

AGENDA SUPPLEMENT 2

Licensing/Gambling Hearing

To: Councillors Cuthbertson, Galvin and Mason

Date: Monday, 17 October 2022

Time: 2.30 pm

Venue: Remote Meeting

The Agenda for the above meeting was published on **7 October 2022.** The attached additional documents are now available for the following agenda item:

6. The Determination of a Section 18(3) (a)
Application by T'Bridge Cafe Ltd. for a
premises licence in respect of Fawkes &
The Tiger, 32 Stonegate, York, YO1 8AS

(Pages 1 - 16)

Further additional documents circulated to all parties and referred to at the hearing.

This agenda supplement was published on **20 October 2022.**



Licensing Hearing 17 October 2022 Fawkes & The Tiger, 32 Stonegate

Additional documents, circulated to all parties before the hearing

- Updated email exchange (submitted by N. Yorkshire Police)
- Submissions on behalf of the Applicant (submitted by the Applicant's solicitor)



Hollis, Kimberley

From: Piers Warne <Piers.Warne@TLTsolicitors.com>

Sent: 11 October 2022 16:00

To: Hollis, Kimberley

Cc: licensing@york.gov.uk

Subject: RE: Fawkes and The Tiger, York

Importance: High

Dear Kim

Many thanks for your email and I understand your position. My client has simply been looking at ways of firming up hours for substantial food in a way that give you comfort that for the majority of trading times the premise must have substantial food available. We do not think that opening a kitchen at midday (latest) and closing it at 9pm (earliest) does away with this. Indeed, if the premises were to choose to open at midday and then close at 10pm or 10.30pm in order to save costs, then you would actually have a requirement for substantial food for a longer proportion of trading than by reference to 2 or 3 hours from opening or closing.

We are currently looking at your proposal on challenge 25. As a matter of course, I would suggest that nationally, challenge 21 is just a popular and just as effective as challenge 25- in fact for some premises that do not attract younger customers because of the nature of the premises and price point of products- such as this one- Challenge 25 can indeed become more of a challenge to operate. Each premises is different and I would expect premises that habitually attract younger people to have different training and more robust systems than those that do not. Likewise, the whole premise of the licensing act is to treat each application on its merits and apply the rules accordingly.

Where a new entrant to a market has no experience or trading history, I might agree with you on both of the above, but where an operator has a significant track record of operating in the city without incident and without having challenge 25- or indeed requirements to serve food in all premises- I suggest that operator should be allowed their head a little more and be trusted to know what they are doing.

Currently, trading conditions are severe and I'm afraid you are going to see a lot of food led venues, in particular go to the wall. Some of these will be precisely because of the kind of condition you are requesting where there is no flexibility and they are compelled to open kitchens and pay for staff when there is no financial justification.

That being said, thank you for engaging with us on this matter. Whilst it is disappointing for all parties that we have not been able to get to a final agreement, at least we have narrowed down the issues for the licensing committee.

I suggest that we send the licensing sub-committee a single sheet of paper with both our proposed conditions on it so that they can see where we have got to and indeed then consider them side by side.

Kind regards

Piers

Piers Warne Legal Director for TLT LLP

D: +44 (0) 333 00 60692 M: +44 (0) 7585 961 459 F: +44 (0) 333 00 61492

www.tlt.com

Regulations have been passed that extend the automatic entitlement for licensed premises in England and Wales (save in exceptional circumstances) to benefit from an off sales permission (originally brought in as part of the Government's response to the coronavirus pandemic) through to the end of September 2023.

A link to the Regulations can be found here

The Men's Football World Cup 2022 takes place in Qatar from 20 November 2022 to the 18 December 2022 Are your premises World Cup Ready?

Contact us for licensing advice and assistance in planning for this Festival of Football, match schedule here...2022fwc gatar match schedule v34b 11082022 EN international use (fifa.com)

From: Hollis, Kimberley <Kimberley.Hollis@northyorkshire.police.uk>

Sent: 11 October 2022 15:33

To: Piers Warne <Piers.Warne@TLTsolicitors.com>

Subject: RE: Fawkes and The Tiger, York

Good Afternoon Piers,

Sorry I wasn't able to get back to you yesterday on this.

I've taken a look at this condition below and spoken with my supervision about this also to ensure fairness. The condition seems to actually reduce the time a food menu is available by now saying from 1200 noon until 2100hrs. The applicant has asked for sale of alcohol from 0800-0000hrs so this would mean no need for a menu from 0800-1200 noon then again from 2100hrs until midnight or close.

I can't agree to that as I am looking to firm up a 'food led' condition to ensure the venue is not drink led. This condition again does not state the venue shall be food led which really is the important point for me.

With regards to Challenge 25, as I stated before this is considered to be a more substantial verification check that challenge 21 and is adopted in the City at most venues. I cannot understand what the implications are for staff training as it is just asking staff to ensure if they look under 25 to do the check rather than if they look under 21. I have not had an applicant not welcome the condition before as it helps to protect the staff as much as the customer. Each licence will be different so no staff training would ever be exactly the same across multiple venues and unless the staff swap between venues regularly there should be no confusion.

I am sorry that the applicant doesn't feel they can mediate to the terms I proposed but I cannot change my position without the concerns over the venue not being food led being suitably addressed.

Kind Regards, Kim

PC 1671 Kim HOLLIS Alcohol Licensing Officer (York) Partnership Hub North Yorkshire Police Mobile 07802 385220

Tel: 101

'Committed to the Code of Ethics'



I Support the **Hidden Disabilities Sunflower Scheme**

From: Piers Warne < Piers. Warne@TLTsolicitors.com >

Sent: 10 October 2022 12:36

To: Hollis, Kimberley <Kimberley.Hollis@northyorkshire.police.uk>

Subject: RE: Fawkes and The Tiger, York

Importance: High

Dear Kim

Many thanks for your email. I have taken instructions and we still have concerns about the wording of you condition in relation to the operation of the premises.

Would you be happier with a condition that set the times that substantial food must be available? We have in mind replacing the proposed condition 2 with:

2. As a minimum, substantial food and non-intoxicating beverages including drinking water shall be available in all parts of the premises where alcohol is sold or supplied for consumption on the premises between midday and 21:00 hours each day.

In relation to the challenge policy, we are looking at the likely issues in agreeing to your proposal- including costs of amending training program and whether technically licences would need to be changed if they specify there must be a challenge 21 policy in place. We will come back to you on this.

If you could let me have your thoughts in relation to the above amended version of condition 2, that would be great.

Kind regards

Piers

Piers Warne Legal Director for TLT LLP

D: +44 (0) 333 00 60692 M: +44 (0) 7585 961 459 F: +44 (0) 333 00 61492 www.tlt.com

Regulations have been passed that extend the automatic entitlement for licensed premises in England and Wales (save in exceptional circumstances) to benefit from an off sales permission (originally brought in as part of the Government's response to the coronavirus pandemic) through to the end of September 2023.

A link to the Regulations can be found here

The Men's Football World Cup 2022 takes place in Qatar from 20 November 2022 to the 18 December 2022 Are your premises World Cup Ready?

Contact us for licensing advice and assistance in planning for this Festival of Football, match schedule here...2022fwc gatar match schedule v34b 11082022 EN international use (fifa.com)

TLT. For what comes next.

Keep up to date with our latest insights and events

Please consider the environment before printing this email.

Please be aware of the increase in cybercrime and fraud.

TLT will not send you information about changes to bank account details by email.

If you receive an email purporting to be from someone at TLT advising you of a change to bank account details it is not genuine. Do not reply to the email or act on any information it may contain. Instead please contact the person dealing with your matter immediately.

TLT accepts no responsibility if you transfer money to a bank account which is not ours. Please note we do not accept service by email.

The information in this email is confidential and may be privileged. It is for use by the addressee only. If you are not the addressee or if this email is sent to you in error, please let us know by return and delete the email from your computer. You may not copy it, use its contents or disclose them to another person. No liability is accepted for viruses and it is your responsibility to scan any attachments. TLT LLP, and TLT NI LLP (a separate practice in Northern Ireland) operate under the TLT brand and are together known as 'TLT'. Any reference in this communication or its attachments to 'TLT' is to be construed as a reference to the TLT entity based in the jurisdiction where the advice is being given. TLT LLP is a limited liability partnership registered in England & Wales number OC308658 whose registered office is at One Redcliff Street, Bristol, BS1 6TP. TLT LLP is authorised and regulated by the Solicitors Regulation Authority under ID 406297. In Scotland TLT LLP is a multi national practice regulated by the Law Society of Scotland. TLT (NI) LLP is a limited liability partnership registered in Northern Ireland under ref NC000856 whose registered office is at River House, 48 - 60 High Street, Belfast, BT1 2BE. TLT (NI) LLP is regulated by the Law Society of Northern Ireland under ref 9330.

TLT LLP and TLT (NI) LLP are recognised as Data Controllers under data protection legislation. If you would like to find out more about how we use personal data and your rights in relation to your personal data please see read our privacy notice which is available on our website.

TLT LLP is authorised and regulated by the Financial Conduct Authority under reference number FRN 780419. TLT (NI) LLP is authorised and regulated by the Financial Conduct Authority under reference number 807372. Details of our FCA permissions can be found on the Financial Services Register at https://register.fca.org.uk

BEFORE THE CITY OF YORK LICENSING SUB-COMMITEE

IN THE MATTER OF AN APPLICATION FOR A NEW PREMISES LICENCE

FAWKES & THE TIGER 32 STONEGATE YORK YO1 8AS ('The premises')

SUBMISSION ON BEHALF OF THE APPLICANT

INTRODUCTION

- 1. The Applicant (T'Bridge Café Limited) is part of a group of companies and licensed premises run by a professional and well-regarded operator that has traded successfully in central York (4 premises), Leeds, Newcastle, Harrogate, Birmingham and Sheffield for a number of years. The brand is smart, up-market and has been free from any material problems of crime and disorder or public-nuisance since opening their first premises, Pivni, in York in 2007. That is so for three principal reasons:
 - a. It has a largely older and discerning customer base
 - b. They have experience trading bars and hybrid restaurant/bar offers
 - c. The management take the responsibility for ensuring that their premises know their customer-base and cater specifically to them, rather than widening their offer and risking a successful trading model.
- 2. It has acquired the premises of what was a Cath Kidston shop on Stonegate. However, prior to taking it on, the premises has been vacant since March 2020
- 3. The new licence application is designed to allow for the sale of alcohol (and late night refreshment from 23:00) from 08:00 to midnight every day, with the premises closing 30 minutes thereafter. Also, for an extension on New Year's Eve until the start of trade the following morning. A substantial suite of 27 conditions can be found at pages 43 and 44 of the hearing bundle.
- 4. The Applicant has engaged in constructive dialogue with the Police following submission of the application, albeit there has not been agreement on the 2 conditions requested by the police to amend those proposed in the application. Details of these conditions are set out in the police representation at pages 64 and 65 of the hearing papers and the dialogue between the parties is set out (in part) in the supplemental bundle provided by North Yorkshire Police.
- 5. It is to be noted that no other party has made representations.

POLICY

6. The premises are in York's Cumulative Impact Assessment Area- although outside of the red and amber zones. Accordingly, the relevant parts of the Statement of Licensing Policy are as set out below.

PROFILE OF YORK

- 7. Tourism and leisure are important industries for York, attracting over eight million visitors a year, who spend £765 million in the city. Over £125 million a year is spent on eating out and evening entertainment. Over 24,000 jobs in the tourism sector are dependent on these visitors...
- 8. This level of tourism can, however, present challenges to the city in balancing the requirements of residents against the economic benefits that tourism can bring.
- 9. Amongst the ambitions for tourism is the development of partnerships with businesses, stakeholders and residents, increasing York's position as a leading European cultural centre (combining a unique heritage with a modern outlook) and enhancing York's public realm so it becomes the most special in England. The policy specifically notes that licensed establishments, entertainment and cultural venues all have a vital role to play in achieving these goals.
- 10. One of the specific goals set out in the policy (at para 4.4) is the vision of York having: 'thriving businesses and no empty buildings.'

11. The Policy states at 6.1:

'In determining a licence application the overriding principle will be that each application will be determined on its own merits, having regard to the promotion of the licensing objectives and taking into account this licensing policy and the guidance issued under Section 182. Where it is necessary to depart from the guidance or this policy the Council will give clear and cogent reasons for doing so.'

CUMULATIVE IMPACT

- 12. The Premises falls within the cumulative impact area but outside of the red and amber zones and therefore outside of the presumption for refusals set out in paragraphs 9.13 to 9.15 of the Policy.
- 13. Whilst the Cumulative Impact Assessment that informs the CIA policy takes into account the devastation to hospitality caused by Covid in reducing the size of the 'Red Zone' and introducing 'Amber Zones', the policy does not take into account the perfect storm of rising costs, shortages of staff and crippling increases in energy costs currently affecting the sector. Given the high overheads involved in running kitchens, including the additional staffing, councils will need to be mindful that operators are going to struggle to offer a full food offer at all times of opening without taking a significant risk that it will cripple a business. This is even more relevant to fledgling independent operations willing to invest in York and facing a huge rise the costs of fitting out premises in the first place.

- 14. Furthermore, this special policy is not absolute. Upon receipt of a relevant representation, the licensing authority must consider the circumstances of each case and whether there are exceptional circumstances to justify departing from its special policy in the light of the individual circumstances of the case. If an application is unlikely to add to the cumulative impact of the area, it may be granted.
- 15. In summary therefore, the relevant policy considerations are:
 - The cultural and tourism offer in York is crucial to the ongoing economic success of the city; it brings both money and jobs.
 - The cumulative impact area policy is not absolute
 - Whether there are exceptional circumstances to justify departing from its special policy in the light of the individual circumstances of the case. <u>If an application is unlikely to add to</u> <u>the cumulative impact of the area, it may be granted.</u>

SUBMISSIONS

- 16. As is well established, "exceptional circumstances" (the high water mark for judging applications within cumulative impact areas) means circumstances which allow for "an exception" to be made to the general rule: use of the words should not and does not set the bar artificially high. Likewise, where there is a stepped approach to cumulative impact, there must be a genuine difference between each 'tier'. In this case, the premises is outside of Red and Amber zones and therefore under this tiered approach the bar must be measurably lower than for premises in either of these enhanced zones.
- 17. By reference to relevant policy considerations set out above, the circumstances which the Applicant asks the sub-committee to consider are as follows:
 - a. First, it is relevant to consider that owing to the pandemic, the war in Ukraine and policy on migrant workers and inflation, the world has changed since the CIZ policy was revised in 2021. Whilst at the time of revising the policy the 'worst' of the pandemic was over in terms of rates of death and severe illness caused by the disease, the economic effects were only just beginning. These have been compounded by the other factors mentioned above.
 - b. In July 2022 it was widely reported in the press that the number of restaurants falling into insolvency had increased by more than 60% in the past year amid worker shortages and the cost of living crisis, which had forced customers to cut back on spending. Data from the accountancy firm UHY Hacker Young showed that 1,406 restaurants in the UK closed their doors in the 12 months to May, up 64% on the

- previous year. In proportional terms, that is an even larger increase in closures than for the wider hospitality industry, which saw a 56% rise in insolvencies over the same period.
- c. The reasons why restaurants are more likely to be affected is clear: overheads for kitchens are significantly higher than for wet-led premises. Further, conditions on premises licences that prevent businesses from being able to flex during such extreme events are one of a number of reasons why premises are shutting simply to reduce outgoings.
- d. In York, high profile closures have included The Gillygate, York Arms, Café Rouge, Thomas's of York and Piccollino. Therefore:
 - There are fewer premises, and so a lower number overall spaces to eat and drink within York.
 - ii. The trend is not likely to reverse any time soon (with the main effects of the cost of living crisis ahead of us)
 - iii. It follows that a responsibly run premises is simply not, at present, likely to add to a problem of "cumulative impact". To pursue the Local Authority's ambition of creating money and jobs good operators are needed; there is now a positive shortfall.
- e. Secondly, the applicants are well known operators of high quality premises within York itself without any history of problems such as crime and disorder or public nuisance. The track record of operators within the immediate vicinity is one of the best indicators of likelihood of issues with a new application.
- f. Thirdly, the Applicant is prepared to offer substantial food for the majority of the trading day. It has carefully considered both the council policy and weighed it against projections of income and overheads, based on extensive experience of operating food led premises and bars in the City. The Applicant has deliberately designed an application to minimise costs at times it is not profitable to incur them. This is not an academic matter. The optimum shift pattern for a kitchen team (minimum Chef and Kitchen Porter) is based around a midday to 21:00 menu. It is only right that the commercial expertise of the Applicant is given significant weight in any debate about what is or is not feasible in terms of operating a premises.
- g. Fourthly, the application is directed at, and answers the central concern of the CIA policy:
 - i. The Applicant understands (as is well known in the industry) that 'pure' restaurant premises are failing because they cannot not retain custom. People eat, then leave to attend other venues. This means that the spend per head is too low; more significantly for the licensing objectives it means that customers

exit on to the street, to attend at and drink in other premises- thereby adding to cumulative impact.

- ii. Retention of custom means:
 - 1. Most customer will leave to go home
 - 2. A lower footfall on streets in the vicinity
 - 3. Far fewer going on to another premises
 - 4. An overall reduction in cumulative impact.
- h. Whilst there have been representations by the Police, the concerns raised can be addressed by appropriate conditions. In this case, the applicant has put forward a robust operating schedule and the concerns of the police have been limited to 2 of those conditions as set out in their representation.
- 18. Caselaw on the refusal of applications for reasons of cumulative impact is illuminating. Firstly, the general principle as stated above is that each application must be considered on its merits. In this case, that includes the fact that the premises sits outside of the red and amber zones the policy sets out as being areas of particular concern. The case of Brewdog bars Limited -v-Leeds City Council (unreported 2012)- copy attached- deals with a set of circumstances that can be lifted wholesale and applied to the facts here. In that case, Brewdog were refused a licence on cumulative impact grounds. On appeal District Judge Anderson granted the licence and made the following observations:

'If I accept, as I do, that the enterprise sells expensive beers in expensive measures, then I think I can conclude that the people likely to be attracted are not "get it down your neck" drinkers but rather better heeled customers. The type of clientele a premises attracts has a material part to the play in the decision, because if I am not worried about their clientele and am impressed by the running of their bars elsewhere, it follows that it is unlikely that their clientele will have any adverse impact on the area here.

'The Police argued that customers may accidentally cause impact. Their argument that customers could get caught up in a melee caused by others is not a valid one. A simple increase in footfall isn't a rational reason to refuse entry to Leeds by Brewdog.

'I accept that the Committee and the Police did their best but their application of the Policy was too rigid. They seemed to take the view that man was made for the Policy, when the Policy should be made for man.'

19. In this case there is an additional offer of substantial food for the majority of trading. That the wording is not a 'full restaurant licence condition' is deliberate. It is a calculated and measured

- approach to addressing the desire for premises to offer substantial food, with a commercial recognition that draconian conditions can and will cause premises to fail unnecessary.
- 20. In relation to the police point about whether a challenge 25 policy should be implemented or not, it is respectfully submitted that it is for an applicant to determine what policy works for them and propose it. Unless there is good reason to suspect that such a policy is not fit for purpose, then simply 'having a preference' is not enough. Every premises licence for the sale of alcohol has a mandatory condition that a policy must be put in place and staff trained on that policy. If central Government did not see fit to impose a 'one-size-fits-all' approach, then it must be incumbent upon the police to justify their request.
- 21. Lastly, it is relevant to consider, as will be well understood by the members of the licensing sub-committee, the distinction between a 'restaurant' and a 'pub' is less marked and self-evident now that at any time hitherto. For example, in order to stay commercially viable many pubs have intensified their food offer. The Applicant observes the position is therefore that a significant number of traditional wet-led pubs have all re-geared their offers over the years to have significant food-led offers. In other words, many "bars" are now effectively running significant late night "restaurant" operations- and doing so without conditions forcing them to serve food at all times.
- 22. There is no reason why a responsibly run business operator, able to demonstrate that their history of operation in York does not undermine the licensing objectives, should not be allowed to put forward a hybrid offer- even within cumulative impact. This is especially so in the current climate and where the concepts of "restaurant", "pub" and "bar" may be less helpful to the licensing authority than used to be the case.

PIERS WARNE TLT SOLICITORS 12/10/2022

IN THE LEEDS MAGISTRATES COURT

BETWEEN:-

BREWDOG BARS LIMITED

Appellant

- and -

LEEDS CITY COUNCIL

Respondent

NOTE OF DECISION OF DISTRICT JUDGE ANDERSON 6th SEPTEMBER 2012

No doubt when the 2003 Licensing Act came into being, no-one foresaw the emergence of an operation such as Brewdog. They are a A Scottish company specialising in craft beers with a devoted clientele. They do not operate large public houses selling cheap lager or cheap food. They have outlets in other cities including in cumulative impact areas where they operate well and without police objection. Now they seek to come to Leeds.

The company takes a didactic approach, with books on brewing, and customers invited to watch instructional videos playing at their premises. Their customers could be described as "alcohol geeks." They are not run of the mill or everyone's cup of tea, but there is a demand for outlets selling a good quality of beer.

If they had identified a site outside the City's Cumulative Impact Policy area, there is absolutely no doubt that they would already have their licence. They are an intelligent, well-run company, and in a short space of time they have shown themselves to be an effective operator.

However, this site does fall foul of the Cumulative Impact Policy which was introduced with the best possible motives to control the grant of licences to new premises. There is a presumption within it that new applications shall not be granted, unless the applicant can discharge the reverse burden in establishing that they will not add to the cumulative impact, and that is the issue in this case.

I can deal with one conclusion briefly, the issue of noise and nuisance. The Court heard evidence from Miss Ludford that she had gone to the trouble of circulating a letter to all residents in the neighbouring block of flats but received no objections. Against that was the more general evidence of Mr Kenny, which showed noise complaints to the Council. But most of those complaints were amplified music and Brewdog does not seek to be able to provide amplified music and so there is no risk of noise from regulated entertainment emanating from the premises. The capacity is small and any noise generated as people leave the premises will be very marginal indeed. It seems to me that the premises of this public house would not be a significant impact on the Cumulative Impact area regarding public nuisance and so I do not intend to mention this further.

That leaves the more important objection of the Police and the potential impact of another premises on the levels of crime in the area. There are a number of clubs around the Corn Exchange and the late

hours they trade, the marketing operations and the type of customer they attract means that there is regular disorder and violence. they run with late hours, attracting a different sort of customer. Their presence causes violence. That is a sad fact of modern life. The situation cannot be assisted by the sort of promotion I saw advertised by Chilli White with cheap vodka and free vodka, but they have their licence.

It cannot be the policy of the Cumulative Impact Policy to bring the iron curtain clanging down to allow such clubs to continue to trade while shutting out Brewdog which attracts more discerning customers who do not engage in binge drinking, though I do accept the requirement of the Cumulative Impact Policy is to ascertain specifically whether there will be impact.

If I accept, as I do, that the enterprise sells expensive beers in expensive measures, then I think I can conclude that the people likely to be attracted are not "get it down your neck" drinkers but rather better heeled customers. The type of clientele a premises attracts has a material part to the play in the decision, because if I am not worried about their clientele and am impressed by the running of their bars elsewhere, it follows that it is unlikely that their clientele will have any adverse impact on the area here.

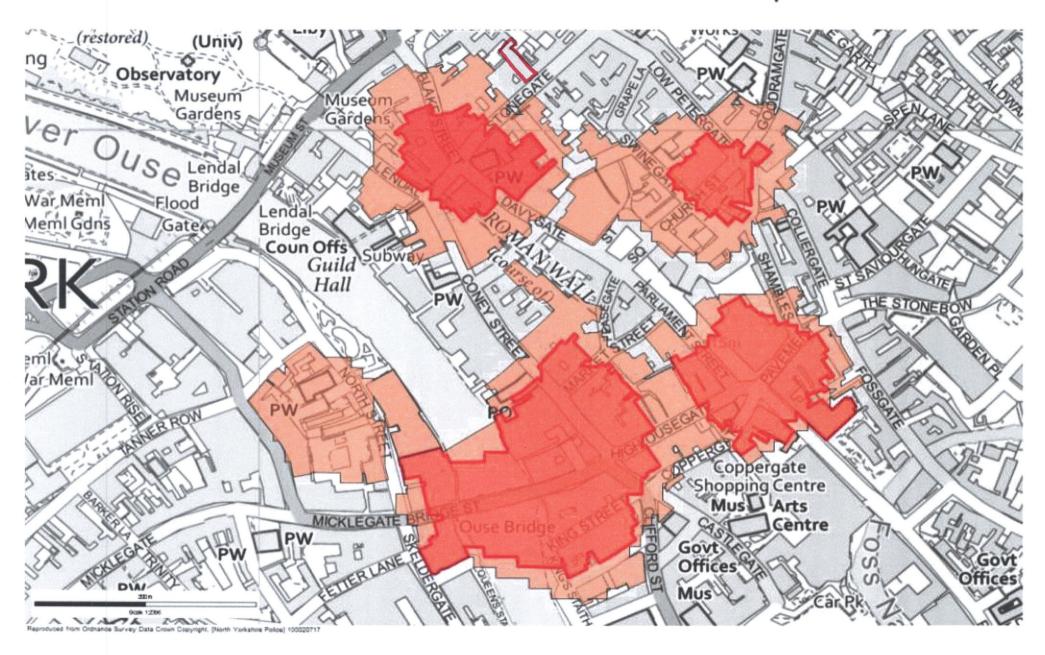
The Police argued that customers may accidentally cause impact. Their argument that customers could get caught up in a melee caused by others is not a valid one. A simple increase in footfall isn't a rational reason to refuse entry to Leeds by Brewdog.

I have listened carefully but have heard nothing which causes me to believe that the application should not be granted. I am satisfied that the appellants have discharged the burden of proof placed on them.

I accept that the Committee and the Police did their best but their application of the Policy was too rigid. They seemed to take the view that man was made for the Policy, when the Policy should be made for man.

The appeal is upheld, and the licence granted in the terms set out in the bundle served on the Court.

37. The red and amber zones are identified in the map below:



Cumulative Impact Assessment 2022 to 2025

36. The cumulative impact area and the red and amber zones area are defined in the map below:

