GLAINTELLIGENCE UNIT

Unemployment in London

Intelligence Update 10-2012

Two years after the UK recession ended in the final quarter of 2009, came a decrease in GDP in the final quarter of 2011 and the first quarter of 2012, signifying an official "double dip" recession. This *Update* looks at key labour market indicators since the beginning of the recession period in 2008. It presents the latest national and London figures of those claiming Jobseekers' Allowance (JSA), known as the claimant count, and also shows the official unemployment measure: the International Labour Organisation (ILO) definition, which is derived from the Labour Force Survey. It gives some detail on the geography and characteristics of those looking for work. In addition, it gives figures for employment levels.

Key findings

- The latest official unemployment estimate is 10.1 per cent for London (Jan-Mar 2012).
- For the UK as a whole, there were 170,000 more people unemployed and actively seeking work in the UK than a year earlier. A quarter of this overall increase (42,000) was in London.
- Around 231,000 Londoners, one in sixteen of the workforce, were claiming unemployment benefit in April 2012.
- The proportion of the working-age population claiming Jobseekers' Allowance is slightly higher in London than Great Britain as a whole at 6.0 per cent compared with 5.6 per cent.
- Young adults are more than twice as likely to be unemployed.
- There has been little change in the claimant count among 25-44 year olds Londoners over the last year.
- Half of all existing claimants of Jobseeker's Allowance in London have been unemployed for less than 6 months.
- However, one in four Londoners claiming Jobseekers' Allowance has been unemployed for over a year.
- Hackney and Tower Hamlets had the highest claimant count rates (over 10 per cent), while Richmond, Kingston and the City had the lowest (below 3 per cent).
- There are more than 3.8 million London residents in paid work, equivalent to just over two thirds of all residents in the main working ages (aged 16-64)

The claimant count totalled 1.55 million people in Great Britain in April 2012. While this is nearly 100,000 more than one year ago, it has fallen over 65,000 in the last two months. February had the highest level since the beginning of the recession in 2008, with 5.9 per cent of the total workforce seeking work, but this is back down to 5.6 per cent according to the latest figures. London has also seen a rise and fall in the claimant count over the last year following the same pattern, but on a much smaller scale. While the percentage of the workforce claiming Jobseeker's Allowance is a little higher than the national rate, at 6.0 per cent, it increased to just 6.2 per cent in February, and the overall change since April last year is an increase of less than 6,000 claimants, of which 1,000 was in Inner London, where the rate stands at 7.0 per cent and the remainder in Outer London, where the rate is below the national average, at 5.4 per cent. The current levels are also very similar to those for two years ago for all these areas. In contrast, the official unemployment estimates¹ for London have risen so that the latest figures for London are more than 10 per cent higher than two years earlier, so that the figure is now 10.1 per cent of the workforce. If this follows the same pattern as the claimant count it will fall, as the figures represent the time period of the peak in the claimant count.

Overall, London had a headline unemployment rate² for the quarter Jan-Mar 2012 of 10.1 per cent, the second highest below only the North East, and 1.9 percentage points higher than the GB rate (See Table 1). Regionally, there was a mixed picture of changes in unemployment levels over the last year, with decreases in three English regions and Northern Ireland offsetting increases in other areas, particularly the North East, North West, London and Wales.

Table 1 Unemployment for the regions and the UK, Jan – Mar 2012

(seasonally adjusted)	Unemplo	yment	Change on	year ago
	No (000s)	Rate (%)	No (000s)	Rate (%)
North East	148	11.5	18	1.1
North West	329	9.6	64	1.8
Yorkshire & the Humber	241	9.0	-4	-0.2
East Midlands	182	7.8	5	0.2
West Midlands	228	8.5	-27	-1.0
East	207	6.7	20	0.6
London	426	10.1	42	1.0
South East	279	6.2	24	0.5
South West	175	6.5	-1	-0.1
England	2,215	8.3	141	0.5
Wales	132	9.0	20	1.3
Scotland	221	8.2	13	0.4
Great Britain	2,568	8.3	174	0.5
Northern Ireland	57	6.7	-4	-0.5
United Kingdom	2,625	8.2	170	0.5

Source: Labour Force Survey

Notes:

Unemployment rates are calculated as a percentage of the total economically active aged 16+.

Change rates are calculated as a percentage of the total economically active aged 16+.

In total, there were 170,000 more people unemployed and actively seeking work in the UK than a year earlier. A quarter of this overall increase (42,000) was in London, with a rate of change double the national average.

Chart 1 illustrates clearly the much lower rates for London's neighbouring regions, the East of England and the South East, as well as the higher rates for most regions compared with the previous year. To some extent, the changes were rebalancing previous changes where unemployment in the West Midlands had increased more than other regions, while London had seen a relatively low rate of growth in its unemployment rate.

¹ ILO unemployment estimates derived from the Labour Force Survey January-March quarter.

² Expressed as a percentage of all economically active population aged 16 or over.

14.0
10.0
8.0
6.0
4.0
2.0
0.0

Jan-Mar 2012

Jan-Mar 2012

Jan-Mar 2012

Jan-Mar 2012

Jan-Mar 2012

Chart 1 Percentage unemployed by region, Jan-Mar 2011 and 2012 (seasonally adjusted)

Source: Labour Force Survey

While unemployment is a key labour market indicator, a fuller picture can be gained by looking at other indicators also. Table 2 gives employment figures for the same quarter and shows that there are more than 3.8 million London residents in paid work, equivalent to just over two thirds of all residents in the main working ages (aged 16-64). This is a decrease of slightly more than the increase in unemployment levels over the last year. The overall employment rate in London is below average for the UK, and indeed the North East is the only region with a lower rate, though its employment has increased over the last year.

Table 2 Employment and Economic Inactivity for the regions and the UK, Jan-Mar 2012

(seasonally adjusted)

		Employ	yment		Economic I	nactivity	
	Jan-Mar 20	012	Change	on year	Jan-Mar 2012		
	Total	Rate	Total	Rate	Total	Rate	
	(000s)	(%)	(000s)	(%)	(000s)	(%)	
North East	1,143	66.6	21	1.2	411	24.6	
North West	3,087	68.0	-54	-0.8	1,088	24.6	
Yorkshire and The Humber	2,430	69.0	7	0.2	825	24.0	
East Midlands	2,138	72.1	3	0.3	623	21.7	
West Midlands	2,443	68.8	25	0.9	848	24.7	
East of England	2,867	74.9	28	0.3	721	19.6	
London	3,811	67.2	-43	-1.6	1,396	25.2	
South East	4,191	74.9	-6	-0.2	1,081	20.0	
South West	2,500	73.1	2	-0.3	709	21.7	
England	24,610	70.7	-17	-0.2	7,702	22.8	
Wales	1,341	68.1	-6	-0.4	473	25.0	
Scotland	2,482	71.2	0	0.0	758	22.3	
Great Britain	28,433	70.6	-22	-0.2	8,933	22.9	
Northern Ireland	801	67.6	15	0.7	317	27.4	
United Kingdom	29,233	70.5	-7	-0.2	9,250	23.0	

Source: Labour Force Survey, Labour Market Statistics

Notes: Employment levels are quoted for all people aged 16 and over.

Economic inactivity level and both employment and economic inactivity rates are calculated as a percentage of the population aged 16-64.

Change rates are calculated as a percentage of the population aged 16-64.

The employed and unemployed residents together make up the economically active population. The remainder are termed economically inactive, though they too may have income and will have expenditure. A large proportion of the economically inactive population are either below or above the main working ages, but almost 1.4 million Londoners aged 16-64 are economically inactive (including students who are not also working). This is over one in four of all residents in this age group, a higher proportion than in any other region of the UK. In most regions, the number of economically inactive residents decreased over the last year, and indeed the UK figure fell by 73,000. In contrast, there were 65,000 more economically inactive Londoners than a year earlier. The increase in the working age population of London is therefore almost entirely within the economically inactive population.

As well as the totals and rates, the data can give information about the characteristics of unemployed people. According to the latest quarter's data for London, men in the workforce were more likely to be unemployed than women, reflecting the national picture. However, there is no consistent picture on how the rates for men and women have changed between London and the UK, or since the last quarter and over the last year (See Table 3).

Table 3 Change in ILO unemployed in London by gender (seasonally adjusted)

	Jan-Mar	2012	Change on prev	vious quarter	Change on previous year		
	Number (000s)	Rate (%)	Number (000s)	Change %	Number (000s)	Change %	
	_ ` ′		(0005)				
People	426	10.1	-1	0.0	42	1.0	
Men	243	10.3	-5	-0.3	43	1.8	
Women	183	9.8	4	0.3	-1	0.0	

Source: Labour Force Survey

Notes: All figures are for population aged 16 and over. Unemployment rates are calculated as a percentage of the total economically active aged 16+.

Change rates are calculated as a percentage change in the level of unemployment.

There is also substantial variation in employment rates between the regions for men and women as shown in Table 4. Particularly noticeable is the low employment rate for women in London, clearly the lowest of any region or part of the UK, while the male employment rate falls in the middle of the range. This is a continuing feature, noted in previous years' data.

Table 4 Employment rates by gender by region (seasonally adjusted)

					•		
	Tota	l	Male	2	Female		
	No (000's)	Rate (%)	No (000's)	Rate (%)	No (000's)	Rate (%)	
North East	1,143	66.6	608	71.0	535	62.3	
North West	3,087	68.0	1,654	72.8	1,433	63.3	
Yorkshire & the Humber	2,430	69.0	1,297	73.2	1,133	64.8	
East Midlands	2,138	72.1	1,154	77.3	984	66.9	
West Midlands	2,443	68.8	1,318	74.3	1,125	63.4	
East	2,867	74.9	1,527	79.7	1,340	70.0	
London	3,811	67.2	2,119	73.8	1,692	60.5	
South East	4,191	74.9	2,229	80.0	1,962	69.9	
South West	2,500	73.1	1,329	78.1	1,171	68.2	
England	24,610	70.7	13,235	75.9	11,375	65.5	
Sales	1,341	68.1	711	72.7	630	63.7	
Scotland	2,482	71.2	1,304	76.1	1,178	66.5	
Great Britain	28,433	70.6	15,251	75.7	13,182	65.5	
Northern Ireland	801	67.6	420	71.4	381	63.9	
United Kingdom	29,233	70.5	15,670	75.6	13,563	65.5	

Source: Labour Force Survey, Labour Market Statistics

Notes: Employment levels are quoted for all people aged 16 and over. Rates are calculated as a percentage of the population aged 16-64.

Another population characteristic associated with significant variation in both employment and unemployment rates is ethnic group. By combining information for a longer period of time, it is possible to produce such rates by broad ethnic group for London, as shown in Table 5. As this merges data collected over a whole year in which some people are included more than once, the precise meaning of these figures is complex, but it does give an indication of overall patterns and variation.

The rates shown for individual ethnic groups are similar to the comparable figures for Great Britain as a whole, though the combined rate for all ethnic groups is lower for London as the ethnic make-up of London's population is different to that for Great Britain as a whole. It is clear from Chart 2 that White Londoners are most likely to be in employment and least likely to be unemployed, while Pakistanis and Bangladeshis are most likely to be economically inactive and Black Londoners are most likely to be unemployed.

Table 5 Employment, unemployment and inactivity in London by ethnic group, 2011

	Employment rate	Unemployment rate	Economic
Broad ethnic group	Lilipioyillelit late	Offernployment rate	Inactivity rate
White	73	7	21
Black	57	20	29
Indian	69	9	24
Pakistani/Bangladeshi	54	15	37
Mixed or multiple	57	16	33
Chinese & Other	61	11	32
All Ethnic Minority	60	14	30
All	68	10	25

Source: Quarter 1 - Quarter 4 2011 (4 Quarter Average) Labour Force Survey

Notes: Figures relate to the population aged 16-64 only. Unemployment rate is a proportion of those aged 16-64 who are economically active (employed + unemployed)

However, this hides the detail about age and gender within the ethnic groups. Indian men have similar employment rates to White men, but Indian women are less likely to be in paid work than White

women. Men of nearly all ethnic groups are more likely to be employed than women from the same group, though there is very little difference in employment rates for Black men and women, with Black men having the highest unemployment rates of all. In contrast, Pakistani/Bangladeshi men are twice as likely to be employed as women from the same groups. More than half of the latter are economically inactive, though unemployment among Pakistani and Bangladeshi women is also high and higher than that for men. Young Londoners (aged 16-24) are more than twice as likely to be unemployed as those aged over 25, and this is reflected across all ethnic groups. The rates for young Black Londoners are particularly high, with nearly as many looking for work as in paid jobs. All of these findings are reflected at both the national and regional level.

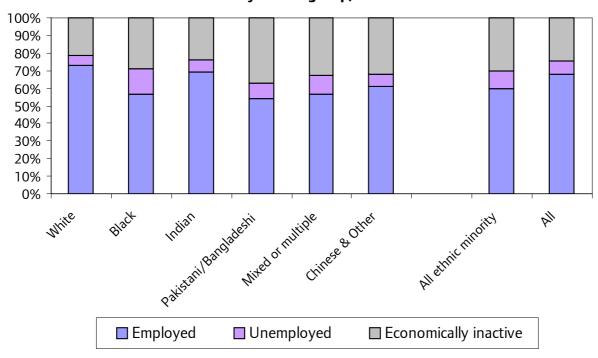


Chart 2 Economic status in London by ethnic group, 2011

Source: Quarter 1 - Quarter 4 2011 (4 Quarter Average) Labour Force Survey Notes: Figures relate to the population aged 16-64 only

Another important variable associated with differing unemployment rates is geography. As shown earlier, there are clear differences between London and its neighbouring regions. There are variations within London too. Although the Labour Force Survey, from where the regional unemployment figures are drawn, is a very large survey, it is not large enough to give sufficiently robust borough level unemployment figures directly. Modelled estimates combining this with other data, including the claimant count, are produced annually and are now available for the year October 2010 – September 2011. Since these are modelled, rather than direct estimates, there is a degree of judgement used in producing them, and an element of potential error arising from the small sample size. These estimates are therefore given in Table 6 along with a confidence interval indicating the level of reliability of the estimates for individual boroughs.

Table 6 Modelled estimates of unemployment for London boroughs, Oct 2010-Sep 2011

	Unemployment		Unemployment	_
	Level	CI (+/-)	Rate CI (+/-	<u>-)</u>
Barking and Dagenham	10,700	1,800	12.6 2.	1
Barnet	13,700	2,400	7.4 1.	4
Bexley	8,900	1,700	7.6 1.	5
Brent	14,500	2,600	11.4 2.	2
Bromley	11,300	2,200	6.9 1.	4
Camden	10,800	2,000	8.0 1.	6
Croydon	17,500	3,000	9.8 1.	8
Ealing	16,100	2,800	9.1 1.	7
Enfield	16,300	2,600	11.5 1.	9
Greenwich	12,600	2,000	10.5 1.	7
Hackney	13,400	2,200	11.3 1.	9
Hammersmith and Fulham	8,600	1,500	8.9 1.	6
Haringey	14,600	2,500	12.5 2.	2
Harrow	8,800	1,600	7.1 1.	3
Havering	9,900	1,900	8.0 1.	6
Hillingdon	11,400	2,000	8.1 1.	5
Hounslow	10,400	1,800	7.7 1.	4
Islington	11,200	1,900	9.8 1.	7
Kensington and Chelsea	6,300	1,200	7.3 1.	4
Kingston upon Thames	5,700	1,100	6.3 1.	3
Lambeth	18,200	3,100	10.2 1.	8
Lewisham	15,700	2,700	10.6 1.	9
Merton	8,500	1,500	7.3 1.	4
Newham	16,200	2,500	15.2 2.	3
Redbridge	13,000	2,200	9.8 1.	7
Richmond upon Thames	5,400	1,100	5.1 1.	1
Southwark	17,700	3,000	10.6 1.	9
Sutton	7,400	1,400	6.8 1.	4
Tower Hamlets	16,200	2,700	13.0 2.	2
Waltham Forest	13,500	2,200	10.9 1.	8
Wandsworth	12,200	2,300	7.1 1.	4
Westminster	10,800	2,000	7.5 1.	5

Source: ONS Model based unemployment data for local areas, derived using Annual Population Survey and Claimant count data.

Notes: Figures are for people aged 16 and over. Rates are expressed as a percentage of the economically active population aged 16 and over.

The Confidence Interval (CI figure) gives the range that it is believed encompasses the true figure for 95 per cent of estimates

Inevitably, there is a degree of variation between the London boroughs in the levels of both employment and unemployment. Newham, Tower Hamlets, Barking and Dagenham and Haringey are among the boroughs with the highest unemployment rates, while Richmond, Kingston, Sutton and Bromley have among the lowest rates of unemployment according to these estimates. Newham and Tower Hamlets, also have among the highest rates of economic inactivity, along with Kensington and Chelsea. Sutton, Richmond, Wandsworth, Bromley and Lambeth are among the boroughs with the highest employment rates among 16-64 year olds.

While the ILO unemployment measure is a better indicator of overall levels of unemployment in the population, and can be looked at alongside employment and economic inactivity estimates, the claimant count is a useful indicator of trends, as it is more timely and it is also able to give more detail for smaller areas. Particularly worth noting in the context of recession and using the claimant count as an indicator is the criterion that some people are not eligible to receive the benefit for more than six months, so after this time may cease to be included in the claimant count. (See the Background section of this report for more detail.)

The JSA claimant count stood at 231,360 for London in April 2012, of which 47 per cent was in Inner London, compared with closer to 40 per cent of the economically active population. The GLA claimant rates (the claimant count as a percentage of the resident economically active population using GLA population estimates) show a rate of 6.0 per cent for London, compared with a national figure of 5.6 per cent. Inner London claimant count rate is clearly higher at 7.0 per cent, while the Outer London rate of 5.4 per cent is below the national average in the latest figures. However, this has not always been the case and Chart 3 and Table 7 show how, even with the changes over time in claimant count rates, Inner London rates always remain higher than Outer London, the latter are much closer to the national rate, varying above and below. The initial rise in claimant count levels for all areas following the start of the recession is clearly seen in the chart, along with the closing gap between Great Britain and Inner London. However, it is also clear that the rate fell more in the rest of Great Britain after April 2010 than in London, but the gap has again narrowed since.

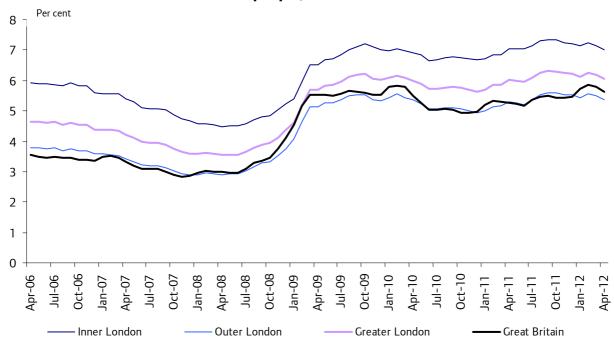


Chart 3 Claimant count rates for all people, 2006-2012

Source: Office for National Statistics (Jobcentre Plus administrative system) & GLA estimates

Again, looking at the other details available gives a better picture. Table 7 gives the claimant count rates for the four areas by gender. The claimant count rate for men is always higher in all areas than that for women for the same area. Both the male and female rates for Inner London are always higher than those for Outer London. The rate for women in Outer London is always higher than the national rate for women, whereas the male rate has been higher for Great Britain than for Outer London since

2008. Chart 4 illustrates the claimant count differences for men and women in London as a whole and Great Britain.

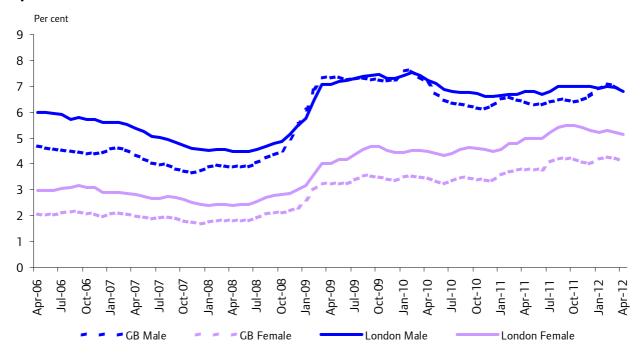
Table 7 Claimant count rates by gender, annually September 2006-2011 and monthly

September 2011 to April 2012

september zerr to	September 2011 to April 2012												
	Sep-	Sep-	Sep-	Sep-	Sep-	Sep-	Oct-	Nov-	Dec-	Jan-	Feb-	Mar-	Apr-
	06	07	80	09	10	11	11	11	11	12	12	12	12
							Persons						
Inner London	5.9	5.0	4.8	7.1	6.8	7.3	7.3	7.2	7.2	7.1	7.2	7.2	7.0
Outer London	3.8	3.1	3.3	5.5	5.1	5.6	5.6	5.5	5.5	5.4	5.6	5.5	5.4
Greater London	4.6	3.9	3.9	6.2	5.8	6.3	6.3	6.2	6.2	6.1	6.2	6.2	6.0
Great Britain	3.4	3.0	3.4	5.6	5.0	5.5	5.4	5.4	5.5	5.7	5.9	5.8	5.6
							Males						
Inner London	7.5	6.4	6.0	8.6	8.0	8.2	8.2	8.1	8.2	8.1	8.3	8.2	8.0
Outer London	4.7	3.8	4.0	6.6	5.9	6.1	6.2	6.1	6.2	6.0	6.2	6.1	6.0
Greater London	5.8	4.8	4.8	7.4	6.8	7.0	7.0	7.0	7.0	6.9	7.0	7.0	6.8
Great Britain	4.5	3.8	4.4	7.3	6.3	6.5	6.4	6.5	6.6	6.9	7.1	7.0	6.8
							Females						
Inner London	3.9	3.4	3.3	5.3	5.3	6.3	6.3	6.2	6.1	5.9	6.0	5.9	5.8
Outer London	2.6	2.3	2.4	4.3	4.2	4.9	4.9	4.8	4.7	4.7	4.8	4.7	4.6
Greater London	3.2	2.7	2.8	4.7	4.6	5.5	5.5	5.4	5.3	5.2	5.3	5.2	5.1
Great Britain	2.1	1.9	2.1	3.5	3.5	4.2	4.2	4.1	4.0	4.2	4.3	4.2	4.1

Source: Office for National Statistics (Jobcentre Plus administrative system) & GLA estimates

Chart 4 Claimant count rates for men and women in London and Great Britain, April 2006 to April 2012



Source: Office for National Statistics (Jobcentre Plus administrative system) & GLA estimates

As noted earlier, the claimant count is not a complete picture of unemployment, but is very robust information, whereas the official count is based on a fuller definition but the estimates are more volatile. Chart 5 illustrates these differences for London between the claimant count and the ILO

unemployment estimates. The UK unemployment rate is also illustrated, showing the greater stability of these estimates. The chart also shows the difference between the steep rise in claimant count from the end of 2008, whereas the ILO unemployment shows a more gradual increase over a longer time and has continued to rise where the claimant count rate in London has remained relatively stable for nearly three years.

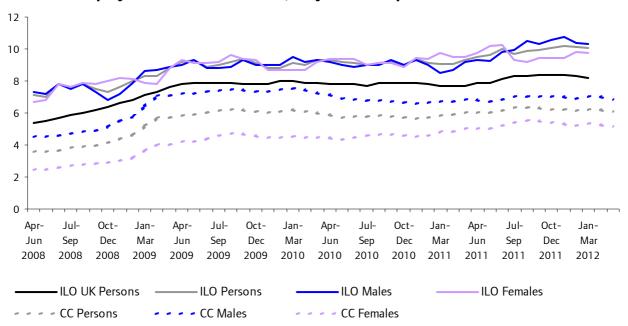


Chart 5 Unemployment trends in London, May 2008 to April 2012

Sources: Claimant Count - Office for National Statistics (Jobcentre Plus administrative system) & GLA estimates ILO Unemployment – Labour Force Survey, Office for National Statistics

Table 8 shows the claimant count levels and rates for Inner, Outer and Greater London as illustrated in Chart 5 and for Great Britain using the same method of calculation. The table also gives the claimant count rates by age and shows the increasing rate among the older age groups across all areas and not only the higher rates among the youngest age group, but also the seasonal effect for this group, with rising numbers of claimants when the academic year finishes. There has been little change in the claimant count among 25-44 year old Londoners over the last year.

Table 9 gives the comparable figures for each London borough showing the overall rates for each six months since April 2008. Looking at the changes over time, there are different patterns emerging for different boroughs. Some boroughs, such as Islington and Harrow saw dramatic increases in claimant count up to October 2009, but these have fallen back somewhat since, though they remain higher than during the pre-recession period. Other boroughs have seen a more sustained rise in claimants, such as Enfield and Southwark with their highest level going through towards the end of 2011, though most of these boroughs have seen a slight reduction during 2012.

Data is also now available giving some detail on the ethnic group of JSA claimants, (see Table 10). However, in the absence of reliable estimates of economic activity levels by ethnic group at borough level, reliable rates cannot be produced. Some of the patterns in ethnic group unemployment noted earlier, such as the high numbers among Black residents are, however, also evident in this data.

Table 8 Claimant count and rates by age and gender, April 2011 to April 2012

		_								ount rate (
	Claiman	t count numbe	ers		y sex		by a	ge (all	<u> </u>	by age	(mak	 -	by age	(fema	
	Persons	Males	Females	Persons	Males	Females	16-24	25-44	45-59/64	16-24	25-44	45-59/64	16-24	25-44	45-59/64
Inner London									ব		N	ব			ব
Apr-11	108,370	67,690	40,670	7.0	8.1	5.8	13.4	5.5	8.1	16.8	6.5	8.6	10.1	4.4	7.4
May-11	108,715	67,730	41,010	7.1	8.1	5.8	13.3	5.5	8.2	16.5	6.5	8.7	10.1	4.4	7.6
Jun-11	108,645	67,465	41,180	7.0	8.1	5.8	13.2	5.5	8.3	16.4		8.8	10.0	4.4	
Jul-11	110,215	67,995	42,215	7.2	8.1	6.0	14.2	5.5	8.3	17.4	6.4	8.7	11.1	4.4	7.7
	112,595	68,870	43,710	7.3	8.2	6.2	15.1	5.5	8.4	18.3	6.4	8.7	12.1	4.5	7.9
Aug-11				7.3		6.3	15.5	5.5					12.1	4.5	
Sep-11	112,980	68,775	44,210	7.3	8.2	6.3	15.2	5.5	8.4	18.6	6.3	8.8		4.5	
Oct-11 Nov-11	112,925	68,860 69,300	44,040 43,420	7.2	8.2 8.1	6.2	14.8	5.5	8.4 8.4	18.5	6.3 6.3	8.8	12.0 11.6		8.0 7.9
	111,620	68,200	•					5.5		18.0		8.8		4.5	7.9
Dec-11	110,965	68,315	42,660	7.2	8.2	6.1	14.4		8.5	17.8	6.3	8.9	11.1	4.5	
Jan-12 (2012 base)	111,245	68,600	42,645	7.1	8.1	5.9	13.0	5.5	8.3	17.4	6.4	8.7	9.3	4.5	7.9
Feb-12	112,975	69,815	43,165	7.2	8.3	6.0	13.4	5.6	8.4	18.0	6.5	8.7	9.6	4.6	7.9
Mar-12	111,590	69,065	42,530	7.2	8.2	5.9	13.2	5.5	8.4	17.7	5.4	8.7	9.3	4.5	7.9
Apr-12	109,415	67,645	41,775	7.0	8.0	5.8	12.6	5.4	8.4	16.8	6.3	8.7	9.0	4.4	7.9
Outer London															
Apr-11	117,170	72,490	44,700	5.3	6.0	4.5	10.9	4.8	4.3	13.0	5.5	4.6	8.6	3.9	3.9
May-11	116,335	71,715	44,610	5.3	5.9	4.5	10.6	4.7	4.3	12.6	5.4	4.6	8.4	3.9	3.9
Jun-11	115,095	70,725	44,370	5.2	5.8	4.4	10.5	4.7	4.3	12.3	5.3	4.5	8.3	3.9	3.9
Jul-11	118,900	72,270	46,615	5.4	6.0	4.7	11.6	4.7	4.3	13.4	5.4	4.5	9.6	4.0	4.0
Aug-11	122,265	73,750	48,505	5.5	6.1	4.8	12.6	4.8	4.4	14.3	5.4	4.6	10.6	4.1	4.1
Sep-11	123,825	74,385	49,450	5.6	6.1	4.9	13.1	4.8	4.4	14.9	5.4	4.6	10.9	4.1	4.1
Oct-11	123,665	74,665	48,995	5.6	6.2	4.9	12.9	4.8	4.4	14.9	5.4	4.6	10.6	4.1	4.2
Nov-11	122,530	74,220	48,305	5.5	6.1	4.8	12.6	4.8	4.4	14.7	5.4	4.6	10.2	4.1	4.1
Dec-11	122,020	74,670	47,335	5.5	6.2	4.7	12.3	4.8	4.4	14.5	5.4	4.7	9.8	4.0	4.1
Jan-12 (2012 base)	1 23,285	75,910	47,385	5.4	6.0	4.7	11.3	4.7	4.5	13.5	5.3	4.7	8.8	4.0	4.3
Feb-12	125,925	77,835	48,085	5.6	6.2	4.8	11.7	4.8	4.6	14.0	5.4	4.8	9.1	4.0	4.3
Mar-12	124,905	77,235	47,660	5.5	6.1	4.7	11.5	4.8	4.6	13.9	5.4	4.8	8.9	4.0	4.3
Apr-12	121,945	75,245	46,720	5.4	6.0	4.6	10.9	4.7	4.6	13.1	5.3	4.8	8.5	3.9	4.3
Greater London															
Apr-11	225,540	140,180	85,370	6.0	6.8	5.0	12.0	5.1	5.5	14.5	5.9	5.9	9.2	4.1	5.0
May-11	225,050	139,445	85,620	6.0	6.8	5.0	11.7	5.1	5.6	1 4.1	5.9	5.9	9.1	4.2	5.1
Jun-11	223,740	138,190	85,550	6.0	6.7	5.0	11.6	5.1	5.6	13.9	5.8	5.9	9.0	4.2	5.1
Jul-11	229,115	1 40,265	88,830	6.1	6.8	5.2	12.7	5.1	5.6	15.0	5.8	5.9	10.2	4.2	5.2
Aug-11	234,860	1 42,620	92,215	6.3	7.0	5.4	13.6	5.1	5.7	15.9	5.9	5.9	11.2	4.3	5.3
Sep-11	236,805	143,160	93,660	6.3	7.0	5.5	1 4.1	5.1	5.7	16.4	5.8	6.0	11.6	4.3	5.4
Oct-11	236,590	1 43,525	93,035	6.3	7.0	5.5	13.9	5.1	5.7	16.3	5.8	6.0	11.2	4.3	5.4
Nov-11	234,150	142,420	91,725	6.2	7.0	5.4	13.5	5.1	5.7	16.0	5.8	6.0	10.8	4.3	5.4
Dec-11	232,985	1 42,985	89,995	6.2	7.0	5.3	13.2	5.1	5.8	15.8	5.8	6.1	10.4	4.2	5.3
Jan-12 (2012 base)	234,530	144,510	90,030	6.1	6.9	5.2	12.0	5.1	5.8	15.0	5.8	6.1	9.0	4.2	5.5
Feb-12	238,900	1 47,650	91,250	6.2	7.0	5.3	12.4			15.5	5.9	6.1	9.3		5.5
Mar-12	236,495	1 46,300	90,190	6.2	7.0	5.2	12.2	5.1	5.8	15.3	5.8	6.1	9.1		5.5
Apr-12	231,360	1 42,890	88,495	6.0	6.8	5.1	11.6	5.0	5.8	14.5	5.7		8.8	4.1	
Great Britain			,												
Apr-11	1,457,255	987,870	469,385	5.3	6.4	3.8	11.3	5.0	3.6	13.7	6.3	4.1	8.4	3.4	2.8
May-11	1,441,930	974,650	467,280	5.2	6.3	3.8	11.0		3.5	13.3	6.2	4.1	8.2		2.9
Jun-11	1,430,360	962,525	467,835	5.2	6.3	3.8	10.9		3.5	13.1	5.2		8.1		2.9
Jul-11	1,477,200	981,845	495,350	5.4	6.4	4.1	11.9		3.6	14.1	5.2		9.2		2.9
Aug-11	1,477,200	996,530	51 4,555	5.5	6.5	4.2	12.6		3.6	14.7	5.2	4.0	9.9		3.0
Sep-11		996,075	517,550	5.5	6.5	4.2	12.8		3.6	14.9	5.1	4.0	10.1		3.0
	1,513,625	-		5.4		4.2			3.6				9.8		
Oct-11	1,499,490	991,180	508,310		6.4 6.5		12.6		3.6	14.8	6.1 6.1	4.0			3.0
Nov-11	1,496,180	995,665	500,515	5.4	6.5	4.1	12.4			14.7	6.1	4.1	9.5		3.0
Dec-11	1,506,590	1,012,315	494,275	5.5	6.6	4.0	12.3		3.7	14.8	6.2		9.2		3.0
Jan-12 (2012 base)	1,583,870	1,068,585	515,285	5.7	6.9	4.2	12.9		3.9	15.4	6.6	4.4	9.6		3.1
Feb-12	1,619,780	1,094,065	525,715	5.9	7.1	4.3	13.3		3.9	16.0	6.8	4.5	9.9		3.2
Mar-1 2	1,601,140	1,082,325	518,815	5.8	7.0	4.2	13.2		3.9	15.8	6.7	4.4	9.8		3.2
Apr-12	1,551,535	1,045,895	505,640	5.6	6.8	4.1	12.4	5.1	3.9	14.9	6.5	4.4	9.2	3.5	3.2

Source: Office for National Statistics (Jobcentre Plus administrative system) & GLA estimates

^{1.} Claimant count data presented here relate to computerised claims only - around 99% of all claims. Data are based on administrative counts of people in receipt of unemployment-related benefits (ie Jobseeker's Allowance and National Insurance credits).

^{2.} Percentage rates are GLA estimates and express the claimant count as a percentage of the resident labour force (ie the economically active population). The labour force denominators used here exclude economically active full-time students.

Table 9 Claimant count rates, London boroughs, April 2008 to April 2012

	Apr-08	Oct-08	Apr-09	Oct-09	Apr-10	Oct-10	Apr-11	Oct-11	Apr-12
City of London	1.8	1.8	3.0	3.1	2.7	2.2	2.1	2.2	2.4
Barking & Dagenham	5.1	5.7	8.5	8.8	9.0	8.6	9.1	9.8	9.4
Barnet	2.4	2.8	4.3	4.8	4.5	4.3	4.5	4.7	4.3
Bexley	2.2	2.7	4.7	4.8	4.6	4.1	4.2	4.5	4.3
Brent	4.6	4.8	6.7	7.4	7.4	7.0	7.8	7.8	7.7
Bromley	2.1	2.5	4.2	4.3	3.8	3.6	3.8	4.0	4.0
Camden	3.8	4.1	5.3	6.0	5.8	5.5	5.5	5.7	5.3
Croydon	3.1	3.5	5.5	5.9	5.9	5.8	6.0	6.5	6.4
Ealing	3.2	3.7	5.6	6.3	6.1	5.7	6.0	6.2	6.0
Enfield	4.1	4.5	6.7	7.2	7.4	7.1	7.6	8.1	7.6
Greenwich	4.1	4.9	6.9	6.9	6.7	6.8	7.1	7.5	7.3
Hackney	6.5	7.2	9.2	10.0	9.6	9.9	10.4	10.8	10.2
Hammersmith & Fulham	3.4	3.7	5.4	5.8	5.3	5.2	5.5	5.5	5.0
Haringey	5.7	6.1	8.2	9.1	8.8	8.7	9.3	9.3	9.1
Harrow	2.2	2.5	4.0	4.5	4.1	3.8	3.9	4.0	3.9
Havering	2.1	2.6	4.7	4.8	4.8	4.5	4.6	4.8	4.8
Hillingdon	2.4	2.7	4.7	5.2	5.0	4.4	3.9	4.1	4.1
Hounslow	2.4	2.8	4.5	4.9	4.9	4.4	4.6	4.8	4.3
Islington	5.0	5.3	7.1	8.2	7.6	7.0	6.7	6.9	6.5
Kensington & Chelsea	2.6	2.7	3.9	4.3	4.2	4.1	4.3	4.2	4.2
Kingston upon Thames	1.4	1.7	3.0	3.4	2.9	2.6	2.5	2.6	2.4
Lambeth	4.7	4.9	6.7	7.6	7.5	7.0	7.3	7.6	7.7
Lewisham	4.3	4.6	6.6	7.2	6.9	7.1	7.2	7.7	7.9
Merton	2.2	2.4	3.6	4.1	3.8	3.6	3.8	4.0	4.0
Newham	6.2	6.8	8.7	9.5	8.8	8.9	10.0	10.6	9.4
Redbridge	3.2	3.8	5.6	6.2	5.9	5.6	5.8	6.3	5.9
Richmond upon Thames	1.2	1.4	2.6	2.8	2.4	2.2	2.1	2.2	2.1
Southwark	4.7	5.1	6.9	7.6	7.5	7.4	7.7	8.3	7.6
Sutton	1.8	2.2	3.7	4.0	3.7	3.5	3.7	3.7	3.8
Tower Hamlets	7.3	7.8	9.5	10.2	9.4	9.3	9.1	10.0	10.1
Waltham Forest	5.2	5.9	7.9	8.6	8.4	8.1	8.9	9.8	9.0
Wandsworth	2.3	2.5	3.8	4.2	4.1	3.7	3.8	4.0	3.7
Westminster	2.8	3.0	4.2	4.7	4.7	4.5	4.9	4.9	4.8
Inner London	4.5	4.8	6.5	7.2	6.9	6.7	7.0	7.3	7.0
Outer London	2.9	3.3	5.1	5.5	5.4	5.1	5.3	5.6	5.4
Greater London	3.6	3.9	5.7	6.2	6.0	5.8	6.0	6.3	6.0
Great Britain	3.0	3.5	5.5	5.6	5.5	4.9	5.3	5.4	5.6

Source: Office for National Statistics (Jobcentre Plus administrative system) & GLA estimates

Table 10 Claimant counts by ethnic group, London boroughs, Sept 2011-Oct 2012

				Asian or Asian	Chinese or		Prefer Not
	White Mixe		ritish	British	Other	Unknown	To Say
City of London	40	5	0	0	5	5	5 5
Barking and Dagenham	4050	235	1560	605	150	140	395
Barnet	3445	375	1335	870	710	200) 295
Bexley	3550	110	605	220	100	60) 225
Brent	2005	1010	3640	1480	725	290	805
Bromley	4140	185	825	155	120	65	275
Camden	2530	270	1200	635	360	125	530
Croydon	4110	560	3630	860	425	230) 1135
Ealing	2650	425	2445	2195	725	245	600
Enfield	4430	365	2770	550	1095	270	1075
Greenwich	4260	345	2010	415	345	160	485
Hackney	3675	545	4150	750	825	250	885
Hammersmith and Fulham	2165	315	1670	240	510	125	275
Haringey	3525	405	3585	465	1080	360	1160
Harrow	1315	195	830	1325	250	110) 250
Havering	4355	125	405	155	65	40	300
Hillingdon	2600	170	890	1045	195	105	195
Hounslow	2435	235	835	1515	215	110	200
Islington	3470	385	1885	335	485	175	650
Kensington and Chelsea	1380	230	855	155	420	85	210
Kingston upon Thames	1290	75	140	155	135	30	185
Lambeth	3770	700	5865	375	560	270	830
Lewisham	3860	550	4285	295	505	210	1070
Merton	1940	165	920	425	160	80	315
Newham	2755	555	3670	3500	480	280	625
Redbridge	2575	305	1430	2435	335	170	755
Richmond upon Thames	1460	75	120	125	110	25	125
Southwark	4190	535	4580	375	685	225	795
Sutton	2455	85	290	165	100	50	335
Tower Hamlets	3240	335	1570	5085	365	180	600
Waltham Forest	3415	450	2840	1510	585	230	885
Wandsworth	2820	325	2015	570	295	130	370
Westminster	2015	245	1170	445	825	190	345
London	95905	10900	64025	29425	13945	5245	17200
Great Britain	1165200	29900	104945	90415	30350	19615	73200

Source: Office for National Statistics (Jobcentre Plus administrative system)

The claimant count also includes information about the duration of the JSA claim, the numbers of new claimants and the numbers ceasing to claim. Table 11 presents a summary of the latest information at borough level. These figures show that while a substantial number of claimants cease claiming within six months, a significant proportion have been claiming Job Seeker's Allowance for more than a year – up to a third of all claimants in boroughs as diverse as Kensington & Chelsea, Hackney and Lambeth, while other boroughs seem to have a relatively high turnover of claimants, notably Hounslow, Hillingdon, Richmond and Kingston, with 60 per cent or more of claimants having been claiming for less than six months, and fewer than one in five claiming for more than a year, while around 30 per cent of those claiming in March were no longer claiming in April. Further analysis of this data is planned, including more on duration and what is happening to those who cease to claim.

Table 11 Duration of JSA claims, London boroughs, April 2012

	Percentage of			
	claims less			Percentage of last
	than six months	than one year		month's claimants no longer claiming
City of London	56	32	15	17
Barking & Dagenham	48	27	17	17
Barnet	53	25	20	21
Bexley	56	22	20	23
Brent	52	27	19	20
Bromley	52	24	18	20
Camden	50	28	20	
Croydon	53	24	20	
Ealing	53	26	19	22
Enfield	48	28	17	20
Greenwich	51	23	19	18
Hackney	46	32	17	19
Hammersmith & Fulham	50	30	19	22
Haringey	47	30	17	18
Harrow	57	19	21	24
Havering	55	23	19	21
Hillingdon	60	18	23	26
Hounslow	60	19	27	30
Islington	50	29	19	20
Kensington & Chelsea	49	33	19	20
Kingston upon Thames	61	18	24	30
Lambeth	46	32	16	17
Lewisham	50	25	18	19
Merton	53	23	22	24
Newham	49	28	19	20
Redbridge	53	24	19	21
Richmond upon Thames	61	20	26	29
Southwark	47	31	16	17
Sutton	56	21	22	24
Tower Hamlets	45	31	16	18
Waltham Forest	47	28	16	18
Wandsworth	50	29	19	21
Westminster	50	30	19	20
Greater London	51	27	19	20

Source: Office for National Statistics (Jobcentre Plus administrative system)

Background

As the claimant count is a by-product of the benefits administration system, it only counts those unemployed people who are claiming JSA. GLA analysis has highlighted that some unemployed people are more likely to be missed by the claimant count than others; these include women, young people and those living in higher income households. This largely reflects the eligibility criteria for JSA. For this reason, the claimant count is best viewed as an unemployment indicator not a comprehensive unemployment measure.

The Government's official and preferred measure of unemployment is currently ILO unemployment. ILO unemployment measures those people out of work, who are actively looking for work and are available to start work. At a regional level, ILO unemployment is measured by the Labour Force Survey. The ILO measure is more comprehensive than the claimant count as it includes the many unemployed people who are not eligible for, or not claiming, JSA. It is the ILO measure that is generally quoted in the media.

Despite its limitations, the claimant count is widely used because it is timely (data are available monthly around 4/5 weeks after the date of the count) and importantly, because it is available for small areas. ILO unemployment estimates are not available for wards and even the borough level ILO estimates (modelled and survey based) have wide confidence intervals and cannot be generated by age or gender with any degree of reliability. Even at regional level, there is a degree of uncertainty in the figures, so small changes may reflect variations in the sample rather than in the underlying population.

The modelled unemployment estimates produced by the Office for National Statistics for local authorities (and now also available on a consistent basis for Parliamentary Constituencies) are based on determining a strong relationship between ILO unemployment (as measured by the Labour Force Survey) and auxiliary information (mainly the Claimant Count). This relationship is then used to provide more reliable estimates of ILO unemployment for local authorities. These model-based estimates are always more precise than any direct estimates produced at this level of geography from the Labour Force Survey.

Further information about the claimant count measure and how it compares to the official ILO measure can be found in: DMAG Briefing 2012-01 Claimant Count Model Guidance Notes

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