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

This briefing covers the fourth SEISS grants.

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

Note – 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.

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: 1 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: 1 Feb 2021 to 30 Apr 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: May 2021 to 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%.

^{*}Note: exact dates to be announced in early July with applications for the fifth grant due to open in late July.

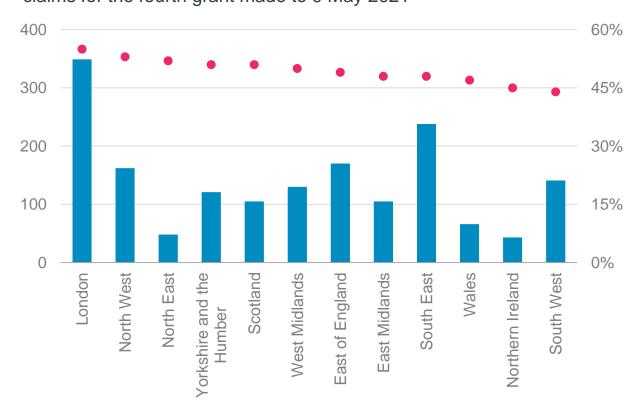


Almost 350,000 individuals in London claimed for the fourth SEISS grant – at 55%, this is the highest take-up rate in the UK

By 9 May 2021:

- There had been total of 349,000 claims for the fourth SEISS grant in London, more than in any other UK region or country.
- At 55% of the eligible population, London also recorded the highest take-up rate among UK regions/countries.
- By comparison, there had been a total of 1.68 million claims across the UK with an average takeup rate of 50%.
- In London, around three-quarters of claimants for the fourth SEISS grant were male (263,100) and only a quarter were female (85,600).

SEISS claims (000s, LHS) and take-up rates (%, RHS) claims for the fourth grant made to 9 May 2021



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

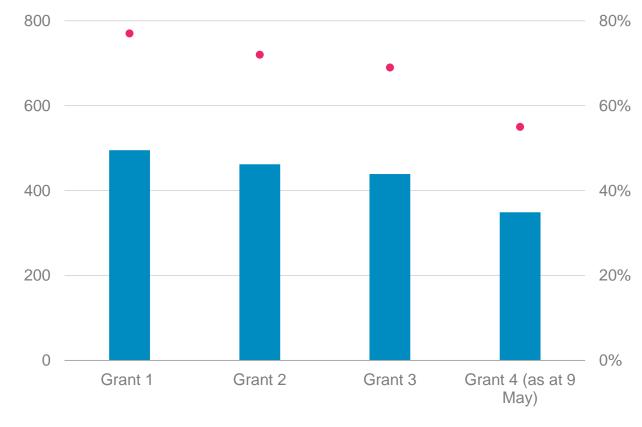
The total number of SEISS claims in the capital fell by 26% between the third grant and the fourth grant.

By 9 May 2021:

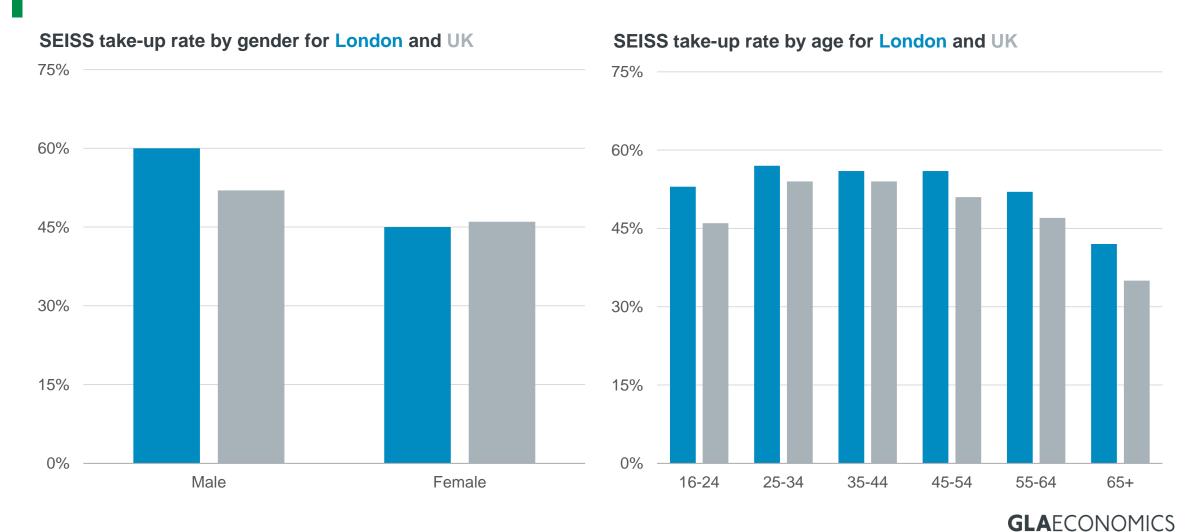
- London's take-up rate for the fourth grant (55%) was 14 percentage points lower than for the third grant and 17 percentage points lower than for the second.
- The UK take-up rate has followed similar trends (with take-up 15 percentage points lower than for the third grant and 19 percentage points lower than for the second).
- The total value of fourth grant claims in London was £1.02 billion with an average value of £2,900 (compared to a UK average of £2,800).

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

London, grants 1 to 4 (claims made to 9 May 2021)

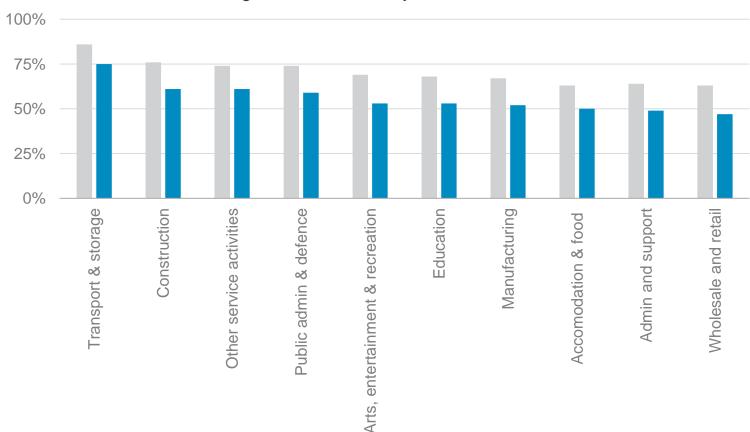


Take-up of the fourth SEISS grant has been relatively high among male Londoners and those aged 16-24 and 65+



The transport and storage sector continued to record the highest take-up rate for the latest SEISS round

London SEISS take-up rates for top 10 sectors for Grant 3 and Grant 4 claims for the fourth SEISS grant made to 9 May 2021



For the fourth SEISS grant in London:

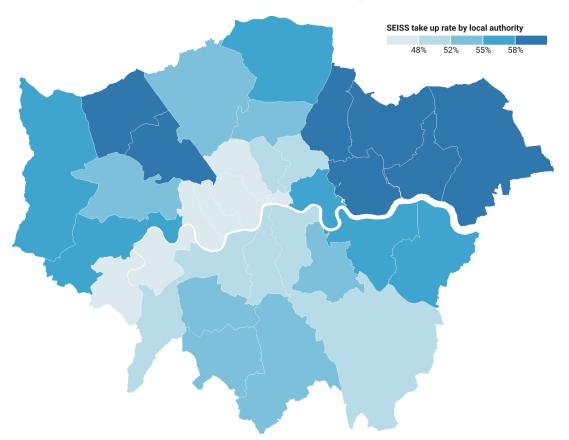
- Transport & storage had the highest take-up rate (75%).
- This was followed by Construction (61%) and Other services (61%).

Compared with the third SEISS grant:

- Arts & entertainment, Wholesale & retail, Heath & social work and Real estate activities saw the largest declines in take-up in the fourth round (each down by 16 percentage points).
- All sectors saw a decline, although Transport & storage (11pp), Information & communications (12pp) recorded the lowest decline in percentage points.

Newham remains the local authority with the highest take-up rate for the fourth round of grants, followed by Harrow

Fourth round SEISS grant claims by London authority claims as a proportion of the potentially eligible population

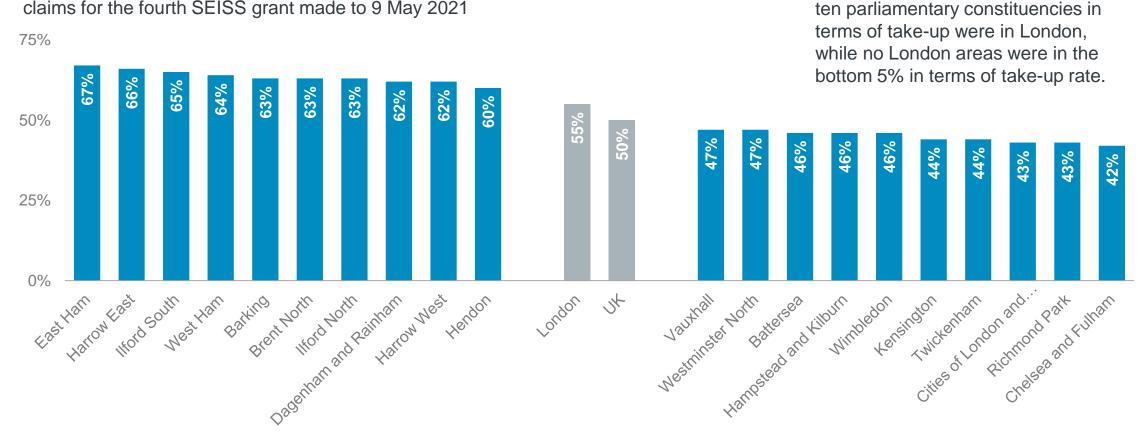


By 9 May 2021:

- At 65% of the eligible population, Newham remained the London authority with the highest take-up for the fourth SEISS grant (24,800 claims).
- This was followed by Harrow with a 64% take-up rate (17,900 claims) and Redbridge and Barking & Dagenham, both with a take-up rates of 63% (18,100 and 13,900 claims respectively).
- Excluding City of London, Kensington and Chelsea and Richmond upon Thames had the joint-lowest take-up rates of 43% (2,800 and 4,300 claims respectively). This was followed by Westminster with a 46% take-up rate (4,100 claims).

By parliamentary constituency, seven of top ten areas with the highest SEISS take-up rates across the UK are in London

Top and bottom 10 SEISS take-up rates by London parliamentary constituency claims for the fourth SEISS grant made to 9 May 2021





Across the UK, seven out of the top

Notes on the data

The briefing covers the number of individuals claimants for the fourth SEISS grant up to 9 May 2021.

- It is based on Experimental 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.