheelchair users and people with limited mobility.
- 8.8 Co-living housing proposals should comply with Policy DM26 of the adopted Local Plan to ensure the provision of private outdoor amenity space which for flatted development should seek to provide private balconies for each unit. In addition, outdoor communal areas which are integral to the design of the proposals (for example courtyards, roof gardens/terraces) should be provided.

9 Management

- 9.1 Co-living housing should be operated under single management. Tenancies should be provided for a minimum of six months to ensure the development does not function as a hostel or hotel. The units should not be marketed as student accommodation or for specialist residential accommodation.
- 9.2 A management plan should be submitted alongside any planning application for Co-Living Housing which shows how the development will be managed and maintained. The management plan will be secured through a planning condition or Section 106 Planning Obligation.

This publication is available in alternative formats including large print, audio and other languages. Please call 01245 606330 for more information.

Spatial Planning Services
Directorate for Sustainable Communities
Chelmsford City Council
Civic Centre, Duke Street
Chelmsford
CM1 1JE

Telephone 01245 606330 planning.policy@chelmsford.gov.uk www.chelmsford.gov.uk

Document published by Spatial Planning Services

© Copyright Chelmsford City Council

Extracts from Mayor of London Guidance

Large-Scale Purpose-Built Shared Living Guidance

(Published with permission of Officers of the GLA)

Table 3.1 Recommended benchmarks of total internal communal amenity space provision (including the table 3.2 internal amenities as indicated in column 3)

Number of residents	Benchmarked internal amenity space
Up to 100	4 sqm per resident
Every additional resident from 101 to 400	3 sqm per additional resident
Every additional resident from 401	2 sqm per additional resident

Table 3.2 Recommended benchmarks: Communal areas and facilities

Communal area/facility	Required by policy or optional	Included in communal space requirement (table 3.1)?	Benchmark
Kitchen (section 3.4)	Required	Yes	0.5 sqm per resident, to include one cooking station per 15 residents and the other equipment identified in table 3.3
Dining space (section 3.5)	Required	Yes	Two dining spaces per cooking station; or number of dining spaces = 15% of total residents
Laundry and drying facilities (section 3.6)	Required	No (unless designed as part of a space that encourages residents to spend recreational time)	One washer and one dryer per 35 residents

Table 3.3 Indicative expected kitchen amenities

Kitchen amenity	Benchmark
Hob and oven; sink and draining board	One of each per 15 residents
Fridge with freezer, Dishwasher, Microwave, Base or wall units for food and utensil storage	Located within the kitchen; as appropriate to satisfy the needs of future residents and their visitors.
Refuse space, including recycling	Located within the kitchen; as appropriate to meet the needs of all residents and their visitors.

Table 3.5 Indicative expected private unit amenities

Room amenities	Additional notes
Double bed ; desk with worktop space	-
Bedside cabinet	At least one is recommended
Wardrobe/clothing storage	A storage space of at least 1.2 cubic metres per person.
Seating area	An armchair
Dining area	Seating area could be used for eating. If provided, it should be limited to two people dining.
Bathroom with shower	Should have a standard size sink, a WC and a place to dry a bath towel. Bath tubs are discouraged.
Small kitchenette to allow preparation of convenience food	Should provide: sockets to plug in a toaster, a kettle and a non-convection microwave; sink and drainage space, and counter space. If hob is provided, then it should have no more than two plates. A mini fridge should fit under the kitchen counter. No freezer required.