### RICHARD HOLDEN

Member of Parliament for North West Durham



## HOUSE OF COMMONS

22<sup>nd</sup> March, 2021

Dear Chancellor,

#### DRAUGHT BEER DUTY

We recognise that this Government has done a huge amount to support the hospitality industry throughout the covid pandemic, and we are grateful for that support. However, despite this help, in our constituencies, we are seeing many pubs and clubs struggling to survive. Some will simply not reopen. We are particularly concerned about 'wet led pubs' who have not benefited from the cuts in VAT but do have all the additional costs of covid.

Given the important social as well as economic contribution pubs make to the communities we represent, we think it is vital we do more to help them not just survive but thrive in the long term. Pubs employ a higher rate of staff than supermarket outlets, are best placed to provide supervised and safe drinking, and through things like sports teams and community activities, make a massive difference.

In short, if we didn't have the pub, we would want to invent it.

For that reason, we would ask you to consider introducing a specific Draught Beer Duty. A cut in duty for draught beer would allow us to target support to those pubs and clubs in a way nothing else could. A lower beer duty on draught sales in pubs, clubs and bars, compared to off sales in supermarkets, would be a huge boost to their ability to prosper and rebuild from Covid-19. Moreover, it would be easy to understand, simple to administer, and importantly, demonstrate this Government's clear commitment to Britain's pubs.

Leaving the European Union provides us with a unique opportunity to offer this support. We believe it would work because:

- Beer accounts for almost half of all drinks sold in the 'on' trade
- 98% of all the draught beer drunk in this country is brewed here. It is a uniquely British product and the knock-on benefit would therefore be kept in the UK and not exported
- It would especially help 'wet led' pubs and clubs, so is targeted

We understand that Treasury are currently considering their response to the Alcohol Duty Review. On behalf of pubs, clubs, and brewers in our constituencies, we would ask that you consider Draught Beer Duty as the way to help them thrive and survive as we recover from the covid pandemic.

With my very best wishes, as ever,

Holen

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# HOUSE OF COMMONS LONDON SW1A 0AA

#### Co-signed by:

Rt Hon Sir Iain Duncan Smith Holly Mumby-Croft Rt Hon Sir John Hayes CBE Alex Stafford Rt Hon Esther McVey Ian Levy Rt Hon Karen Bradley Imran Ahmad Khan Rt Hon Mark François James Daly Rt Hon Robert Halfon James Grundy Rt Hon Mark Pritchard James Wild Rt Hon Stephen Crabb Jason McCartney Sir Robert Syms Julian Knight Sir Bob Neill Andrew Lewer Pauline Latham OBE Kelly Tolhurst Danny Kruger MBE Lee Anderson **Bob Seely MBE** Mark Jenkinson Craig MacKinley Bob Blackman Craig Tracey Matt Vickers Brendan Clarke-Smith Nicola Richards Dehenna Davison Paul Bristow Dr Jamie Wallis Paul Howell Andrew Carter Christian Wakeford James Sunderland **Greg Smith** William Wragg Elliot Colburn Andrew Bridgen Peter Bone

Anthony Mangnall Philip Davies Richard Bacon Richard Drax Richard Fuller Mark Eastwood Robbie Moore Robert Largan Ben Bradley Royston Smith GM Sally-Ann Hart Scott Benton Simon Fell Simon Jupp Steve Brine Tim Loughton Tom Hunt Tom Randall Andrew Rosindell Mark Logan Shaun Bailey

Gareth Bacon

And 9 other Conservative MPs

76 Conservative MPs in total.