

Rt Hon. Sir Keir Starmer MP & Rt Hon. Rachel Reeves MP Prime Minister and Chancellor of the Exchequer 10 and 11 Downing Street London SW1A 2AA

April 2025

Dear Prime Minister and Chancellor,

We write to you on behalf of a wide range of organisations who provide or rely on supported housing services across England to raise serious concerns about the financial crisis facing the supported housing sector and the impact of this on the deliverability of the government's missions.

Supported housing is a vital national resource that delivers homes and services to half a million people. It boosts wellbeing, health and employment prospects, and enables people to live independently with the right support. Supported housing plays an indispensable role in cutting NHS waiting list backlogs, and reducing pressure on social care, temporary accommodation, and other vital public services. By providing homes for prison leavers, it reduces the risk of reoffending. And by reducing the disadvantage faced by Armed Forces veterans it helps public authorities meet their statutory duties under the Armed Forces Covenant.

The financial crisis facing supported housing

However, the future of supported housing is at risk because of the dire financial situation facing the sector. Following years of funding cuts under the previous government, local authorities have been forced to decommission vital services. Rising costs alongside reduced funding have rendered many services unviable, forcing many to close, while demand for supported housing continues to rise. The decision to increase employers' National Insurance contributions has placed even further pressure on providers' budgets.

1 in 3 supported housing providers had to close schemes last year because of funding pressures. All this has created an existing shortfall of 80,000 supported housing places for working age adults and between 73,000 and 245,000 places for older people across



England. These pressures are set to worsen still, with research conducted by the National Housing Federation showing that:

- 60% of providers will have to close supported housing schemes in the future.
- 1 in 3 providers may be forced to stop providing supported housing altogether.

The risk to the government's missions

Without intervention from government at the forthcoming Spending Review, more supported housing services will be lost. This will not only jeopardise ministers' commitment to improving supported housing as laid out in recent consultation documents, but will also hinder the government's ability to deliver on vital overarching objectives outlined in the Plan for Change agenda:

- The NHS and social care: without supported housing there would be a need for an additional 14,000 inpatient psychiatric places and 2,500 places in specialist residential care. In 2023/24, mental health inpatients experienced 110,000 days of delayed discharge waiting for supported housing, the primary reason for delayed discharge. A further reduction in provision will therefore impede the government's mission to build an NHS fit for the future, tackle waiting list backlogs, and shift from 'hospital to community'. Without appropriate housing for those who can live independently with support, the government's long-term ambition to take steps towards a National Care Service will also be jeopardised.
- **Homelessness:** without supported housing an estimated 41,000 more people would be made homeless, with a further 30,000 put at serious risk of future homelessness. Without government intervention to support the sector, councils will be even more reliant on expensive and poor-quality temporary accommodation and ministers' ambition to reduce record levels of homelessness will be hindered.
- Violence against women and girls: without supported housing, more women will be forced to return to abusive relationships. Data from Women's Aid indicates that more than 4,000 women referred to refuge services have been turned away because of a lack of capacity. Reduced supported housing provision will jeopardise the government's ambition to halve violence against women and girls over the next decade.
- Crime and the criminal justice system: without supported housing, more than 2,000 additional prison places would be required. Reduced supported housing services will therefore limit the net impact of government's plan to create more prison places. Reoffending rates for those who are homeless on release is almost double that of those who are released into accommodation. This means that reduced supported housing provision will also impact significantly on ministers' ambition to tackle crime and create safer streets.

The government's opportunity to save supported housing

We welcome the government's commitment to regulating the sector and tackling rogue



providers, and echo the Housing, Communities and Local Government Select Committee's call to rejuvenate supported housing. The upcoming Spending Review provides a vital opportunity for ministers to do this: enabling good quality providers of supported housing, averting the significantly worsening financial crisis facing the sector and instead placing it on a more sustainable footing.

Councils are key partners in delivering sustainable supported housing, but they require longterm investment to prevent further decommissioning of services and put the sector on a sustainable footing. To save supported housing and deliver this, we are calling for:

- Long-term and increased funding for housing-related support of at least £1.6bn per year for local authorities.
- A commitment to deliver more supported homes by 2040, with clear funding in the Affordable Homes Programme, and ensuring supported homes form part of the government's 1.5m housebuilding target.
- Ensuring that the long-term housing strategy and homelessness strategy encompass the vital role of supported housing.

With your support, we look forward to working with you to ensure that the supported housing sector can act as delivery-partners for your missions for government.

Yours sincerely,

Kate Henderson, Chief Executive, National Housing Federation Caroline Abrahams CBE, Charity Director, Age UK **Dr Lade Smith CBE**, President, Royal College of Psychiatrists Mark Atkinson, Director General, Royal British Legion Jonathan Tame, Advisor to the Bishop for Housing, Church of England Cllr David Fothergill, Chairman of the Community Wellbeing Board, Local Government Association Kate Markey, Chief Executive, Nationwide Foundation Abigail Ampofo, Interim CEO, Refuge Emma Haddad, Chief Executive, St Mungo's Mark Winstanley, Chief Executive, Rethink Mental Illness Vic Rayner, CEO, National Care Forum **Rick Henderson**, CEO, Homeless Link Balbir Kaur Chatrik, Director of Policy and Prevention, Centrepoint Dr Ruth Owen OBE, Chief Executive, Leonard Cheshire Imogen Blood, Director, Imogen Blood & Associates Gavin Smart, Chief Executive, Chartered Institute of Housing Naina Mandleker, Senior Commissioning Manager - LDA, NHS Gloucestershire ICB Dr Rhidian Hughes, Chief Executive, Voluntary Organisations Disability Group Andrew Powell, CEO, Healthier Heroes CIC Liz Rutherfoord, Chief Executive, Single Homeless Project Kathryn Smith OBE, Chief Executive, Social Care Institute for Excellence Lynne Shea, Chief Executive, Salvation Army Homes Gill Leng, Advocate for improved health & equity through homes



Peter Loose, Consultant, 35007.co.uk Lauren Green, Director of Care & Support, Ability Housing Association Helen Wilson, Regional Managing Director, Abri Alison Sargent, Chief Executive, Adullam Homes Housing Association Julie Layton, Chief Executive, Advance Kerry Dearden, Chief Executive, Affinity Trust Victoria Buyer, Chair, Age UK Lancashire Henrietta Podd, Executive Director, Allia C&C Ltd Sally Parsons, Chief Executive, Alpha Living Julie Doyle, Chief Executive, Amplius Sarah Jones, Chief Executive, Anchor Ulfat Hussain, Chief Executive, Arawak Walton Housing Association Paul Richards, Chief Executive, Arc Inspire Clive Parry, England Director, ARCEngland Michael Voges, Chief Executive, ARCO Sally Burlington, Chief Executive, Association of Directors of Adult Social Services Gill Bryant, Chief Executive, Aurora Nexus Nicola Greenfield, Director of Support, BCHA David Chaffey, Chief Executive, BHT Sussex Jody Bulman, Chief Executive Officer, Birnbeck Housing Association Richard Hill, CEO, bpha Limited Maxine Bradbourn, CEO, Brighter Futures Housing Association Gail Teasdale, Chief Executive, Broadacres Liz Zacharias, Director, Campbell Tickell Matthew Eddisford, Chief Executive, Care Housing Association Ursula Aitchison, Policy, Strategy and Research Specialist, Chelmer Housing Partnership Sarah Maguire, CEO, Choice Support Colin Mackell, Group Chief Executive, Chrysalis Group Services Ltd Sally Tsoukaris, General Secretary, Civil Service Pensioners Alliance (CSPA) Claire Miller, Group Chief Executive, Clarion Housing Group Helen Lennon, Chief Executive, Connect Housing Association Louise Reynolds, Head of Support Services, Connexus Homes Limited Anna Lunts, Chief Executive, Creative Support Mandy Elliott, Chief Executive, Crosby Housing Association Sarah Hernandez, Managing Director, Derventio Housing Trust Rachael Dodgson, Chief Executive, Dimensions Hony Premlal, Board Chair, Eldon Housing Paul Smith, CEO, Elim Housing Chan Kataria, Group Chief Executive, emh group **Charlotte Talbott,** Chief Executive, Emmaus UK Sara Sharrock, Chief Executive, Empower Housing Association Ian Martin, Chief Executive, Estuary Housing Association Pat Brandum, Chief Executive, Evolve Housing + Support Alison Barnes, Customer Engagement Officer, Fairoak Housing Association Marie Davis, CEO, Falcon Support Services Rebecca Clarke, Head of Operations, First Priority Housing Association Esme Wadsworth, Head of Property, FitzRoy Support



Mark Parkin, Chief Executive, ForHousing Andrew Redfern, Chief Executive, Framework Housing Association Karen Cooper, Chair, G320 Sheree Brooks, Operations Manager- Older Peoples Services, Gateway Housing Association John Verge, Chief Executive, Golden Lane Housing Alison Dean, Chief Executive, Great Places Housing Group Raife West, Chief Executive, Havant Housing Association Jennifer McLynn, Director, Henley Fund Management Patrick Ryan, Chief Executive, Hestia Amy Laurie, Director of Care & Supported Housing, Hightown Mark Henderson, Chief Executive, Home Group Dr Jane Townson OBE, Chief Executive, Homecare Association Andrew van Doorn OBE, Chief Executive, Housing Associations' Charitable Trust (HACT) Jeremy Porteus, Chief Executive, Housing Learning and Improvement Network Titilope Adeleye, Regional Manager (London Later Living Team), Hyde Housing Association Janine Hutton, Regional Housing Manager for Later Living, Hyde Housing Group Colet Kiss, Head of Independent Living & Supported Housing, Independent Ruth Kettle, Chief Executive, Inspire North Sasha Deepwell, Chief Executive, Irwell Valley Homes Brian Moran, Chief Executive, Jigsaw Homes Group Limited Helen Bedser, Chief Executive, Julian House Simon Gale, Chief Executive, Justlife Foundation Fiona Fletcher-Smith, Chief Executive, L&Q Kim Larkin, Managing Director, LA Directories Ltd David Davies, Head of Supported Housing, LiveWest Homes Ltd Leann Hearne, Chief Executive, Livv Housing Group Karl Hallows, Chief Executive, LMS Retirement Living Limited Chris Hampson, Chief Executive, Look Ahead Jane Toffel, The President of the Association, Maldon Housing Association Ltd **Mel Barrett,** Chief Executive, Metropolitan Thames Valley Sam Monaghan, Chief Executive, MHA Charlotte Norman, Group Chief Executive, MSV Housing Group Alison Beachim, Group Chief Executive, New Outlook Housing Association James Walder, Chief Executive, North Star Holly Dagnall, Director of Homes and Wellbeing, Nottingham Community Housing Association Tracey Bush, Chief Executive, One Fylde Salma Ravat, CEO, One Roof Leicester Steve Hepworth, Chief Executive, Ongo Atinuke Ekundayo-Kehinde, Operation Manager, Optimism Supported Housing Wendy Evans-Hendrick, Chief Executive Officer, Orwell Housing Association Nicky Boland, Chief Executive Officer, Outward Housing Hannah Kavanagh, Executive Director of Housing, P3 Charity Matthew Bailes, Chief Executive, Paradigm Housing Group



Jonathan Beebee, CEO, PBS4 UK Ltd Karen Cooper, Chief Executive, PCHA Clare Norton, CEO, Peter Bedford Housing Association Linda Wallace, Chief Executive, PHAHomes Paul Reynolds, Assistant Director, Pilgrim's Friend Society **Tom Neumark,** CEO, Porchlight Rachel Law, Chief Executive, PossAbilities John Ghader, Chief Executive, Prima Housing Group Jacqui De-Rose, Chief Executive, Progress Housing Group Fiona Humphrey, Chief Executive, Providence Row Housing Association John Glenton, Chief Executive, Riverside Helen Razdan, Chief Executive, Self Help Community Housing Association Angela Gascoigne, Chief Executive, SHAL Housing Cathy Kane, Interim CEO, Social Interest Group Tania Marsh, Chief Executive, Society of St James **Andrew Meyer,** Chief Executive, Solo Housing (East Anglia) Neil Blanchard, Chief Executive, Southdown Housing Association Paul Hackett CBE, Chief Executive, Southern Housing John Bowker, Chief Executive, Southway Housing Trust Jean Templeton, Chief Executive, St Basils Paul Fernandes, Director, St Ignatius Housing Association Tracey Gore, Director, Steve Biko Housing Association Lisa Brown, Founder, Supported Living Property Network Ltd Andrew Furtek, Chief Executive, Tamil Community Housing Association Stephanie Hood, Chief Executive, Tamworth Cornerstone Housing Association Steve Crane, CEO, Target Housing Richard Gammage, Chair, Teign Housing Ian Brooke, CEO, Thame and District Housing Association Ali Battersby, Director of Operations (Housing & Compliance), The Benjamin Foundation Colin Eastaway, CEO, The Block Armed Forces Foundation Jacqui Shurlock, Chief Executive, The Challenging Behaviour Foundation Matt Forrest, Chief Executive, Thirteen Group Richard Healy, Managing Director, TP Supported Accommodation Ltd Lawrence Santcross, Chief Executive, Transform Housing & Support **Nigel Wilson,** Group Chief Executive, Trident Group Janice Hughes, Chief Executive, Two Saints Steve McKinlay, Chief Executive, Tyne Housing Shahron Shah, Chief Executive, Waltham Forest Housing Association (WFHA) Wayne Gales, Chief Executive, Weaver Vale Housing Trust Gary Fulford, Chief Executive, whg Paul Carhart, Chief Executive, Wirral Methodist Housing Association Sarah Murphy, Head of Customer Services, Worthing Homes Nick Horne, Chief Executive, Wythenshawe Community Housing Group Sarah Watson, Housing Lead, YMCA Bournemouth Hélène Begg, Chief Executive, YMCA Brighton



Mark Hills, CEO, YMCA Cheshire Gillian Sewell, YMCA Derbyshire Gareth Sorsby, Joint Chief Executive, YMCA Exeter Janet Richardson, Head of Development, YMCA North Tyneside Richard James, Chief Executive, YMCA St Paul's Group Ellie McNeil, Chief Executive, YMCA Together Jonathan Martin, CEO, YMCA Trinity Group Nick Atkin, Chief Executive, Yorkshire Housing Amanda Dubarry, Chief Executive, Your Place Michelle Rimmer, Managing Director, Partners Foundation Cath Purdy, Chief Executive, South Lakes Housing

