

**Tees Valley Monthly Economic Update – December 2022**

GDP per head £	2018	2019	2020		Last release	Next update
<b>TEES VALLEY</b>	23,287	24,180	23,206	▼	May 2022	May 2023
TV Index. UK = 100	71.2	71.6	72.2	▲		

GDP Quarterly Estimates*	Q3 2021	Q4 2021	Q1 2022		Last release	Next update
<b>NORTH EAST</b>	98.9	100.2	101.4	▲	Nov 2022	Feb 2023
<b>ENGLAND</b>	97.2	99.0	99.8	▲		

\*Chained volume index at basic prices, 2019 = 100

GVA per hour worked £	2018	2019	2020		Last release	Next update
<b>TEES VALLEY</b>	31.6	32.4	33.1	▲	Jul 2022	Jul 2023
TV Index. UK = 100	88.1	87.7	87.6	▼		

GVA per filled job £	2018	2019	2020		Last release	Next update
<b>TEES VALLEY</b>	49,219	49,681	49,807	▲	Jul 2022	Jul 2023
TV Index. UK = 100	86.3	85.9	85.8	▼		

Business Birth Rate*	2019	2020	2021		Last release	Next update
<b>TEES VALLEY</b>	12.9	11.5	13.3	▲	Nov 2022	Nov 2023
<b>UK</b>	12.6	11.5	12.4	▲		

\* % of active businesses

Businesses	2020	2021	2022		Last release	Next update
<b>TEES VALLEY – all businesses</b>	17,610	17,715	17,930	▲	Sep 2022	Sep/Oct 2023
Tees Valley - SMEs	17,520	17,620	17,840	▲		
Tees Valley Business Density*	63.7	63.9	64.6**	▲		

\* % of the UK business rate. \*\*Preliminary estimate based on 2020 Mid-year population estimate.

Goods exports £m	Year to Dec 21	Year to Mar 22	Year to Jun 22		Last release	Next update	
<b>NORTH EAST ENGLAND</b>	11,624	11,506	11,685	▲	Oct 2022	Jan 2023	
Exports:Imports Ratio* (NE   UK)	0.92	0.67	0.85	0.63			0.82

\*Exports divided by the number of imports

Employment Rate %	Year to Dec 21	Year to Mar 21	Year to Jun 22		Last release	Next update
<b>TEES VALLEY</b>	69.5	68.8	68.8	—	Oct 2022	Jan 2023
<b>UK</b>	74.7	75.1	75.4	▲		

\*Employment Rate of working age population, Tees Valley residents only (employment may or may not be in Tees Valley)

Alternative Claimant Count %	Jun 22	Jul 22	Aug 22		Last release	Next update
<b>TEES VALLEY</b>	4.4	4.3	4.3	—	Oct 2022	Jan 2023
<b>GB</b>	3.5	3.4	3.4	—		

NEETs 16-17 year olds %	2019/20	2020/21	2021/22		Last release	Next update
<b>TEES VALLEY</b>	4.2	5.0	4.7	▼	Dec 2022	TBC
<b>ENGLAND</b>	2.7	2.8	2.6	▼		

Number of Jobs*	Year to Dec 21	Year to Mar 21	Year to Jun 22		Last release	Next update	
<b>TEES VALLEY</b>	283,500	285,600	284,400	▼	Oct 2022	Jan 2023	
Jobs Densities (TV   UK)	0.69	0.76	0.69	0.77			0.69

\*Number of Jobs located within the Tees Valley (employees may or may not be Tees Valley residents)

High Skill Jobs*	Year to Dec 21	Year to Mar 21	Year to Jun 22		Last release	Next update	
<b>TEES VALLEY</b>	113,100	114,100	114,700	▲	Oct 2022	Jan 2023	
% of all jobs (TV   UK)	0.40	0.51	0.40	0.51			0.40

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

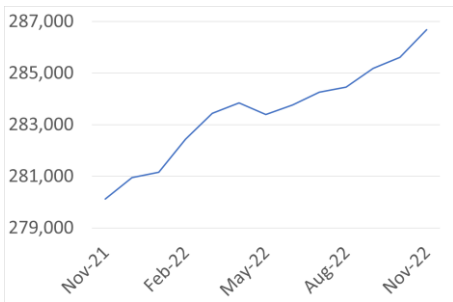
Median FT Weekly Earnings £	2020	2021	2022		Last release	Next update
<b>TEES VALLEY</b>	526.6	549.7	580.4	▲	Oct 2022	Oct 2023
TV Index. UK = 100	89.9	90.0	90.7	▲		

Working Age Pop Level 4+ %	2019	2020	2021		Last release	Next update
<b>TEES VALLEY</b>	29.6	33.2	33.4	▲	Apr 2022	Apr 2023
<b>GB</b>	40.3	43.2	43.6	▲		

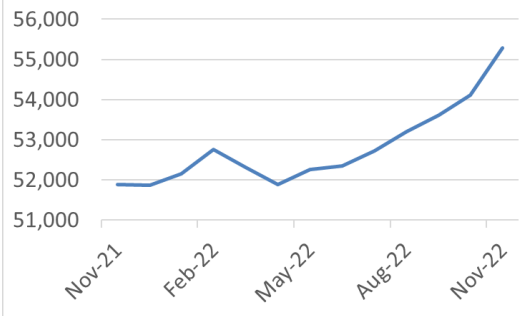
The arrows indicate the change against the previous period.

## COVID Recovery Monitor

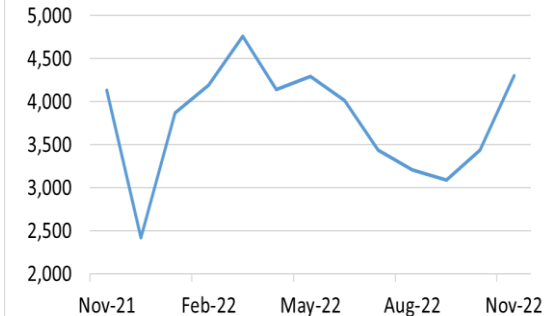
### Employment Updates – Tees Valley



In the year since Nov-21, the number of Tees Valley **payrolled employees** has increased by 6,558 to 286,681 in Nov-22.



Numbers on **Universal Credit - Out of Work** increased by 3,414 (up 6.6%) on the year. Numbers were up by 1,180 in November alone.

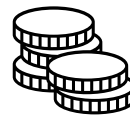
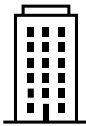


**Job Vacancies** increased by 862 in November. Additionally, they are now 165 above where they were one year ago.

### Business and Consumer Confidence

Energy prices was the most common expected business concern for January 2023, identified by 23.3% of North East firms. However, this was somewhat below the UK average of 25.3%. Inflation of goods and services prices was next with 21.4% of NE firms noting this, the second highest regional percentage. Just 7.3% of NE businesses had no concerns, the second lowest of all UK regions.

4.5% of North East businesses expect to make redundancies in the first quarter of 2023, marginally above the 4.3% of firms nationally.



The British Retail Consortium has forecast that following an exceptionally difficult 2022, there will be only very slow growth in UK retail sales in the first half of 2023. However, the second half of 2023 is expected to see a marked improvement in retail sales.

The UK GfK Consumer Confidence Index edged upwards for the third consecutive month in December. However, it remains at historically low levels and until inflation eases it is expected to remain subdued.

### Movement of People

The trend in North East regional road/traffic usage patterns drifted a little lower in the first two weeks of December, dropping below the 40,000 daily car journeys mark for the first time since the school holiday season of August 2022.

The latest Pret A Manger in-store transaction data for the week ending 15<sup>th</sup> December was impacted by the national train strikes. The Regional Towns index dropped to 76 whilst the Regional Stations index was 78% of pre-pandemic levels. The preceding week (w/e 8<sup>th</sup> Dec) had seen the Regional Stations index record its highest series index at 110 i.e. 10% higher than pre-pandemic transactions.

Teesside Airport passenger numbers in October (16,662) were down 23.9% on that for September 2022, which is a greater fall than the total reporting airport average change of -3.9% on last month.

For the 4 week period ending 4<sup>th</sup> December, cargo ship and tankers visits to Tees and Hartlepool ports decreased by 6.1% compared to the preceding four week period.



### Macro-Economic Headlines

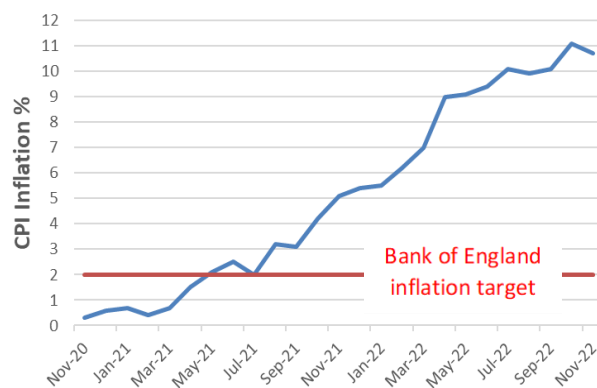
**75.6%**

UK Employment Rate for 3 months to October 2022

**0.3%**

UK GDP decreased 0.3% in the 3 months to Oct'22

### UK Consumer Prices Index (CPI)



- The Bank of England aims to keep CPI inflation within 1% either side of its 2% target.
- UK Inflation was 10.7% in November, down from 11.1% in October but up from 5.1% in November 2021.
- The UK employment rate of 75.6% for Aug-Oct was up 0.2% on the previous quarter but still 1.0% below pre-pandemic levels.
- UK GDP was 0.3% lower in the Aug-Oct quarter of 2022 when compared to the previous quarter. The Bank of England expects quarterly GDP to continue to contract until 2024.

#### Sources:

Employment Updates: ONS PAYE Data, DWP, Lightcast.

Business and Consumer Confidence: ONS BICS Survey, BRC and GfK Consumer Confidence Barometer.

Movement of People: ONS Traffic Data, Pret A Manger in-store transactions, CAA Flights and ONS Shipping Statistics

Macro-Economic Headlines: NOMIS and ONS