Briefing on the latest HMRC Official Statistics on the Self-Employment Income Support Scheme (SEISS)

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Background and context

In response to the coronavirus (COVID-19) pandemic the Government introduced two significant employment and income support schemes:

- 1. Coronavirus Job Retention Scheme (CJRS) for employees (PAYE)
- 2. <u>Self-Employment Income Support Scheme (SEISS)</u> for the self-employed

Five SEISS grants have been announced so far – the following slide presents further information on each; previous GLAE briefings can also be found on our COVID-19 labour market analysis <u>page</u>.

The data in this briefing covers claims for the **fifth SEISS grant** up to 15 September 2021. The claims window for the fifth grant opened on 29 July 2021 and closed on 30 September 2021.

The data is based on Experimental Official Statistics produced by HM Revenue and Customs (HMRC).

Self-Employment Income Support Scheme (SEISS) Grants

Grant	Details
First SEISS grant: 3 May 2020 to 13 July 2020	80% of average monthly trading profits, paid out in a single instalment covering 3 months' worth of profits, and capped at £7,500 in total.
Second SEISS grant: 17 Aug 2020 to 19 Oct 2020	70% of average monthly trading profits, paid out in a single instalment covering 3 months' worth of profits, and capped at £6,570 total.
Third SEISS grant: 30 Nov 2020 to 29 Jan 2021	80% of their average monthly trading profits, paid out in two instalments covering 3 months' worth of profits, and capped at £7,500 in total.
Fourth SEISS grant: 22 Apr 2021 to 1 June 2021	80% of average monthly trading profits, paid out in a single instalment covering 3 months' worth of profits, and capped at £7,500 in total.
Fifth SEISS grant: 29 Jul 2021 to 30 Sept 2021	80% of 3 months' average trading profits, capped at £7,500, for those with a turnover reduction of 30% or more.
	30% of 3 months' average trading profits, capped at £2,850, for those with a turnover reduction of less than 30%.

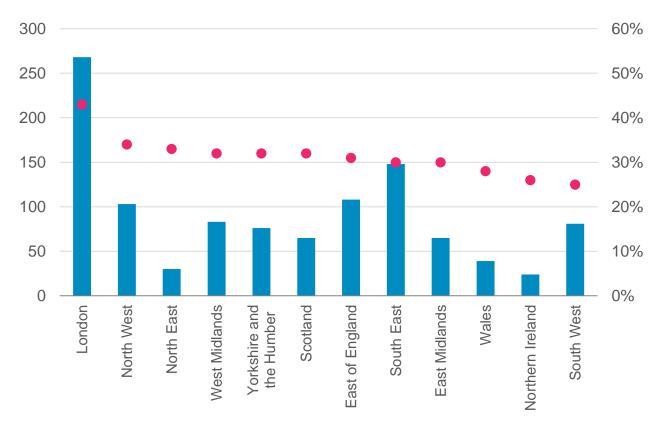
To date London has the highest number and take up of fifth grant SEISS claims in the UK

By 15 September 2021:

- There had been 268,000 claims for the fifth SEISS grant in London. This was more than in any other UK region or country and accounted for 25% of all claims in the UK.
- With 43% of potentially eligible individuals having claimed for the fifth grant, London also recorded the highest take-up rate among UK regions/countries (see chart).
- By comparison, there had been a total of 1.1 million claims across the UK, with an overall takeup rate of 33%.
- In London, 77% of claims for the fifth SEISS grant were made by male claimants (207,000) a higher share than in any other region or country (72% in the UK overall).

SEISS claims (000s, LHS) and take-up rates (%, RHS)

Claims for the fifth grant made to 15 Sept. 2021, by UK region/country



In-line with the national picture, London's take-up rate for the fifth SEISS grant has been lower than in previous rounds so far

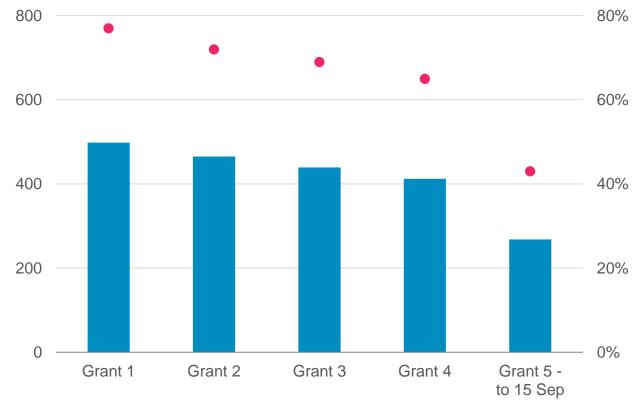
The latest data only covers claims for the fifth SEISS grant up until 15 September 2021. The claims window closed on 30 September 2021 and the figures presented for the fifth grant are not final.

By 15 September 2021:

- The number of SEISS claims in London was 268,000 for the fifth grant. This compares to a final total of 412,000 claims for the fourth grant.
- London's take-up rate for the fifth SEISS grant was 43%, whereas the final take-up rate for the fourth grant was 65%.
- The UK take-up rate for the fifth grant is similarly low in the latest data at 33% compared to a final take-up rate of 58% for the fourth grant.
- The total value of fifth grant claims in London so far is £617 million with an average value of £2,300 (inline with the UK average).*

SEISS claims (000s, LHS) and take-up rates (%, RHS)

London, grants 1 to 5 (claims made to 15 September 2021)



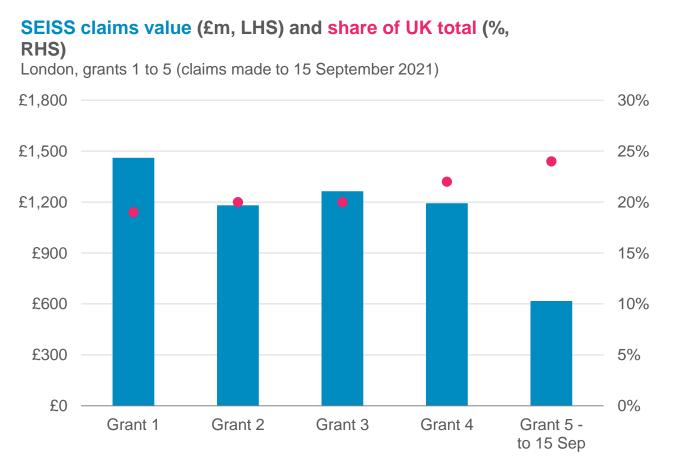
^{*}This is down from an average claim value of £2,900 for the fourth SEISS grant (£2,800 for the UK on average). The fifth SEISS grant has a lower average claim due to some claimants receiving a 30% lower grant instead of the 80% higher grant



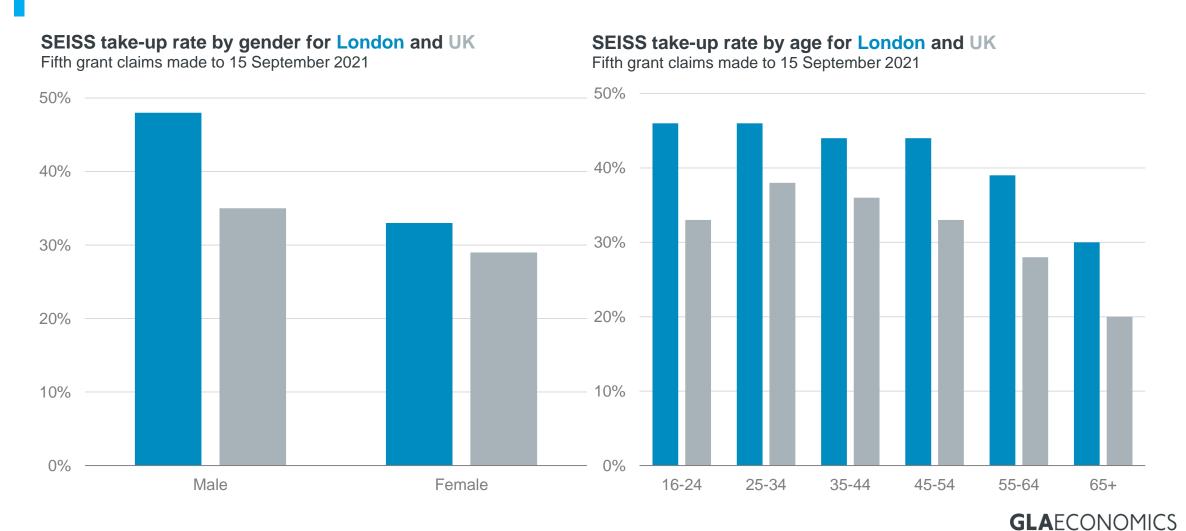
The value of claims made by Londoners is lower than for other grants so far, but London's share of the UK total has increased

By 15 September 2021:

- The total value of claims for the fifth SEISS grant in London was £576 million, or 48%, lower than the final value of claims for the fourth grant.
- For the UK as a whole, the total value of claims for the fifth grant was £3.0 billion, or 55%, lower than the final value of claims for fourth grant.
- London's share of the total value of claims in the UK has been increasing between grant rounds – from 19% in the first grant to 25% in the fifth grant (so far).

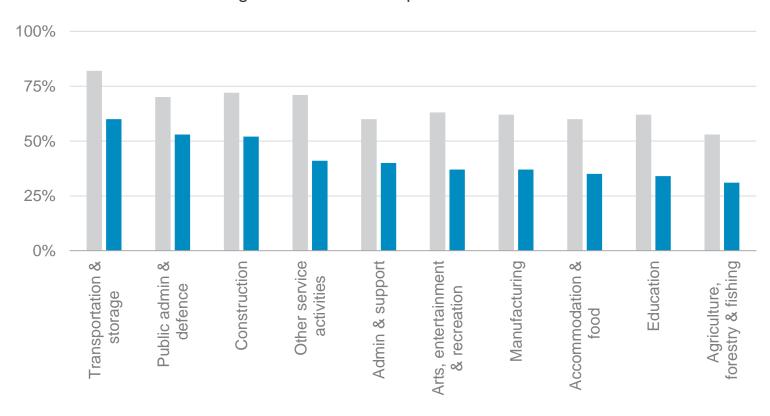


Take-up rates of the fifth SEISS grant in London remain higher than the UK average across genders and age groups



The transport and storage sector had the highest take-up rate for the latest SEISS round

London SEISS take-up rates for top 10 sectors for Grant 4 and Grant 5 Claims for the fifth SEISS grant made to 15 September 2021



For fifth SEISS grant claims in London made to 15 September 2021:

- Transport & storage had the highest take-up rate (60%).
- This was followed by public administration (53%) and construction (52%).

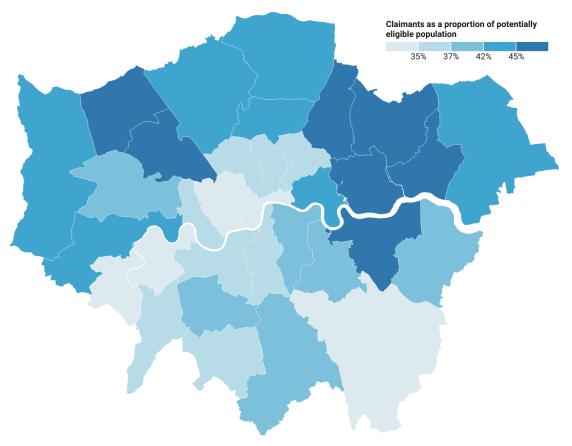
These are similar to the sectors with the highest final take-up rates in the fourth SEISS grant:

- Transport & storage likewise had the highest take-up rate at 82%.
- This was followed by construction (72%), other service activities (71%) and public administration (70%).

Newham remains the local authority with the highest take-up rate for the fifth round of SEISS

Fifth round SEISS grant claims by London authority

Claims as a proportion of the potentially eligible population

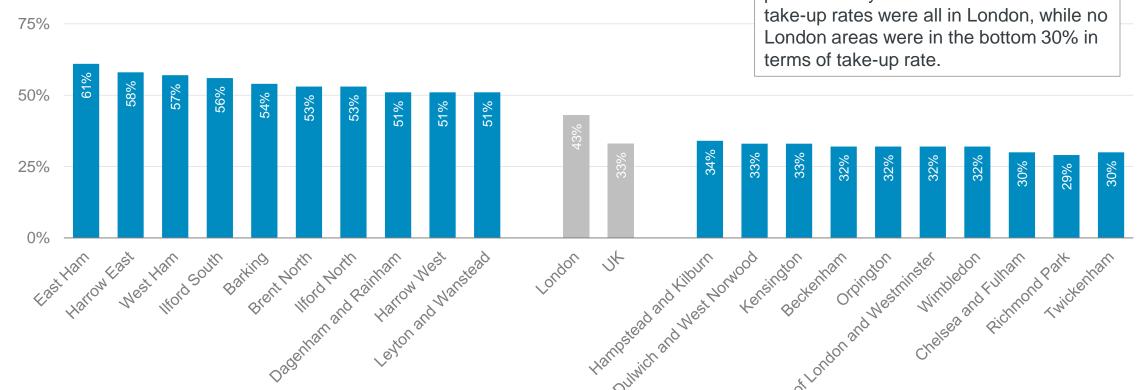


By 15 September 2021:

- With a 59% take-up rate, Newham remained the London authority with the highest take-up rate to date (21,600 claims).
- This was followed by Barking (11,600 claims) and Harrow (14,700 claims), with take-up rates of 54%.
 Excluding City of London, Richmond upon Thames had the lowest take-up rate of 29% (2,900 claims).
- Newham also had the highest number of claims, followed by Brent (16,000) and Waltham Forest (15,400). Excluding City of London, Kensington and Chelsea had the lowest number of claims (2,100).

By parliamentary constituency, East Ham has the highest fifth SEISS grant take up rate in the UK, with the top 10 areas all in London





For the fifth SEISS grant, the top 10 UK

parliamentary constituencies in terms of

Notes on the data

The briefing covers the number of individuals claimants for the fifth SEISS grant up to 15 September 2021.

- It is based on Experimental Official Statistics produced from HM Revenue & Customs' (HMRC) system for administering the scheme.
- This is combined with additional data from HMRC's Self Assessment system and other HMRC administrative systems.
- Because these statistics draw on administrative data, they provide a more comprehensive picture of the SEISS than other existing forms of data (i.e. surveys).
- Take-up rates are calculated as a proportion of all those who are eligible based on their PAYE and Self-employment tax returns information.
- The SEISS is a grant paid directly to those who are eligible. This differs from the CJRS, paid weekly depending on an employee's furlough status.