

## Tees Valley monthly economic update – key metrics and trends – August 2018

This monthly summary presents frequently released key metrics relevant to the state of the Tees Valley economy. It will be updated every month and published by the end of the month on the TVCA website at:

<https://teesvalley-ca.gov.uk/research-intelligence/business-and-economy/>

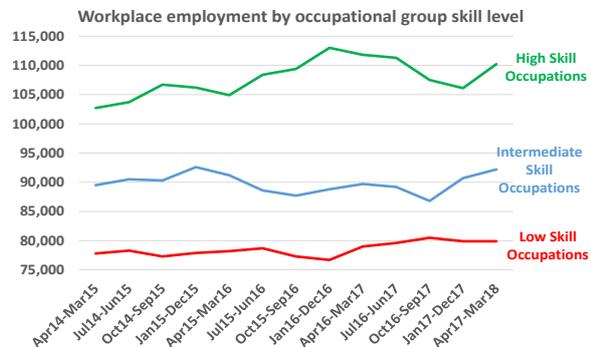
**National overview** – In August 2018 the Bank of England Monetary Policy Committee raised the Bank Rate by 0.25 percentage points to 0.75%. Inflation was 2.4% in June, 2.5% in July and, driven by rising domestic cost pressures, is expected to remain a little above the 2% target throughout the next couple of years. Additionally, the Bank's Inflation Report highlighted that the UK's economic momentum had recovered in the second quarter of 2018 following a sluggish first quarter. The latest national GDP estimates support this view with the UK economy growing by 0.4% in the three months to the end of June, twice the rate seen in the first three months of 2018.

							Tees Valley change on year
<b>Number of jobs</b>	<b>Apr16-Mar17</b>		<b>Jan17-Dec17</b>		<b>Apr17-Mar18</b>		<b>Next update</b>
Tees Valley	280,700		277,000		283,200		Oct 2018
Jobs Densities	TV 0.68	UK 0.76	TV 0.67	UK 0.77	TV 0.69	UK 0.77	
							
<b>High skill jobs</b>	<b>Apr16-Mar17</b>		<b>Jan17-Dec17</b>		<b>Apr17-Mar18</b>		<b>Next update</b>
Tees Valley number	111,800		106,100		110,200		Oct 2018
% of all jobs	TV 40	UK 45	TV 38	UK 45	TV 39	UK 46	
							
<b>Company registrations</b>	<b>2017 Q2</b>		<b>2018 Q1</b>		<b>2018 Q2</b>		<b>Next update</b>
Tees Valley number	872		1,015		997		Oct 2018
Per 10,000 population	TV 21	UK 37	TV 25	UK 41	TV 24	UK 41	
							
<b>Goods exports £</b>	<b>Year to Mar17</b>		<b>Year to Dec17</b>		<b>Year to Mar18</b>		<b>Next update</b>
North East England	12,279m		12,915m		13,043m		Sep 2018
Ratio of Exports:Imports	NE 0.96	UK 0.69	NE 0.98	UK 0.70	NE 0.99	UK 0.71	
							
<b>Outward port tonnage</b>	<b>Year to Mar17</b>		<b>Year to Dec17</b>		<b>Year to Mar18</b>		<b>Next update</b>
Tees and Hartlepool	16.95m		17.40m		17.45m		Sep 2018
All major UK ports	177m		177m		175m		
							
<b>Employment</b>	<b>Apr16-Mar17</b>		<b>Jan17-Dec17</b>		<b>Apr17-Mar18</b>		<b>Next update</b>
Tees Valley number	291,000		289,200		291,100		Oct 2018
Employment Rate %	TV 68.7	UK 74.0	TV 68.6	UK 74.7	TV 69.2	UK 74.8	
							
<b>Unemployment</b>	<b>Apr16-Mar17</b>		<b>Jan17-Dec17</b>		<b>Apr17-Mar18</b>		<b>Next update</b>
Tees Valley number	21,600		21,000		19,200		Oct 2018
Unemployment Rate %	TV 6.9	UK 4.7	TV 6.8	UK 4.4	TV 6.2	UK 4.3	
							
<b>Aged 16-64 population</b>	<b>Apr16-Mar17</b>		<b>Jan17-Dec17</b>		<b>Apr17-Mar18</b>		<b>Next update</b>
Tees Valley number	412,400		411,400		410,600		Oct 2018
OADR	TV 296	UK 280	TV 307	UK 282	TV 307	UK 284	
							
<b>Complete house builds</b>	<b>2017 Q1</b>		<b>2017 Q4</b>		<b>2018 Q1</b>		<b>Next update</b>
Tees Valley number	490		700		410		Sep 2018
Per 10,000 house stock	TV 16	Eng. 16	TV 23	Eng. 20	TV 13	Eng. 15	
							
<b>House prices £</b>	<b>Jun 2017</b>		<b>Mar 2018</b>		<b>Jun 2018</b>		<b>Next update</b>
Tees Valley	121,100		117,700		121,600		Sep 2018
UK	221,700		223,900		228,400		
							

Notes: Local level statistics on hotel occupancy, event attendance and social media engagement will also become available over the coming months. Jobs estimates represented here by workplace employment (people employed in an area). Jobs Density is the number of jobs per resident aged 16-64. See page 2 for high skill jobs definition. Company registration rate is per 10,000 residents aged 16-64. Employment and unemployment numbers are for aged 16+, employment rate for aged 16-64 and unemployment rate for aged 16+ as percentage of economically active. OADR is old age dependency ratio i.e. the number of people aged 65+ for every 1,000 people aged 16-64. Tees Valley house price is a simple average of local authority estimates.

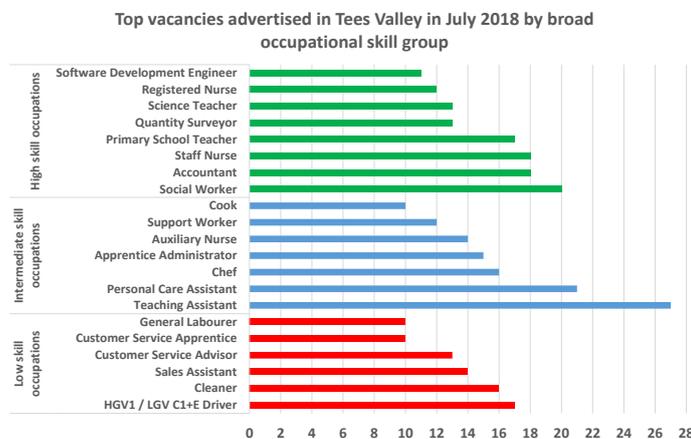
### TEES VALLEY JOB (WORKPLACE EMPLOYMENT) TRENDS

- All three broad occupational groupings<sup>1</sup> have seen employment growth in Tees Valley over the past three years.
- Whilst there have been significant fluctuations from quarter to quarter, the trend over the past three years suggests a continuing increase in the number of people employed in Tees Valley in High Skill occupations.



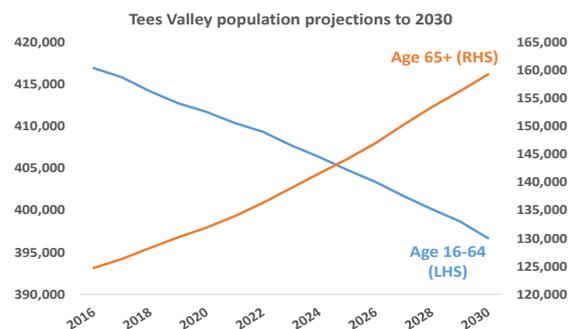
### VACANCIES ADVERTISED IN TEES VALLEY

- Last month there were 2,263 jobs advertised in Tees Valley.
- The chart shows the most commonly advertised job titles with ten or more postings.
- Around 55% of adverts were for high skill jobs, one quarter for intermediate vacancies and one fifth for low skill jobs.
- In broad sectoral terms the Health and Education sectors accounted for nearly half of all jobs advertised in July.



### TEES VALLEY POPULATION TRENDS

- Official ONS population projections identify a steady decline of around 17,500 in the number of Tees Valley residents aged 16 to 64 between 2018 and 2030.
- In contrast, the number of residents aged 65 and over is forecast to rise by 31,000 between now and 2030, a 24% increase on the 2018 number.



### ANNUAL STAT OF THE MONTH

Of the 281,900 employed Tees Valley residents aged between 16 and 64 in 2017, only 102,900 or 36.5% were qualified to degree (NVQ4) level or above. To match the national average rate of 43.4% means there needs to be an additional 19,500 Tees Valley residents qualified to NVQ4+.

Sources/Notes: Jobs/Workplace employment, Employment rate, Unemployment rate and Population statistics from ONS, APS. New company registrations from Companies House. Goods exports from HMRC. Port tonnage from DfT. House build completions from MHCLG. House prices from ONS HPI. Vacancies from Labour Insight. <sup>1</sup> High skill occupations defined as Managers, Professionals and Associate Professionals. Intermediate skill occupations defined as Administrative & Secretarial, Skilled Trades and Caring, Leisure & other services. Low skill occupations defined as Sales & Customer services, Process, Plant & Machine operatives and Elementary jobs.