

August 24, 2021

The Honorable Nancy Pelosi Speaker of the House United States House of Representatives Washington, D.C. 20515

The Honorable Kevin McCarthy Republican Leader United States House of Representatives Washington, D.C. 20515 The Honorable Chuck Schumer Majority Leader United States Senate Washington, D.C. 20510

The Honorable Mitch McConnell Republican Leader United States Senate Washington, D.C. 20510

Dear Speaker Pelosi and Leaders Schumer, McCarthy, and McConnell:

The National Restaurant Association has just completed a <u>national survey of customers</u> to assess the state of the industry amid the rise of the delta variant of the coronavirus. We concluded that a majority of consumers have changed their dining behavior in a manner that is beginning to put acute pressure back on the restaurant industry. This development comes on top of food and labor costs that are increasing at their fastest pace in several years, continued indoor capacity limits in 11 states, and crushing long-term debt loads for countless restaurant owners.

Specifically, our survey finds that:

- Nineteen percent of adults have stopped going out to restaurants, while 9% cancelled existing plans to go out to a restaurant in recent weeks. For an industry that requires a "full house" every evening to make a profit, this is a dangerous trend.
- Thirty-seven percent of adults say they ordered takeout or delivery instead of going out to a restaurant, while 19% say they chose to sit outside instead of inside when going out to a restaurant. These changes indicate declining consumer confidence that will make it more difficult for most restaurant owners to maintain their delicate financial stability.

The Restaurant Revitalization Fund (RRF) has been a lifeline for many owners, but as you are well aware, it was only able to fund roughly one in three applications – leaving 177,000 restaurants in communities across the country without desperately needed stability. The rise of coronavirus variants like delta threatens to push these restaurants closer to permanent closure. The RRF was funded as emergency spending to preserve an industry uniquely vulnerable to the government response to the pandemic. It has proven its effectiveness in every state, saving restaurants, workers, and the suppliers who depend on their business.

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The National Restaurant Association and the state restaurant association partners below urge Congress to complete the mission of the RRF and provide adequate funds to replenish the program and offer relief for the 177,000 applications still pending. The small gains that our industry has made toward financial security are in danger of being wiped out, dashing the hopes of communities, entrepreneurs, and consumers nationwide.

Thank you for your continued leadership on behalf of restaurants in your home towns and across the country.

Sincerely,

Sean Kennedy

Executive Vice President, Public Affairs

Alabama Restaurant & Hospitality Association Hospitality Minnesota

Alaska Cabaret, Hotel, Restaurant & Retailers Mississippi Hospitality & Restaurant Association

Association

Arizona Restaurant Association Arkansas Hospitality Association California Restaurant Association Colorado Restaurant Association **Connecticut Restaurant Association** Restaurant Association of Metropolitan

Washington

Delaware Restaurant Association

Florida Restaurant & Lodging Association

Georgia Restaurant Association Hawaii Restaurant Association

Idaho Lodging & Restaurant Association

Illinois Restaurant Association

Indiana Restaurant & Lodging Association

Iowa Restaurant Association

Kansas Restaurant & Hospitality Association

Kentucky Restaurant Association Louisiana Restaurant Association

Hospitality Maine

Restaurant Association of Maryland Massachusetts Restaurant Association Michigan Restaurant & Lodging Association

Missouri Restaurant Association Montana Restaurant Association Nebraska Restaurant Association Nevada Restaurant Association

New Hampshire Lodging & Restaurant Association

New Jersey Restaurant & Hospitality Association New Mexico Restaurant Association

New York State Restaurant Association

North Carolina Restaurant & Lodging Association

North Dakota Hospitality Association

Ohio Restaurant Association Oklahoma Restaurant Association

Oregon Restaurant & Lodging Association

Pennsylvania Restaurant & Lodging Association

Puerto Rico Restaurant Association Rhode Island Hospitality Association

South Carolina Restaurant & Lodging Association

Hospitality Tennessee

Texas Restaurant Association Utah Restaurant Association Vermont Chamber of Commerce

Virginia Restaurant, Lodging & Travel Association

Washington Hospitality Association

West Virginia Hospitality & Travel Association Wisconsin Restaurant Association	Wyoming Lodging & Restaurant Association