

Tees Valley Monthly Economic Update – August 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* | Q4 2018 | Q3 2019 | Q4 2019 | | Last release | Next update |
|--------------------------|---------|---------|---------|---|--------------|-------------|
| NORTH EAST | 102.4 | 103.0 | 101.7 | ▼ | Jul 2020 | Oct 2020 |
| ENGLAND | 104.8 | 106.0 | 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 Mar 19 | Year to Dec 19 | Year to Mar 20 | | Last release | Next update |
|----------------------------------|----------------|----------------|----------------|---|--------------|-------------|
| NORTH EAST ENGLAND | 13,342 | 13,262 | 12,945 | ▼ | Jun 2020 | Sep 2020 |
| Exports:Imports Ratio* (NE UK) | 0.92 0.70 | 0.92 0.72 | 0.92 0.73 | = | | |

*Exports divided by the number of imports

| Employment Rate % | Year to Mar 19 | Year to Dec 19 | Year to Mar 20 | | Last release | Next update |
|--------------------|----------------|----------------|----------------|---|--------------|-------------|
| TEES VALLEY | 68.2 | 68.7 | 69.5 | ▲ | Jul 2020 | Oct 2020 |
| UK | 75.2 | 75.6 | 75.9 | ▲ | | |

| Alternative Claimant Count % | May 19 | Apr 20 | May 20 | | Last release | Next update |
|------------------------------|--------|--------|--------|---|--------------|-------------|
| TEES VALLEY | 5.2 | 7.5 | 8.5 | ▲ | Jul 2020 | Oct 2020 |
| GB | 3.1 | 5.1 | 6.7 | ▲ | | |

| NEETs 16-17 year olds % | 2017/18 | 2018/19 | 2019/20 | | Last release | Next update |
|-------------------------|---------|---------|---------|---|--------------|-------------|
| TEES VALLEY | 3.8 | 3.9 | 4.1 | ▲ | Jul 2020 | Jun 2021 |
| ENGLAND | 2.7 | 2.6 | 2.7 | ▲ | | |

| Number of Jobs* | Year to Mar 19 | Year to Dec 19 | Year to Mar 20 | | Last release | Next update |
|--------------------------|----------------|----------------|----------------|---|--------------|-------------|
| TEES VALLEY | 287,300 | 290,100 | 292,800 | ▲ | Jul 2020 | Oct 2020 |
| Jobs Densities (TV UK) | 0.70 0.78 | 0.71 0.79 | 0.72 0.79 | ▲ | | |

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

| High Skill Jobs* | Year to Mar 19 | Year to Dec 19 | Year to Mar 20 | | Last release | Next update |
|-------------------------|----------------|----------------|----------------|---|--------------|-------------|
| TEES VALLEY | 105,900 | 104,200 | 110,500 | ▲ | Jul 2020 | Oct 2020 |
| % of all jobs (TV UK) | 37 47 | 36 47 | 38 48 | ▲ | | |

* 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 any metrics reporting before March 2020.

Covid-19

Jobs furloughed & Self-employment income support scheme (SEISS) claims made by sector, North East

The following table shows the sectors most impacted by the Coronavirus job retention (CJRS) and SEISS schemes in the North East as of 31st July, calculated as claims for both schemes within each sector as a proportion of total claims for the region.

| Sector | % of total CJRS claims | % of total SEISS claims |
|--|------------------------|-------------------------|
| Accommodation & food services | 18% | 3% |
| Arts, entertainment, recreation and other services | 8% | 12% |
| Business administration and support services | 8% | 6% |
| Construction | 9% | 30% |
| Manufacturing | 14% | 3% |
| Transport & storage (inc postal) | 4% | 10% |
| Unknown and other | 2% | 13% |
| Wholesale and retail; repair of motor vehicles | 19% | 7% |
| All other sectors | 18% | 16% |

Key points

In terms of the furlough scheme, wholesale and retail (with motor vehicle repair), as well as accommodation and food services make up a large proportion of the regional impact at 37% of furloughed jobs regionally. Manufacturing and construction were the next most affected at 23% of furloughed jobs together.

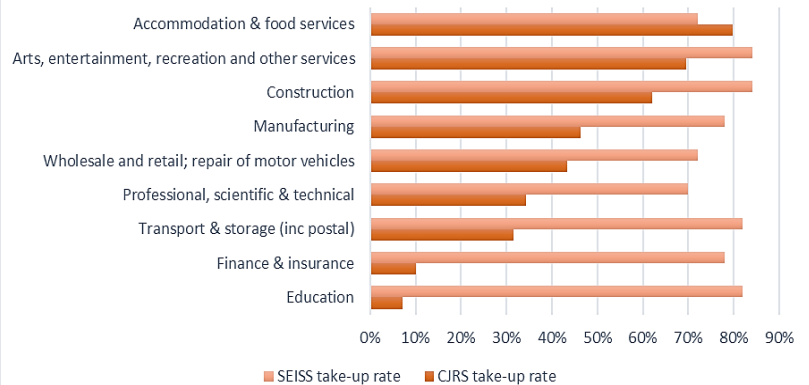
For the self-employment income scheme, construction is by far the most impacted sector, making up 30% of claims in the North East, suggesting high proportions of self-employed workers compared to other sectors. The arts, entertainment, recreation & other services, transport and storage and unknown and other sectors also contribute a large amount to the regional total, each making up at least 10% of total SEISS claims.

Take-up rate by sector, North East

The graph to the right shows the take up rates for impacted sectors (number of claims in proportion to eligible population for the sector) for both the CJRS and SEISS schemes. Sectors were selected if they had a take-up rate higher than the total regional average.

Accommodation and food services and arts, entertainment recreation and other services stand out as having high take-up rates for both schemes. For the furlough scheme, construction, manufacturing and wholesale and retail all exhibit take-up rates greater than 40%. In addition, construction, transport & storage and education all had SEISS take-up rates in excess of 80%. This highlights the limits on physical work and social consumption as a result of social distancing rules.

CJRS and SEISS take-up rates by sector (claims as % of eligible population)



Jobs furloughed & SEIS claims made and accepted as at 30th June and 31st July, UK and Tees Valley local authorities

| | Employments furloughed | | SEISS claims made and accepted | | Proportion of Tees Valley jobs impacted | Total jobs (2018) | Increase in total jobs impacted during July |
|----------------------|------------------------|------------|--------------------------------|------------|---|-------------------|---|
| | At 30 Jun | At 31 July | At 30 Jun | At 31 July | | | |
| Darlington | 13,400 | 14,300 | 2,900 | 3,000 | 32% | 54,000 | 1,000 |
| Hartlepool | 10,600 | 11,200 | 2,400 | 2,400 | 41% | 33,000 | 600 |
| Middlesbrough | 15,400 | 16,400 | 3,800 | 3,900 | 30% | 67,000 | 1,100 |
| Redcar and Cleveland | 15,300 | 16,300 | 3,500 | 3,500 | 44% | 45,000 | 1,000 |
| Stockton-on-Tees | 23,800 | 25,000 | 4,900 | 5,000 | 33% | 92,000 | 1,300 |
| Tees Valley | 78,500 | 83,300 | 17,500 | 17,800 | 35% | 291,000 | 5,100 |
| UK | 9,373,900 | 9,601,700 | 2,553,000 | 2,604,000 | 34% | 35,750,000 | 278,800 |

- In Tees Valley during July, an additional 4,800 employments were furloughed and an additional 300 SEISS claims accepted. The monthly rate of increase in SEISS claims during July was slightly below that seen nationally (TV up 1.7% and UK up 1.9%), however the monthly rate of increase in Tees Valley jobs furloughed was more than double that seen nationally (TV up 6.1%, UK up 2.4%).

- By the end of July, 101,100 or just over one-third of all Tees Valley jobs had been either furloughed or supported through the SEISS, slightly above the national rate.

Source: HMRC Coronavirus Job Retention Scheme (CJRS) Official Statistics and Self-Employment Income Support Scheme (SEISS) Official Statistics. These publications report the latest sub-national statistics and reflect only those SEISS claims that were both made and accepted.

Next update of HMRC CJRS and SEISS statistics are due on 18th September 2020 and will be a reflection of the position at 31st August 2020.

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/>