

**Tees Valley Monthly Economic Update – January 2023**

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

Goods exports £m	Year to Mar 22	Year to Jun 22	Year to Sep 22		Last release	Next update	
<b>NORTH EAST ENGLAND</b>	11,506	11,685	12,110	▲	Jan 2023	Apr 2023	
Exports:Imports Ratio* (NE   UK)	0.85	0.64	0.82	0.61			0.83

\*Exports divided by the number of imports

Employment Rate %	Year to Mar 22	Year to Jun 22	Year to Sep 22		Last release	Next update
<b>TEES VALLEY</b>	68.8	68.8	69.7	▲	Jan 2023	Apr 2023
<b>UK</b>	75.1	75.4	75.4	—		

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

Claimant Count %	Oct 22	Nov 22	Dec 22		Last release	Next update
<b>TEES VALLEY</b>	4.7	4.7	4.8	▲	Jan 2023	Feb 2023
<b>GB</b>	3.6	3.6	3.7	▲		

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 Mar 22	Year to Jun 22	Year to Sep 22		Last release	Next update	
<b>TEES VALLEY</b>	286,000	284,800	284,800	—	Jan 2023	Apr 2023	
Jobs Densities (TV   UK)	0.70	0.78	0.70	0.78			0.70

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

High Skill Jobs*	Year to Mar 22	Year to Jun 22	Year to Sep 22		Last release	Next update	
<b>TEES VALLEY</b>	111,500	111,600	112,000	▲	Jan 2023	Apr 2023	
% of all jobs (TV   UK)	0.39	0.50	0.39	0.50			0.39

\* 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	▲		

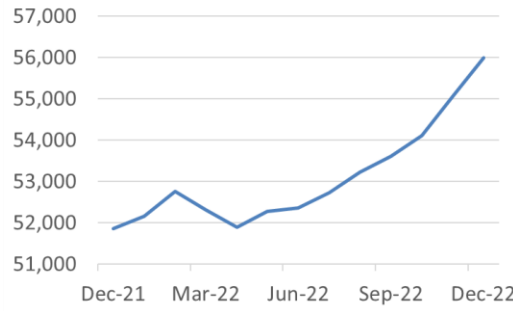
The arrows indicate the change against the previous period

## COVID Recovery Monitor

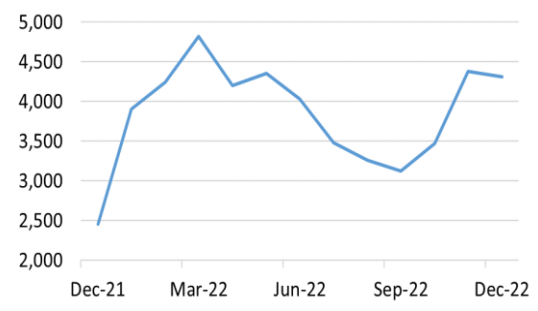
### Employment Updates – Tees Valley



In the year since Dec-21, the number of Tees Valley payroll employees has increased by 6,173 to 287,054 in Dec-22.



Numbers on **Universal Credit - Out of Work** increased by 4,125 (up 8.0%) on the year. Numbers have increased by 1,879 since October.



**Job Vacancies** decreased by 69 in December. However, they remain 1,855 above where they were one year ago.

### Business and Consumer Confidence

Energy prices was the most common expected business concern for February 2023, identified by 25.9% of North East firms, the second highest rate in England and up 2.6% on the month. Inflation of goods and services prices was next with 22.7% of NE firms noting this, the highest regional percentage and up 1.3% on the month. Just 7.5% of NE businesses had no concerns, the second lowest of all UK regions.

36.0% of North East businesses experienced difficulties recruiting employees in December. This rate was the second highest in England and well above the UK's 32.1%.

The British Retail Consortium report that retail sales volumes fell for the ninth consecutive month in December, falling 3.4% over 2022, the biggest annual drop on record. However, the second half of 2023 is expected to see a marked improvement in retail sales.

The UK GfK Consumer Confidence Index fell back in January after edging upwards for each of the three previous months. 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 picked up slowly in the first week of January following lower figures observed over the festive period. January is typically a month which records low levels of activity but by 8<sup>th</sup> January daily car journeys in the North East had recovered to 37,828, similar to the volumes observed last January.

Pret A Manger in-store transaction data for recent weeks has been impacted by national strikes and the cost of living crisis. In the w/e 19<sup>th</sup> January, the Regional Towns index was just 52% of pre-pandemic levels whilst the Regional Stations index was 86%.

Teesside Airport passenger numbers in November 2022 (11,241) were down 33% on that for October 2022. However, compared with November 2021, numbers were 62% higher.

For the 4 week period ending 19<sup>th</sup> January, cargo ship and tankers visits to Tees and Hartlepool ports decreased by 15% compared to the preceding four week period. This was largely due to reduced activity over the festive period.

### Macro-Economic Headlines

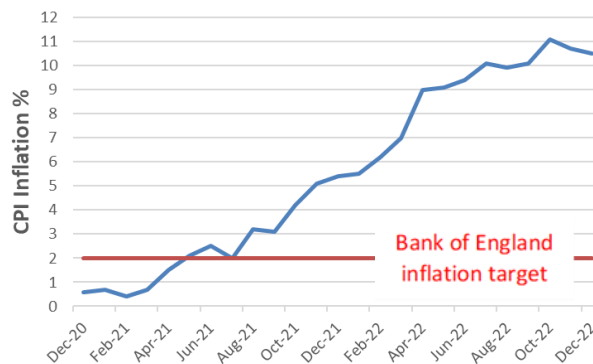
**75.6%**

UK Employment Rate for 3 months to November 2022

**0.3%**

UK GDP decreased 0.3% in the 3 months to Nov'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 10.5% in December, down from 10.7% in November but up from 5.4% in December 2021.
- The UK employment rate of 75.6% for Sep-Nov was unchanged on the previous quarter but still 1.0% below pre-pandemic levels.
- UK GDP was 0.3% lower in the Sep-Nov 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