

# New Discretionary Grant Scheme to help small businesses

I have today received this update about the new discretionary grant scheme to help small businesses. Applications can be submitted from today to Wokingham Borough Council until Friday 12 June:

A new discretionary grant scheme to help specific types of small business during the Covid-19 crisis will be launched in Wokingham Borough next week.

The support is targeted at those small businesses with high fixed property-related costs that were not eligible for the earlier grant schemes that the council has been administering and will initially be funded from the same Government funding pot as earlier schemes.

The grants are primarily and predominantly aimed at:

- Small and micro businesses (as defined in Section 33 Part 2 of the Small Business, Enterprise and Employment Act 2015 and the Companies Act 2006).
- Businesses with relatively high ongoing fixed property-related costs
- Businesses which can demonstrate that they have suffered a significant fall in income due to the COVID-19 crisis
- Businesses which occupy property, or part of a property, with a rateable value or annual rent or annual mortgage payments below £51,000.

The Government has asked local authorities to prioritise the following types of businesses for grants:

- Small businesses in shared offices or other flexible workspaces. Examples could include units in industrial parks, science parks and incubators which do not have their own business rates assessment;
- Regular market traders who do not have their own business rates assessment;
- Bed & Breakfasts which pay Council Tax instead of business rates; and
- Charity properties in receipt of charitable business rates relief which would otherwise have been eligible for Small Business Rates Relief or Rural Rate Relief.

This list is not intended to be exhaustive, and Wokingham Borough Council's decision making executive last night (Thursday May 28) approved a policy that will allow flexibility on what eligible businesses and self-employed people to support and those who believe they fit the criteria are encouraged to apply.

Cllr John Kaiser, executive member for finance and housing said: "We know businesses and the self employed have been hit hard by this crisis and want to provide as efficient and flexible support as we can. There has to be eligibility criteria to make sure the support goes to those who truly need

it, but within the government guidance, we will take as broad a view as we can."

Applications to the new discretionary grant scheme **open online on Monday June 1 and close on Friday June 12**. Money will be allocated on a first come first served basis until the allocated funds have run out.

For full detail on who can apply and how, visit:

<https://www.wokingham.gov.uk/business-andlicensing/business-and-growth/coronavirus-advice-for-businesses/>.

Yours sincerely

---

## Death rates and methods of control

There are a number of emails and comment around claiming the UK and the US have the highest death rates. They often go on to blame their two governments which they do not like and argue there should have been an earlier and tougher lockdown.

The authors should check their facts. We need to look at deaths per million, not at the absolute level, as of course larger countries are likely to record more deaths than smaller countries. On the published figures Belgium has experienced the highest death rate so far, followed by Spain, and then the U.K. The US is considerably lower, below France and Italy which are a little below the U.K.

There are differences in how the figures are compiled. The UK has gone out of its way to maximise deaths attributed to CV 19 by including care home and community deaths when other countries concentrated on hospital deaths. The U.K. has also recorded many care home and community deaths as CV 19 when no test was taken to see if the patient had it, and when it may have been other serious medical conditions they suffered from that killed them.

The UK death rate is worrying, as are the rates of most European countries. In the USA the worst figures have been recorded in New York where a Democrat Mayor enforced a tough lock down early. It may be that very large cities like NY and London are particularly prone to virus spreading, so the absence of such huge cities in countries like Germany that have done a lot better may be part of the reason.

Sweden adopted social distancing but no lock down. Her figures are better than Belgium, France, Italy and Spain who went for a full lock down.

Now UK government officials claim they can test 200,000 people a day and have recruited a lot of trackers it is important every new case is followed up on notification to understand why and how it has been transmitted. There is no simple identity between tough and long lockdowns and low death rates on the

numbers we have seen.

We also need evidence from the experts on which health systems have achieved the best recovery rates for patients and which treatment does most to lower the death rates in serious cases. There has been no full statement at U.K. government news conferences about recovery rates from intensive care and which treatments have worked best. There has been the recent adoption of an existing anti viral drug as a helpful treatment after initial resistance to the idea that current drugs could help, whilst we are told some other approved drugs are being tested on CV 19 patients. How did Germany and the USA achieve lower death rates?

---

## The EU response to the pandemic

Despite the protestations of pro EU contributors that I should not be writing about the EU now we have left, I note that my recent post on the German Court and the Euro got a much bigger response than many other items I write about. I remain interested in our neighbours and wish them well. Today I need to consider the scale and nature of their possible response to the economic damage of the pandemic on the continent.

The Franco-German deal to propose raising Euro 500bn on the strength of the EU's total budget and to pass it on to member states to help with Covid 19 recovery has now been transposed into a Commission proposal. They recommend Euro 750 bn, two thirds for grants and one third for loans to member states to help them recover. As in the original idea the EU as a whole will borrow the money against the security of its budget. It will fall due for repayment sometime between 2028 and 2058.

In a new twist the Commission states that it will need to raise the overall level of EU taxation on member states and their citizens from 1.2% of GNI (total national incomes) to 2%, a tax hike of 66.6%. The tax rises will take the form of new emissions taxes, carbon border taxes, digital taxes and the like, to be determined in the future. Each of these taxes will need negotiation and legislation. The disbursement of the Euro 750 bn will take place over an unspecified period within the next seven year budget cycle.

The EU seven year budget from next year will of course have to deal with the loss of 15% of its income with the departure of the UK, and a further drop from the decline in the EU economy being experienced this year. If we put this at a modest 5% decline only, that means they are short of one fifth of the budget next year. The proposed rise in tax would therefore only deliver a 33% increase in revenues in the first year, even if all the new taxes were in place as early as that.

The document is silent over how the Euro 750 bn will be divided between countries. The largest heading for spending will be a Recovery and resilience

facility, with rules to be designed. There are smaller sums to promote the existing budget agenda of support and subsidy for the green deal and for digitalisation.

This package will need unanimous support as it is a matter relating to the 7 year budget settlement. Each country will be able to pick away at the tax proposals to finance it, and at the distributional issues which are unclear over payments. If it is to be a first essay in solidarity, bringing German and Dutch taxpayers to assist Italian and Spanish businesses and people, it will need to find ways to route more money proportionately to these latter countries under the various headings of the funds and programmes.

This does not look like a major gamechanger. Though a large headline sum of money, it will be spread out over the years ahead. The tax rises may be damaging, and imply a more inward looking and protectionist EU as they find ways to tax foreign digital success stories and overseas produced goods on grounds of their carbon content. It is good the U.K. should be free of the anti business and anti trade taxes about to be planned.

---

## Has lock down worked?

On 23 rd March the UK was put into lockdown to reduce the number of Covid 19 cases, to reduce pressure on the NHS and to limit the deaths from the disease.

As the proposers of the policy thought, admissions to hospital with severe forms of the disease peaked 9 days later at 3121 cases on April 2nd. Peak use of NHS ventilator beds was hit a week later on April 10, which was also the day of peak deaths. I have taken these figures from the latest Downing Street briefing graphs. The method of counting has changed over the period, increasing the number of deaths recorded as time passed.

This implies limiting contact was the way to slow the progress of the virus, and did lead to an important reduction in serious cases and deaths. So far so good.

What does need more examination is why it has taken so long to secure faster and more dramatic declines in serious cases and deaths after success in changing the trend in early April. You would have expected the figures to come down quite quickly to low levels. After all we are advised that a person with the disease is clear after seven days, and a person getting it before symptoms show should be clear in 14 days. Thus we would expect a sharp fall off after the 14 day point from lockdown.

As we enter the test and trace era, it would be good to hear from the medical and scientific advisers why they think the diseases has lingered at relatively high levels for so long during lock down. Are all the cases now

concentrated amongst the small proportion of the population that go to a physical place of work? Are hospitals and care homes now a main source of spreading the disease? Or is the disease somehow still spreading – at a slower rate – through the population that are staying at home? If so, how is it being transmitted?

These become important issues so that we know who to isolate and consider what other measures to take in the Test and Trace phase. Do we need better infection control in those health and care settings that do get the disease? Are there issues with deliveries to households? What more can be done to rid items and surfaces of the disease? Has the UK investigated the use of UV light machines to destroy the virus on surfaces? I will pursue these questions with the government.

---

## Lock down rules

I have had many emails about the lock down over the last few weeks. Some have written to me to complain about their neighbours, alleging they have broken the law or the guidance. Others have written asking me to endorse a particular interpretation of the rules or guidance so they can do something they wish to do. Some have written seeking clarification without revealing their plans. More recently some have written complaining about Mr Cummings conduct, and a lesser number have written in supporting Mr Cummings.

I have sought to answer all of these consistently by explaining that MPs have no special powers to authorise conduct or to prosecute it. The aim of the law and advice is to limit the spread of the virus. Everyone has to exercise commonsense and remember the aim is to protect others from the virus. I have not rushed to judge others as they make their decisions about how to do this. I have favoured a light touch to policing, which requires consent. Only where someone breaks the rules with ill intent has it been right to prosecute. That has been the case of the tiny minority who have deliberately breathed or spat into the faces of police and others to threaten or harm them. Many people have made choices or judgements that others would not have made, but each person's circumstances are a bit different.

I did not condemn Stephen Kinnock when he travelled to see his father for his birthday, nor call for his sacking from the Labour front bench for a clear breach of the rules. Constituents have pointed out they would love to visit their parents but did not do so as they thought it wrong. I suggested a tolerant approach.

I understand the anger of some over Mr Cummings. I believe him when he says he did not go to see his parents and kept his distance from them as he did want to give them the disease. He is widely criticised for the journey to Barnard's Castle though no-one apparently came close to him and his family.

It has been clear for some days that the Prime Minister has investigated his actions and intends to keep him. His view is we must move on, tackling the next stage of defeating the virus and trying to rescue the economy. There are going to be more difficult judgements for people as we enter the world of Test and Trace, where co-operation of all is important to success. I am seeking more clarification of what the advice means by close recent contact.