

**Tees Valley Monthly Economic Update – September 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*	Q2 2021	Q3 2021	Q4 2021		Last release	Next update
<b>NORTH EAST</b>	99.4	100.5	101.1	▲	Aug 2022	Nov 2022
<b>ENGLAND</b>	98.3	99.1	100.5	▲		

\*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*	2018	2019	2020		Last release	Next update
<b>TEES VALLEY</b>	13.6	13.1	11.9	▼	Nov 2021	Nov 2022
<b>UK</b>	12.7	13.0	11.9	▼		

\* % 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 Sep 21	Year to Dec 21	Year to Jan 22		Last release	Next update	
<b>NORTH EAST ENGLAND</b>	12,259	11,624	11,506	▼	Jul 2022	Oct 2022	
Exports:Imports Ratio* (NE   UK)	0.95	0.67	0.92	0.67			0.85

\*Exports divided by the number of imports

Employment Rate %	Year to Sep 21	Year to Dec 21	Year to Mar 22		Last release	Next update
<b>TEES VALLEY</b>	69.9	69.5	68.8	▼	Aug 2022	Oct 2022
<b>UK</b>	74.5	74.7	75.1	▲		

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

Alternative Claimant Count %	Mar 22	Apr 22	May 22		Last release	Next update
<b>TEES VALLEY</b>	4.9	4.7	4.6	▼	Jul 2022	Oct 2022
<b>GB</b>	4.0	3.8	3.8	▼		

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

Number of Jobs*	Year to Sep 21	Year to Dec 21	Year to Mar 22		Last release	Next update	
<b>TEES VALLEY</b>	271,900	274,900	276,900	▲	Aug 2022	Oct 2022	
Jobs Densities (TV   UK)	0.66	0.73	0.67	0.73			0.67

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

High Skill Jobs*	Year to Sep 21	Year to Dec 21	Year to Mar 22		Last release	Next update	
<b>TEES VALLEY</b>	111,000	111,400	111,500	▲	Aug 2022	Oct 2022	
% of all jobs (TV   UK)	0.41	0.52	0.41	0.52			0.40

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

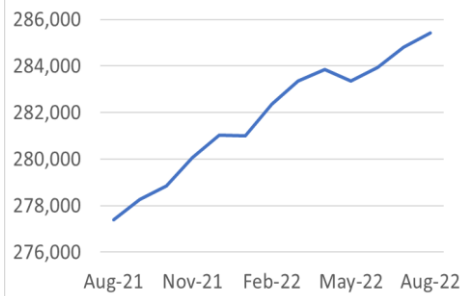
Median FT Weekly Earnings £	2019	2020	2021		Last release	Next update
<b>TEES VALLEY</b>	537.5	526.6	549.5	▲	Oct 2021	Oct 2022
TV Index. UK = 100	91.8	89.9	90.0	▲		

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

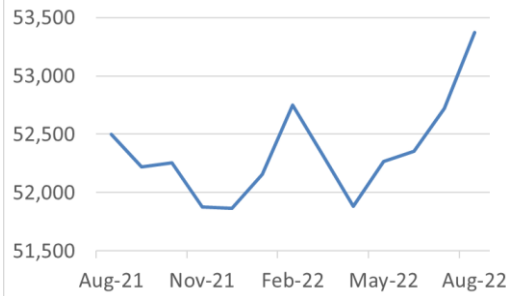
The arrows indicate the change against the previous period.

## COVID Recovery Monitor

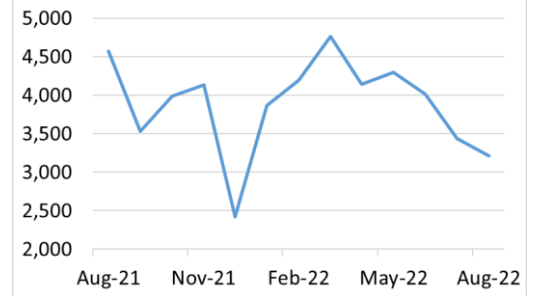
### Employment Updates – Tees Valley



In the year since Aug-21, the number of Tees Valley **payrolled employees** has increased by 8,025 to 285,411 in Aug-22.



Numbers on **Universal Credit - Out of Work** increased by 772 on the year. Numbers are up by 1,488 since the recent low in April.

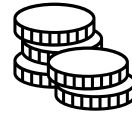


**Job Vacancies** are down by 1,548 since the recent peak in March. In addition, they are 1,365 below where they were one year ago.

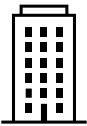
### Business and Consumer Confidence



In terms of the impact of inflation and higher prices, 60.0% of North East businesses have had to absorb the price increases themselves, with 35.3% passing them on to consumers. Because of the price rises, 2.4% of North East firms have had to make redundancies – the second highest regional rate in the UK.



UK retail spend fell by 1.0% in August 2022 as compared to August 2021. However, there was a rise of 4.4% in the number of transactions over this time with consumers cutting down on luxuries and turning to own-brand products.



Looking forward, 4.2% of North East businesses are expecting to close one or more business sites in the coming quarter – the highest regional rate in the country and well the UK average of 1.6%.



September's UK GfK Consumer Confidence Index fell five points to a new historic low of -49. Consumers are buckling under the pressure of the UK's growing cost-of-living crisis driven by rapidly rising food prices, domestic fuel bills and mortgage payments.

### Movement of People



Regionally Road/Traffic usage was generally stable through September. However, two days saw large fluctuations with the 20<sup>th</sup> (the Queen's State Funeral Bank Holiday) seeing a sharp spike in traffic. The previous day, Sunday 19<sup>th</sup>, recorded a very low volume.



Teesside Airport passenger numbers in August (23,358) were up 8.0% on that for July 2022, which is above the national change of -5.4% on last month. This increase in passenger number can be linked to seasonal variations to an increase in flights as well as the rise in international travel following the pandemic.



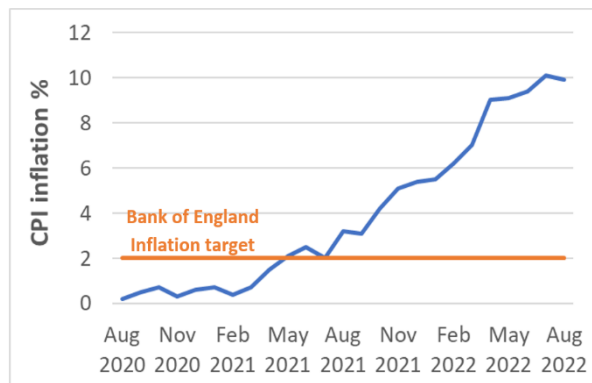
Google Mobility Data for the middle of August shows that retail and recreation footfall is still down around 8% from pre-pandemic levels. Workplace footfall is down 28% with school summer holidays contributing to this low rate.



For the 4 week period ending 25<sup>th</sup> September, cargo ship and tankers visits to Tees and Hartlepool ports decreased by 5.3% compared to the preceding four week period.

### Macro-Economic Headlines

#### 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 9.9% in August, down from 10.1% in July but up sharply on the year from 3.2% in August 2021.
- The high level of inflation is primarily due to large upward contributions from household energy, petrol & diesel and food & non-alcoholic beverages.
- The UK employment rate decreased by 0.2% on the previous quarter and is still 1.1% below pre-pandemic levels.

**75.4%**

UK Employment Rate for 3 months to July 2022

**0.2%**

UK GDP increased 0.2% in 2022 Q2

#### Sources:

Employment Updates: ONS PAYE Data, DWP, Lightcast.

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