

Tees Valley Monthly Economic Update – May 2020

GDP per head £	2016	2017	2018		Last release	Next update
TEES VALLEY	23,683	24,191	24,085	▼	Dec 2019	Dec 2020
TV Index. UK = 100	78.3	77.5	75.3	▼		

GDP Quarterly Estimates*	Q3 2018	Q2 2019	Q3 2019		Last release	Next update
NORTH EAST	101.5	101.7	102.9	▲	May 2020	Jul 2020
ENGLAND	104.3	105.3	105.9	▲		

*Chained volume index at basic prices, 2016 = 100

GVA per hour worked £	2016	2017	2018		Last release	Next update
TEES VALLEY	30.6	31.3	31.8	▲	Feb 2020	Feb 2021
TV Index. UK = 100	92.0	91.4	90.9	▼		

GVA per filled job £	2016	2017	2018		Last release	Next update
TEES VALLEY	47,939	49,258	50,047	▲	Feb 2020	Feb 2021
TV Index. UK = 100	89.1	89.0	88.8	▼		

Business Birth Rate*	2016	2017	2018		Last release	Next update
TEES VALLEY	14.5	12.4	13.6	▲	Nov 2019	Nov 2020
UK	14.6	13.1	12.9	▼		

* % of active businesses

Businesses	2017	2018	2019		Last release	Next update
TEES VALLEY – all businesses	17,500	17,230	17,765	▲	Oct 2019	Oct 2020
Tees Valley - SMEs	17,420	17,150	17,675	▲		
Tees Valley Business Density*	65.6	64.9	65.7	▲		

* % of the UK business rate

Goods exports £m	Year to Dec 18		Year to Sep 19		Year to Dec 19			Last release	Next update
NORTH EAST ENGLAND	13,169		13,188		13,256		▲	Mar 2020	Jun 2020
Exports:Imports Ratio* (NE UK)	0.94	0.70	0.90	0.70	0.92	0.72	▼		

*Exports divided by the number of imports

Employment Rate %	Year to Dec 18	Year to Sep 19	Year to Dec 19		Last release	Next update
TEES VALLEY	68.4	68.9	68.7	▲	Apr 2020	Jul 2020
UK	75.0	75.6	75.6	▲		

Alternative Claimant Count %	Feb 19	Jan 20	Feb 20		Last release	Next update
TEES VALLEY	5.3	5.1	5.2	▼	Apr 2020	Jul 2020
GB	3.1	3.1	3.2	▲		

NEETs 16-17 year olds %	2016/17	2017/18	2018/19		Last release	Next update
TEES VALLEY	4.3	3.8	3.9	▲	Jun 2019	Jun 2020
ENGLAND	2.8	2.7	2.6	▼		

Number of Jobs*	Year to Dec 18		Year to Sep 19		Year to Dec 19			Last release	Next update
TEES VALLEY	287,600		291,600		290,100		▲	Apr 2020	Jul 2020
Jobs Densities (TV UK)	0.70	0.78	0.71	0.79	0.71	0.79	▲		

*Jobs proxied as the number of people employed within Tees Valley

High Skill Jobs*	Year to Dec 18		Year to Sep 19		Year to Dec 19			Last release	Next update
TEES VALLEY	108,000		105,000		104,200		▼	Apr 2020	Jul 2020
% of all jobs (TV UK)	38	46	36	47	36	47	▼		

* High skill occupations defined as Managers, Professionals and Associate Professionals

Median FT Weekly Earnings £	2017	2018	2019		Last release	Next update
TEES VALLEY	498	503	536	▲	Oct 2019	Oct 2020
UK	550	568	585	▲		

Working Age Pop Level 4+ %	2017	2018	2019		Last release	Next update
TEES VALLEY	30.1	30.6	29.6	▼	Apr 2020	Apr 2021
GB	38.5	39.3	40.3	▲		

The arrows indicate the change against the previous year.

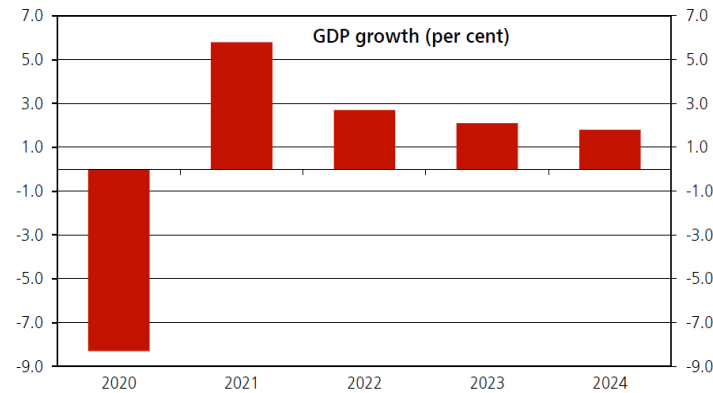
Please note - the effects of Covid-19 will not be seen in the data reported this month.

Covid-19

Forecast for the UK economy – a comparison of independent forecasts, HM Treasury, May 2020

This publication includes summary of 16 new medium-term economic forecasts made by independent forecasters in May.

Average of new medium-term forecasts for UK GDP growth (made in May 2020)



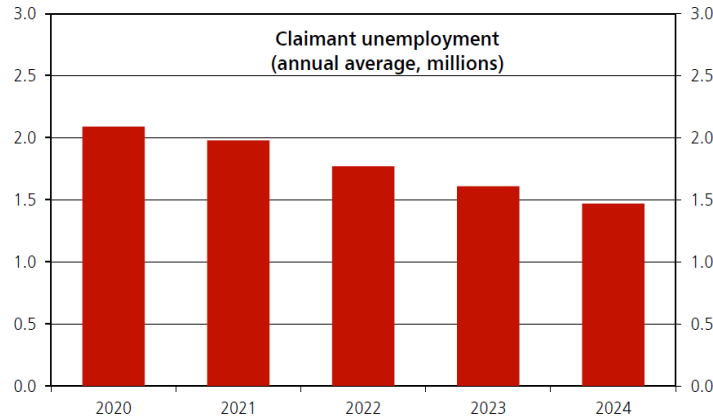
Key points

The average of the latest annual forecasts (made in May) from independent forecasters suggest that UK GDP could fall by 8.3% in 2020.

City forecaster expectations lie in a range of between -7.0% (Bloomberg Economics) and -12.0% (Capital Economics). Non-city forecasters are generally marginally more positive with forecasts within a range of between -4.7% (Heteronomics) and -9.5% (Kern Consulting).

UK GDP in 2021 is forecast to see a partial rebound of, on average, 5.8%. Subsequent years are expected to record progressively smaller rebound components.

Average of new medium-term forecasts for UK claimant Unemployment (made in May 2020)



Key points

The average of the latest annual forecasts suggests that UK Claimant unemployment could be around 2.1m in 2020. This compares with around 1.2m at the end of 2019. Claimant unemployment is then expected to fall back slowly to stand at around 1.5m by 2024.

In terms of headline LFS unemployment – an estimate of the total stock of unemployment – the UK rate stood at around 3.8% during 2019.

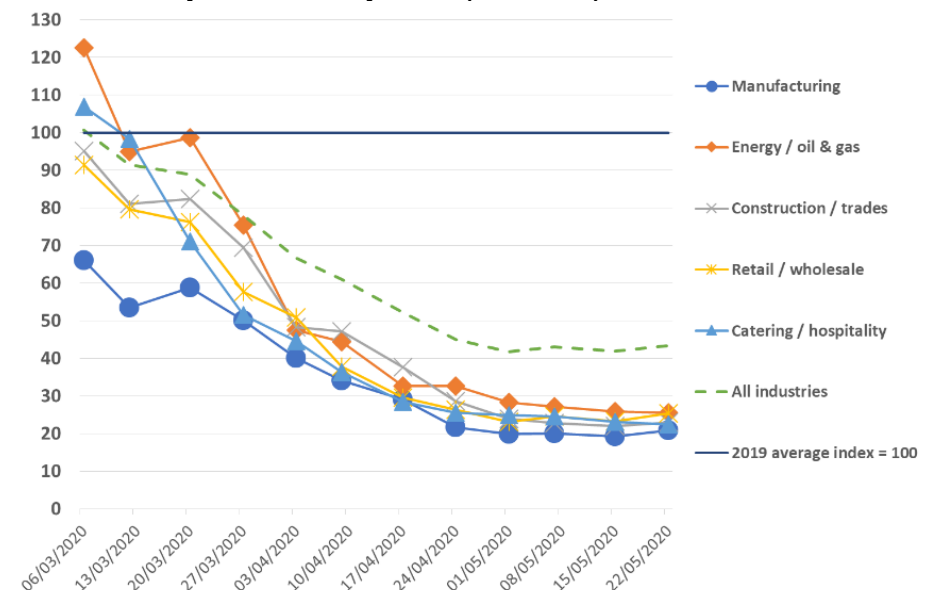
Forecaster expectations are for the UK LFS unemployment rate to increase to around 7.0% in 2020 (the range of forecasts are bounded by 5.7% and 9.2%), drift a little lower to 6.8% in 2021, before starting to fall more rapidly to around 5.0% by 2024, still significantly higher than pre-crisis rates.

Coronavirus and the latest indicators for the UK economy and society – Adzuna online job vacancy adverts

Key points

- The eight weeks from the start of March to the start of May saw total online job vacancies across the UK falling by over one half.
- Through May numbers have generally stabilised but all sectors remain below 2019 averages.
- However, there is a great deal of sectoral variation in the way vacancy adverts have declined.
- Some of the greatest falls in job vacancies have been across sectors where Tees Valley has particular strengths. These sectors are outlined in the chart opposite.

Index of online job vacancies by sector (2019 = 100)



Sources: ONS, NOMIS, APS, ASHE, DfE, DWP, HMRC. For more details go to:

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