TEES VALLEY COMBINED AUTHORITY | TEES VALLEY MAYOR

Tees Valley Monthly Economic Update – June 2022

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

GDP Quarterly Estimates*	Q1 2021	Q2 2021	Q3 2021		Last release	Next update
NORTH EAST	93.1	99.5	98.3	▼	May 2022	Aug 2022
ENGLAND	98.3	103.0	103.6	▲		

*Chained volume index at basic prices, 2016 = 100

GVA per hour worked £	2017	2018	2019		Last release	Next update
TEES VALLEY	30.6	30.9	31.0	▲	July 2021	TBC
TV Index. UK = 100	89.7	88.7	88.2	▼		

GVA per filled job £	2017	2018	2019		Last release	Next update
TEES VALLEY	48,184	48,787	49,165	▲	July 2021	TBC
TV Index. UK = 100	87.5	87.0	86.8	▼		

Business Birth Rate*	2018	2019	2020		Last release	Next update
TEES VALLEY	13.6	13.1	11.9	▼	Nov 2021	TBC
UK	12.7	13.0	11.9	▼		

* % of active businesses

Businesses	2019	2020	2021		Last release	Next update
TEES VALLEY – all businesses	17,765	17,610	17,715	▲	Oct 2021	Oct 2022
Tees Valley - SMEs	17,675	17,520	17,620	▲		
Tees Valley Business Density*	64.8	63.7	63.9	▲		

* % of the UK business rate

Goods exports £m	Year to Jun 21	Year to Sep 21	Year to Dec 21		Last release	Next update
NORTH EAST ENGLAND	12,456	12,262	11,627	▼	Apr 2022	Jul 2022
Exports:Imports Ratio* (NE | UK)	0.98 | 0.68	0.95 | 0.67	0.92 | 0.67	▼		

*Exports divided by the number of imports

Employment Rate %	Year to Jun 21	Year to Sep 21	Year to Dec 21		Last release	Next update
TEES VALLEY	70.2	69.8	69.4	▼	Apr 2022	Jul 2022
UK	74.3	74.5	74.7	▲		

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

Alternative Claimant Count %	Dec 21	Jan 22	Feb 22		Last release	Next update
TEES VALLEY	5.2	5.3	5.3	▬	Apr 2022	Jul 2022
GB	4.1	4.1	4.2	▲		

NEETs 16-17 year olds %	2018/19	2019/20	2020/21		Last release	Next update
TEES VALLEY	3.9	4.1	4.9	▲	Aug 2021	Aug 2022
ENGLAND	2.6	2.7	2.8	▲		

Number of Jobs*	Year to Jun 21	Year to Sep 21	Year to Dec 21		Last release	Next update
TEES VALLEY	271,900	270,600	273,800	▲	Apr 2022	Jul 2022
Jobs Densities (TV | UK)	0.66 | 0.73	0.66 | 0.73	0.66 | 0.73	▬		

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

High Skill Jobs*	Year to Jun 21	Year to Sep 21	Year to Dec 21		Last release	Next update
TEES VALLEY	112,100	110,700	111,100	▲	Apr 2022	Jul 2022
% of all jobs (TV | UK)	0.41 | 0.52	0.41 | 0.52	0.41 | 0.52	▬		

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

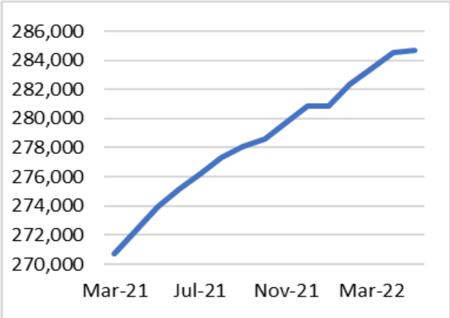
Median FT Weekly Earnings £	2019	2020	2021		Last release	Next update
TEES VALLEY	537.5	526.6	549.5	▲	Oct 2021	Oct 2022
TV Index. UK = 100	91.8	89.9	90.0	▲		

Working Age Pop Level 4+ %	2019	2020	2021		Last release	Next update
TEES VALLEY	29.6	33.2	33.3	▲	Apr 2022	Apr 2023
GB	40.3	43.1	43.5	▲		

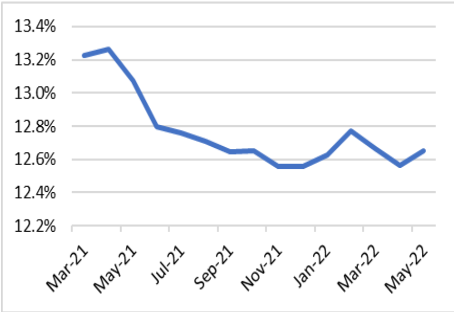
The arrows indicate the change against the previous period.

COVID Recovery Monitor

Employment Updates



In the year since May-21, the number of Tees Valley **payrolled employees** has increased by 10,751 to 284,705 in May-22



Over the same period, those on **Universal Credit Out of Work Total** has fallen from 13.1% to 12.7%.

Job Vacancies decreased by 3.2% in May 2022 from the previous month. They have fallen back below the highs seen in August 2021 by 11.9% but are still 65.7% above the lows seen in December 2021.

Business and Consumer Confidence

The main concern remains inflation for 34.6% of North East business, with a further 19.8% being mainly concerned with rising energy prices.

41.9% of North East businesses have been experiencing a shortage of workers in June; compared to 37.6% in the previous month. This is having a knock on affect to their ability to trade with 39.4% of these businesses unable to meet demands, up from 38.3% in the previous month.

UK Consumer spending in May was up 9.3% compared to the same period in 2021. The latest month saw the continued impact by rising energy prices, with people spending 34.5% more on average on Utilities compared to the same period last year.

June's UK GfK Consumer Confidence Index fell by a single point to –41, due to fears from prices rising faster than wages, the prospect of strikes and spiralling inflation. This is the second consecutive month of a new record low being set and the overall index is down from recent highs of -7 seen in July 2021.

Movement of People

Regionally Road/Traffic usage has risen 34.9% month on month in June. This increase may be tied to a shift towards the summer months as well as more workers returning to the workplace.

Google Mobility Data shows that retail and recreation footfall is down around 10% from pre-pandemic levels, whilst supermarket footfall is up 13%. This is likely due to the rise in the cost of living resulting in individuals and families prioritising necessities. Additionally, public transport footfall is still down 21%.

Teesside Airport passenger numbers in May (17,836) were up 25.5% on that for April 2022. The increase in passenger numbers during May can be linked to the easing in COVID measures as well as seasonal variations due to an increase in flights during the runup to the summer months.

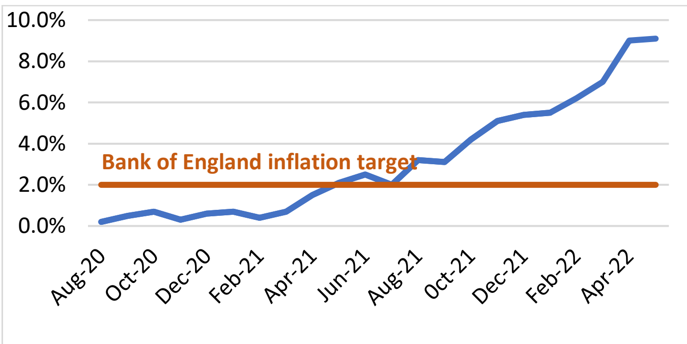
Cargo ship and tankers visiting Tees and Hartlepool ports decreased by 16.4% in May month on month. This goes against the national trend of a continued increase following the drop seen in February, potentially due to the industry coming to terms with the increasing fuel costs and supply chain issues.

Macro-Economic Headlines

75.6%
UK Employment Rate for 3 months to Apr 2022

0.8%
UK GDP increased 0.8% in 2022 Q1

UK Consumer Prices Index (CPI) Inflation



- The Bank of England aims to keep CPI inflation within 1% either side of its 2% target.
- UK Inflation climbed to 9.1% in May, up from 9.0% in April 2022 and up from 2.1% in May 2021.
- The continued high level of inflation is primarily due to large upward contributions from housing and household services (i.e., energy costs) as well as transport (i.e., motor fuels and second-hand cars).

Sources:
Employment Updates: ONS PAYE Data, DWP, Burning Glass: Labour Insights.
Business and Consumer Confidence: ONS BICS Survey, Barclay's Consumer Spending Report and GfK Consumer Confidence Barometer.
Movement of People: ONS Traffic Data, Google Mobility, CAA Flights and ONS Shipping Statistics
Macro-Economic Headlines: NOMIS and ONS