Item No.	Classification : Open	Date: 27 November 2023	Meeting Name: Environment & Community Engagement Scrutiny Commission.
Report title:		Sustainable freight: Planning and Development activity	
Ward(s) or groups affected:		All	
Cabinet Member:		Councillor Helen Dennis, Cabinet Member for New Homes & Sustainable Development	

BACKGROUND INFORMATION

1. The council is starting to receive development proposals for logistics and last mile hubs and some are under construction. This report outlines the council's planning policies in relation to logistics hubs and the schemes which are currently proposed.

KEY CONSIDERATIONS

Southwark Plan 2022

- 2. The Southwark Plan aims to safeguard sufficient land for industry and logistics, identifying strategic protected industrial land which is safeguarded solely for commercial use, as well as locally significant industrial sites which encourage intensification of commercial uses mixed in with residential homes. The approach is informed by a significant amount of evidence relating to need, which suggest that structural changes in London's economy in recent decades have oriented business uses in Southwark increasingly towards central London, with huge growth in industries servicing central London's economy. These industries include logistics and last mile distribution, food and beverage manufacturing, publishing and printing, event and stage production, prop hire, recording studios and photography, fine art storage and sale of building materials.
- 3. Transport and freight policies in the Southwark Plan aim to minimise car journeys, promote walking and cycling and encouraging efficient delivery and servicing arrangements which minimise the number of motor vehicle journeys.

Draft Old Kent Road AAP 2020

4. The draft Old Kent Road AAP is seeking to retain industrial capacity across the Old Kent Road AAP, enabling intensification and new forms of development included stacked industrial and logistics uses as well as logistics space in mixed use development. In each area of the Old Kent Road, the AAP advises on how such uses can be incorporated in to mixed use neighbourhoods and reconciled with residential uses. Typology plans show the way in which a range of commercial uses can be provided including larger

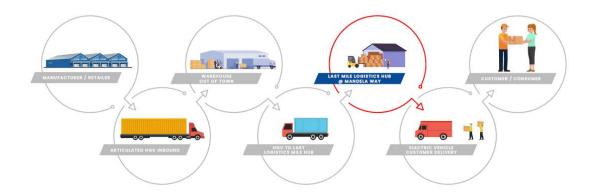
- sites that have good access to the local road network and provide an opportunity for logistics and last mile operations.
- 5. Servicing is key to the way in which logistics uses work and the AAP promotes the use of internalised servicing spaces which are off street, can be wrapped with other uses to reduce their visual impact, and which reduce noise impacts for residents living above or nearby. The AAP strategy is informed by typologies developed elsewhere in Europe and elsewhere. There are few examples or such development in London, although they are starting to emerge. The AAP is also underpinned by robust evidence of demand and need as well as discussions with landlords responsible for letting such space. Good access to central London and very high industrial values provide opportunities for the intensification of logistics spaces, particularly in the north and middle of the borough.
- 6. The next part of the report outlines some of the schemes emerging in Southwark. A recent report by planning consultancy Turleys indicated that there are more co-location schemes (which mix residential and industrial use) permitted and under construction in Southwark than in any other London borough.



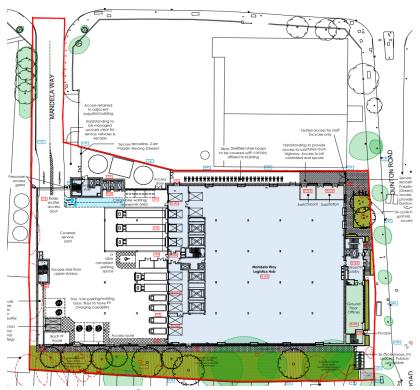
Mandela Way sub area typologies plan

25 Mandela Way

7. The proposal is for a logistics hub within a 4 storey building that accommodates 12,500sqm of space. The focus is on last-mile logistics, referring to the final step of the delivery process, from a distribution centre and on to the end-user – office, retail, block of flats or individual house etc. The intention of the building is to take goods in by large vehicles and then transport them to the end consumer via sustainable modes of transport such as cargo bikes or electric vans.

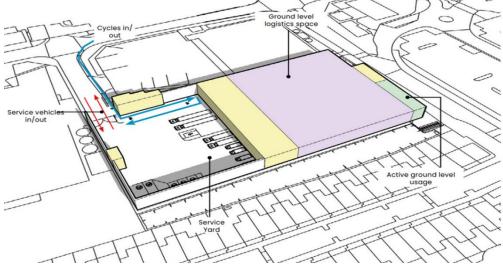


- 8. The building has been designed flexibly and can be subdivided and multi tenanted, and allowing it to be adapted to future trends and climates. Key to this are ceiling heights of 6m at ground and first floors enabling a full range of distribution activities. The ground floor provides a covered servicing yard and a central core with cargo lifts to upper floors. There are 3 docking stations for HGV use, 6 access doors for lighter vehicles and EV charging spaces for electric vans.
- 9. Access for motorised vehicles and cargo bikes is from Mandela Way. There are docking facilities for bikes and cycle lifts providing access to upper floors. The developer envisages that at peak times (7-9am and 4-6pm) there would be approximately 20 trips by motorised vehicles (including 10 HGVs) and 160 cargo bike trips.

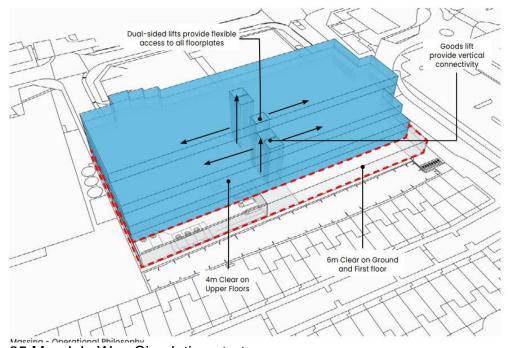


25 Mandela Way Ground floor plan





25 Mandela Way Operational strategy



25 Mandela Way Circulation strategy

10. The frontage on to Dunton Road provides the main pedestrian access, a small amount of ancillary office space as a landscaped roof terrace for staff. Incorporating air source heat pumps and PV panels the building reduces carbon emissions by 89% over the 2021 Building Regulations.

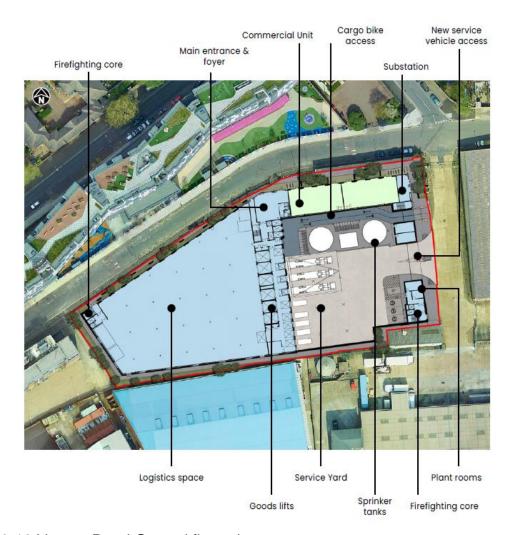
11. Planning Committee resolved to grant planning consent for the scheme in October 2023 and the developer, British Land, expect to start construction in early 2024.



Dunton Road frontage

6-12 Verney Road

- 12. Like the 25 Mandela Way scheme, the proposal for 6-12 Verney Road is for a last-mile logistics hub, providing 24,227sqm of space. The building would be 4 storeys with logistics space at ground and first floor and flexibile logistics and industrial space above.
- 13. Vehicular access is from Verney Way (to the east of the site), while the main public frontage, incorporating a pedestrian entrance and glazing onto ancillary office spaces is on Verney Road. The ground floor accommodates a covered service yard, docking areas and good lifts, as well as a logistics space. As with the Mandela Way scheme, there are three cycle lifts enabling bikes to reach upper floors. It is envisaged that during peak hours, the site would generate around 214 cargo bike trips.



6-12 Verney Road Ground floor plan

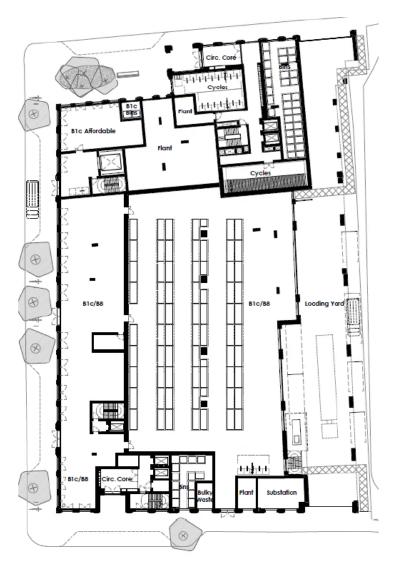


6-12 Verney Road frontage.

227-255 Ilderton Road

14. This mixed used development, currently under construction by Barrett Homes provides new residential home stacked above a distribution space. The

development provides 2,184sqm of distribution and logistics space, an internal servicing yard and a small amount of ancillary office space. Floor to ceiling heights are 7m and the number of internal columns rationalised, enabling potential use by a good range of operators. The internal yard enables HGVs, smaller electric vehicles and cargo bikes to move through the building with space for loading and unloading. The scheme is under construction and completes in 2025.



227-255 Ilderton Road Ground floor plan



227-255 Ilderton Road section through the building



227-255 Ilderton Road under construction showing logistics space in the ground floor podium

Tower Bridge Business Park, Mandela Way

15. The Duchy of Lancaster are refurbishing their distribution hub on Mandela Way to update it and reduce carbon emissions. Improvements to Unit A (8,400sqm) unit include installation of PV panels and an air source heat pump, EV charging bays for 6 vehicles and improved access for motorised vehicles and bicycles. The works are currently under construction and aim to appeal to logistics and last mile operators.



Tower Bridge Business Park south east facade

Electrification of waste fleets

- 16. The council has held pre-application meeting with Westminster City Council who are proposing to install electric charging infrastructure on their waste vehicle collection depot at 5 Mandela Way. The proposal will enable their waste collection contractor, Veolia, to electrify their waste fleet.
- 17. Southwark council has also granted planning consent, through a local development order, for Veolia to install a private wire from the SELCHP heat from waste incinerator to the Old Kent Road waste management facility to provide power to electrify waste vehicles used as part of Veolia's contract with Southwark.

BACKGROUND DOCUMENTS

Background Papers	Held At	Contact
Old Kent Road area action plan	160 Tooley Street	Consultations to date - Southwark Council
Southwark Plan 2022	160 Tooley Street	Southwark Plan 2022 - Southwark Council

APPENDICES

No.	Title
	None

AUDIT TRAIL

Cabinet Member	Councillor Helen Dennis, Cabinet Member for New Homes & Sustainable Development				
Lead Officer	Steve Platts, Dire	ctor of Planning and G	Growth		
Report Author	Tim Cutts, Senior Regeneration Manager				
Version	Final				
Dated	16 November 2023				
Key Decision?	No				
CONSULTATION WITH OTHER OFFICERS / DIRECTORATES / EXECUTIVE MEMBER					
Officer Title		Comments Sought	Comments included		
Director of Legal S	ervices	No	No		
Strategic Director and Corporate Ser		No	No		
Cabinet Member		No	No		
Date final report sent to Constitutional/Community Council/Scrutiny Team			N/A		