## **Alcohol Marketing to Youth**

### **Corporate Myths and Policy Solutions**

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Massachusetts Department of Public Health Bureau of Substance Abuse Services Recovery Day Policy Forum September 28, 2010



# **Marin Institute Strategies**

- Monitor and expose the alcohol industry's harmful products, practices, promotion, and lobbying
- Research and propose viable policy solutions to reduce alcohol-related harm
- Support communities, coalitions, and individuals in rejecting Big Alcohol's damaging activities
- Frame issues from a public health perspective



# **Big Alcohol's Tactics**

- Consolidate into multinational conglomerates
- Target vulnerable populations such as youth
- Lobby to undermine effective public policy
- Misdirect with voluntary, self-regulation charade
- Public relations that blames parents, drinkers
- Fund alternative science, "responsibility" programs



# The Big Beer Duopoly



- HQs in Belgium (Brazilian run) and England (SAB Miller)
- 80% of beer market

**Anheuser-Busch InBev** 

- •\$395 million advertising 9 beers
- •\$3,460,000 federal lobbying
- •\$373,500 federal campaign contributions

MillerCoors (JV)

\$315 million advertising 7 beers

- •\$1,367,000 federal lobbying
- •\$426,930 to federal campaigns

The Beverage Information Group. Handbook advance 2009: A special report on spirits, wine and beer sales and consumption in 2008. Norwalk (CT): M2Media360; 2009.



# The Biggest of Big Alcohol



- HQ: England
- Top spirits producer
- \$99 million advertising
- \$1.96 million federal lobbying
- \$161,578 federal contributions



The Beverage Information Group. Handbook advance 2009: A special report on spirits, wine and beer sales and consumption in 2008. Norwalk (CT): M2Media360; 2009.

Marin Institute

## **Trade Groups - Lobbying Power**









\$3,500,000 federal lobbying \$23,118 federal contributions



## Front Groups – not what they seem

Bacardi U.S.A.
Beam Global
Brown-Forman
Constellation Brands
DIAGEO
Hood River Distillers

THE CENTURY COUNCIL

Distillers fighting drunk driving and underage drinking

Hood River Distillers Pernod-Ricard Sidney Frank Importing Co.



Anheuser-Busch InBev Asahi Breweries Bacardi-Martini Beam Global Brown-Forman Diageo

Heineken Molson Coors Pernod Ricard SABMiller



# **Myths about Advertising**

- 1) Ads are intended for adults, youth are not impacted
- 2) Education is the best solution to underage drinking
- 3) Self-regulation is effective and essential
- 4) First Amendment bars advertising restrictions



# **Alcohol Advertising & Youth**

The alcohol industry spent more than \$6 billion on advertising and promotion in 2005.

### Greater exposure to alcohol ads contributes to

- earlier initiation of drinking for youth who have not started
- higher drinking levels among underage youth who drink
- positive expectations and attitudes about alcohol that help create an environment promoting underage drinking.



## Realities About Youth Exposure

- 1) The more ads kids see, the more likely they are to drink, and drink to excess.
- 2) Each additional dollar spent on alcohol advertising per capita raises youth drinking by 3 percent. (Snyder et al, 2006)
- 3) From 2001 to 2005, youth exposure to alcohol ads on television increased by 41%, mostly from spirits. (CAMY, 2006)
- 4) Attempts to decrease youth exposure are predicted to reduce adolescent drinking. A complete ban would save 7600 lives.

(Hollingworth, 2006)

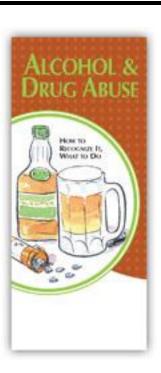


### **Realities About Education**

#### Education alone has proven to be a dismal failure

"There is not a single public health crisis in the history of mankind that has been solved by handing out brochures."

Harold Goldstein, director,
 California Center for Public Health Advocacy





### **Realities About Education**

# Parents Cannot be Expected to Shoulder the Burden Alone

#### Other ways we help parents:

- Speed limits, speed bumps
- Child pornography laws
- Child labor laws
- Toy safety laws
- Food safety laws
- FDA regulation of tobacco





## Realities about Self-Regulation

#### **Definition = looking after own affairs**

"the system by which an organization or institution deals with its own disciplinary and legal problems, often in private, rather than being publicly regulated by somebody else" (Encarta)

#### **Critique of Self-regulation**

"No one would seriously suggest that individuals should regulate themselves, that laws against murder, assault, and theft are unnecessary because people are socially responsible. (The Corporation, 2004)



# Failure of Self-Regulation



Why Big Alcohol Can't Police Itself: A Review of Advertising Self-Regulation in the Distilled Spirits Industry (2004-2007)

Marin Institute report (2008)

Barriers to effective self-regulation include

- 1) lack of public awareness
- 2) lack of an independent review
- 3) subjective nature of guidelines
- 4) lack of penalties and enforcement power



# Failure of Self-Regulation



- The most common complaints by far were about ads with sexual content.
- 22 complaints alleged that ads overexposed youth.
- Complaints regarding ads from companies with a member on the DISCUS board were three times less likely to be found in violation of the Code.



# Failure of Self-Regulation

#### Headline from Australia

#### Alcohol Advertising Selfregulation Not Working

"Addiction scientists are calling for tighter regulation of alcohol advertising, as new research shows that self-regulation by the alcohol industry does not protect impressionable children and youth from exposure."



(Science Daily, June 9, 2009)

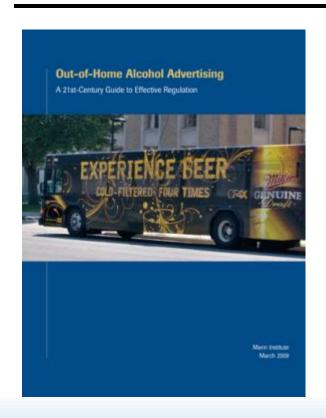


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## **Reality About First Amendment**



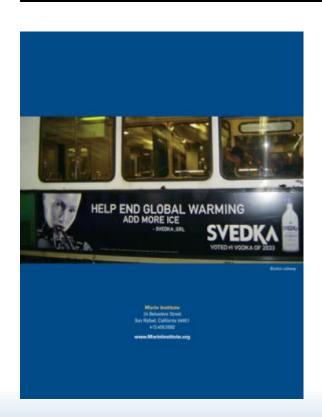
**Out-of-Home Alcohol Advertising:** 

A 21<sup>st</sup> Century Guide to Effective Regulation (Marin Institute, 2009)

- Not an absolute right, but a balancing act between competing interests
- Need to follow Supreme Court test
- Government property easier to restrict



## **Reality About First Amendment**



#### **Examples of out-of-home ad regulations**

- No ads on public transit (most cities)
- No ads on city property (Philadelphia)
- No ads within 500 feet of school (San Diego)





Coors Light Fun weekend planned? Show us what you're up to by using the Coors Light Photo Pack app! Easily upload, manipulate and share photos with your friends, through the window to cold refreshment. We are excited to see your submissions. http://bit.ly/atGxjZ last Friday

Wall

Info

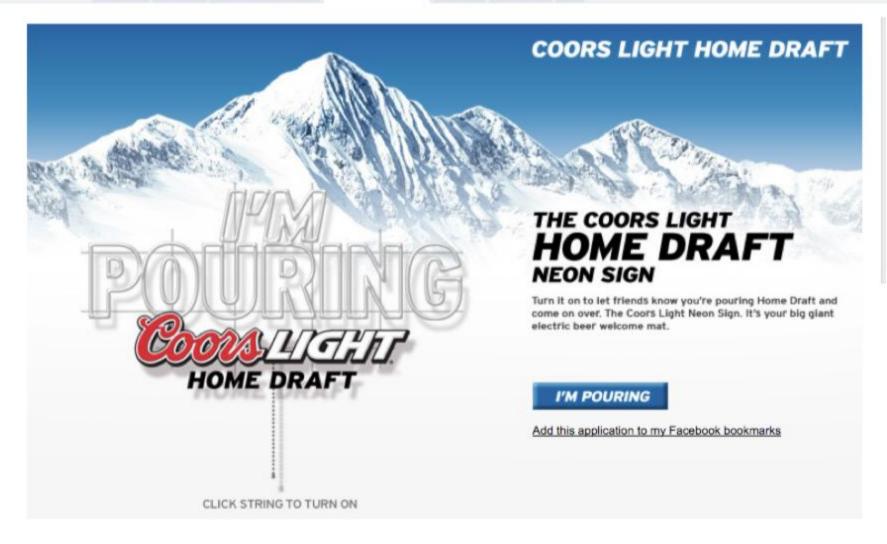
**Home Draft** 

I'm Pouring

NFL

Local





### **Stop Youth-Oriented Products**



#### **Created to:**

SE ALCOHOL BY VOLUM

- Compete with beer
- Lower taxes
- Greater retail availability



# Other Ways to Protect Youth

Stop marketing in youth-friendly ways (e.g., concerts, cute animals)



Diageo Deal with P. Diddy



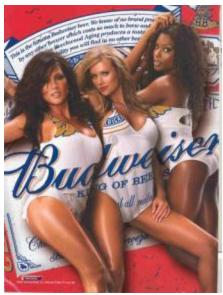
Budweiser Super Bowl Ad



# **Other Ways to Protect Youth**

Stop using sex to sell products







### **Increase Alcohol Prices / Taxes**

- One of the most effective prevention strategies
- Youth are especially sensitive to price
- Alcohol taxes can generate new revenue
- Revenue can fund needed alcohol programs



### What Happened 2009 Legislative Session

- At least half of the states proposed tax increases
- Most bills died
- Some are in 2-year sessions
- Increases in:

Kentucky Massachusetts (?)

New York
 New Jersey

Illinois North Carolina



### What can we do?

- Increase alcohol prices (taxes and fees)
- Stop youth-oriented products (AEDs, alcopops)
- Restrict alcohol advertising (gov't property)
- Expose industry PR, lobbying, marketing



## **Take Action, Join Us**

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