

Tees Valley Monthly Economic Update – September 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	2018	2019	2020		Last release	Next update
TEES VALLEY – all businesses	17,230	17,765	17,610	▼	Sep 2020	Sep 2021
Tees Valley - SMEs	17,150	17,675	17,520	▼		
Tees Valley Business Density*	64.0	65.0	63.7	▼		

* % of the UK business rate

Goods exports £m	Year to June 19		Year to Mar 20		Year to June 20			Last release	Next update
NORTH EAST ENGLAND	13,120		12,971		11,740		▼	Sep 2020	Dec 2020
Exports:Imports Ratio* (NE UK)	0.91	0.70	0.92	0.72	0.90	0.72	▼		

*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	278,200		289,900		288,900		▼	Jul 2020	Oct 2020
Jobs Densities (TV UK)	0.67	0.78	0.70	0.77	0.70	0.78	=		

*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	104,000		104,300		107,900		▲	Jul 2020	Oct 2020
% of all jobs (TV UK)	37	46	36	47	37	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	▲		

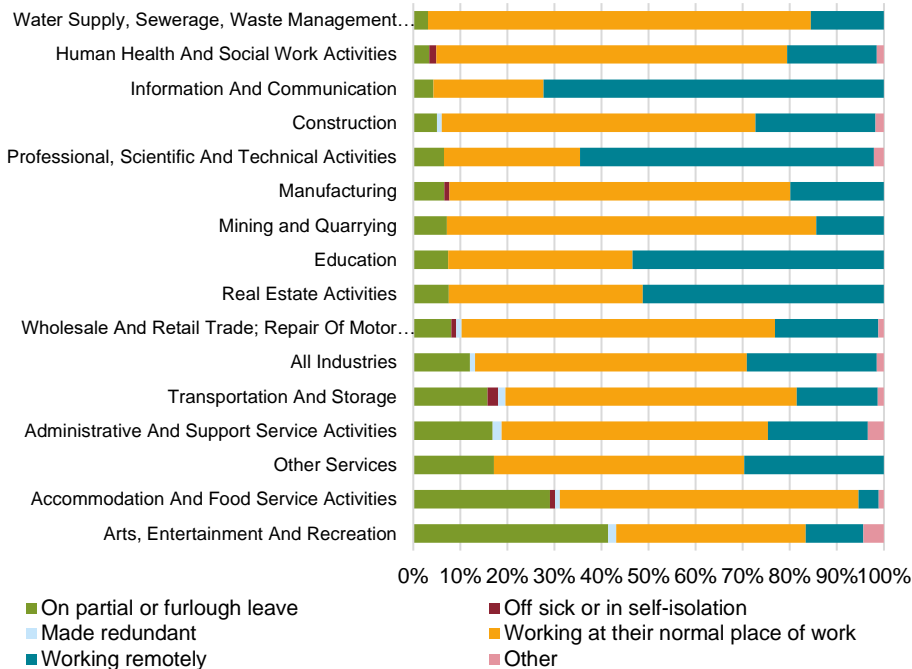
The arrows indicate the change against the previous year.

Please note - the effects of Covid-19 will not be seen in any metrics reporting before March 2020.

Covid-19

Business Impacts of Coronavirus Survey (BICS) furlough data

The ONS's BICS gives a snapshot picture of the effects of coronavirus on businesses in the UK, based on survey work spanning different industries and regions. The most recent release from September 24th reflects the period 24th August to 6th September.



- The chart to the left shows the proportions of UK employees in various working situations by major industry group. For most sectors, a majority of employees are working at their normal place of work, though ICT, Professional, Scientific & Technical Occupations, Education and Real estate activities all exhibited higher rates of remote working.

- Across all sectors rates of sickness and redundancy were low, but the Arts, entertainment & recreation and Accommodation & Food services sectors stand out for having proportions of workers on partial leave/furlough greater than 25%. These sectors therefore remain inhibited by social distancing restrictions, which poses concerns for when the furlough scheme is rolled back.

Tees Valley furlough estimates

- The table to the right multiplies national furlough/partial leave rates for each industry by Tees Valley job numbers to give a rough estimate of the number of jobs affected locally.
- In order of the most affected sectors, this gives an estimated total of 23,800 Tees Valley jobs on either full or partial leave between 24th August to 6th September.

Tees Valley estimates	On partial or furlough leave
Accommodation and food service activities	4,400
Administrative and support service activities	3,400
Wholesale and retail trade; repair of motor vehicles and motorcycles	3,200
Arts, entertainment and recreation	2,500
Transportation and storage	2,200
Education	1,800
Manufacturing	1,600
Human health and social work activities	1,500
All other sectors	3,200
Total	23,800

Other BICS snapshots (August 24th to September 6th)

- 31% of North East firms had seen turnover decreases of up to 20%, 18% had seen decreases of 20%-50%, and 5% had seen decreases greater than 50%, (turnover falls are compared to the same time last year).
- For the UK, accommodation & food services had the largest % of firms reporting greater than 50% falls in turnover at 40.1% of businesses.
- 11% of North East firms reported that operating costs exceeded turnover, lower than the UK rate of 13.5%
- 18.9% of UK arts, entertainment & recreation services businesses stated that costs were at least 50% greater than turnover.
- Less than 1% of North East firms have ceased trading either permanently or temporarily.
- 26.5% of North East firms witnessed decreases in footfall, compared to 23.7% for the UK.
- 68.5% of North East businesses reported that capital expenditure had either stopped or was lower than normal.
- 10% of North East firms received financial assistance from a bank or building society, compared to 9% for the UK.
- 30.6% of all North East business stated that their cash reserves would last less than 6 months.
- For the whole UK, the accommodation & food services and arts, entertainment & recreation sectors reported significant proportions of firms facing moderate to high risk of insolvency.

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/>