

Great Britain New Enterprise Allowance Quarterly Official Statistics

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Contents

Summary	2
Statistical Tables	3
Table 1: Take up of New Enterprise Allowance	3
	4
New Enterprise Allowance – Policy Description	5
Technical Overview	5
Retrospection	6
Revisions Policy	6
Rounding Policy	7
Annex A: Publication Timetable	8

Summary

- 1. New Enterprise Allowance (NEA) aims to help unemployed people claiming out of work benefits who wish to start up their own business.
- 2. Initially, participants in NEA work with a business mentor to develop their business idea. Once they have started trading and left benefits, they receive a weekly allowance.
- 3. This publication records the number of people who have started working with a business mentor and who have started receiving the allowance.
- 4. A target of 40,000 weekly allowance starts by the end of 2013 was agreed with Cabinet Office as part of the Structural Reform Plan.
- 5. The key findings are:
 - Since NEA was rolled out in April 2011, up to December 2013, 82,060 people have begun working with a business mentor;
 - During this period, 40,240 of those people progressed to receiving the weekly allowance.
- 6. The statistical tables are also available as a separate document to enable users to engage with and reuse the data. A geographical breakdown is included, which divides NEA starts by Jobcentre Plus district, local authority and parliamentary constituency.

Statistical Tables

Table 1: Take up of New Enterprise Allowance

	New Enterprise Allowance: Mentor starts	New Enterprise Allowance: weekly allowance starts
Total	82,060	40,240
Apr-2011	80	20
May-2011	160	40
Jun-2011	240	80
Jul-2011	680	110
Aug-2011	1,300	240
Sep-2011	1,860	410
Oct-2011	1,920	700
Nov-2011	1,830	910
Dec-2011	1,210	710
Jan-2012	1,930	1,080
Feb-2012	1,950	1,140
Mar-2012	2,010	1,220
Apr-2012	1,730	1,180
May-2012	2,020	1,280
Jun-2012	1,570	1,080
Jul-2012	2,230	1,120
Aug-2012	2,320	1,000
Sep-2012	2,060	1,030
Oct-2012	2,300	1,320
Nov-2012	3,550	1,420
Dec-2012	2,400	1,030
Jan-2013	3,650	1,610
Feb-2013	3,820	1,710
Mar-2013	4,160	1,960
Apr-2013	4,070	2,410
May-2013	4,290	2,110
Jun-2013	3,940	2,010
Jul-2013	4,520	2,280
Aug-2013	4,210	1,960
Sep-2013	3,900	2,060
Oct-2013	4,190	2,010
Nov-2013	3,630	1,790
Dec-2013	2,340	1,240

Notes: Values are rounded to the nearest 10. Values less than 10 are suppressed and marked with a dash. Due to rounding totals may not be the sum of the individual cells. Months are calendar months.

Following a trailblazer in January 2011, New Enterprise Allowance was introduced in target areas in April 2011, and rolled out nationally from 1st August 2011. This table only includes data from April 2011.

Data Source - DWP LMS opportunities evaluation database January 2014.

Table 2: Demographic Breakdown for the period April 2011 to December 2013

		New Enterprise Allowance: Mentor starts	New Enterprise Allowance: Weekly Allowance starts
	Total	82,060	40,240
Gender	Male	54,410	26,690
	Female	27,650	13,550
	Unknown	-	•
Age Group	18-24	7,180	2,910
	25-49	57,560	28,070
	50+	17,310	9,260
	Unknown	-	•
Disability ¹	Yes	16,040	7,420
	No	66,020	32,810
	Unknown	-	-
Ethnicity ²	White	66,220	33,610
	Black or Black British	6,600	2,620
	Asian or Asian British	2,870	1,100
	Mixed	1,480	630
	Other/ Chinese	1,210	500
	Unknown	3,670	1,770
Region	Central England	15,990	7,980
	London and the Home		
	Counties	17,680	7,470
	North East	15,850	8,210
	North West	11,650	6,680
	Scotland	7,490	2,940
	Southern England	9,030	4,450
	Wales	3,580	2,130
	Unknown	800	380

Notes: Values are rounded to the nearest 10. Values less than 10 are suppressed and marked with a dash. Totals may not be the sum of the individual cells due to rounding.

Following a trailblazer in January 2011, New Enterprise Allowance was introduced in target areas in April 2011, and rolled out nationally from 1st August 2011. This table only includes data from April 2011.

Data Source - DWP LMS opportunities and DWP Clients evaluation databases January 2014.

^{1:} Disability status is declared by the Jobseeker during a Jobcentre Plus interview. Disability status is according to the claimant's own assessment.

^{2:} Claimants recording their ethnicity status as "prefer not to say" are categorised as unknown.

New Enterprise Allowance – Policy Description

- The New Enterprise Allowance (NEA), officially launched on 1 April 2011, aims
 to help unemployed people who want to start their own business. NEA is now
 available to claimants of Jobseekers Allowance (JSA), Employment Support
 Allowance (ESA) and lone parents claiming Income Support. Participants must
 be aged 18 and over.
- 2. On 22 October 2012, access to the NEA scheme was brought forward to day one of their JSA claim, until required to join the Work Programme.
- 3. Participants receive access to a volunteer business mentor who will provide them with guidance and support as they develop their business plan and through the first six months of trading. Once a claimant has demonstrated they have a viable business proposition with the potential for growth in the future, they are able to access financial support.
- 4. This consists of:
 - a weekly allowance worth £1,274 over 26 weeks, paid at £65 a week for the first 13 weeks and £33 a week for a further 13 weeks, and
 - if they need start-up capital, participants may also be able to access a startup loan.
- 5. NEA was initially available to claimants in specific areas as follows:
 - 31 January to 30 September 2011 Trailblazing the NEA model in six local authority districts in Merseyside.
 - Between April and July 2011 Staged rollout covering 17 target districts.
 - From 1 August 2011 Great Britain rollout (completed at the end of August 2011).

Technical Overview

- 6. These statistics are derived using a combination of data from the Jobcentre Plus claimant management systems (the Labour Market System) and the Client database.
- 7. Information on demographics is obtained by merging data across these separate administrative systems which sometimes results in unknown values. This is because either we are unable to find a match or the information has not been recorded for the particular claimant.

- 8. A start on the New Enterprise Allowance scheme is defined as the date the claimant first met with their business mentor. This is input by an adviser to the Jobcentre Plus' Labour Market System.
- 9. A New Enterprise Allowance weekly allowance start is recorded when the claimant begins claiming the weekly allowance. The weekly allowance is payable when the participant closes their claim to Jobseeker's Allowance (JSA) and commences trading. The claim start date is input by the adviser into the Jobcentre Plus' Labour Market System.
- 10. New Enterprise Allowance is a Great Britain wide scheme. It was initially rolled out in stages across 17 target districts between April and July 2011. Roll-out across the remaining 20 districts was completed at the end of August 2011. Full details of the scheme can be found at: https://www.gov.uk/government/collections/new-enterprise-allowance-campaign
- 11. Every effort has been made to ensure that the quality of these statistics is of the highest standard. However, it may be necessary to revise the statistics in subsequent publications when more complete data becomes available, particularly for more recent months.

Retrospection

- 12. Retrospection is the time period allowed for additional or updated information to be incorporated into DWP's data systems.
- 13. Providers may submit data on starts some time after the actual event occurred. This means that data presented in each release is subject to some retrospection, and figures may be revised upward in subsequent releases.
- 14. Labour Market System (LMS) datasets are produced a month in arrears i.e. December 2013 data was available at the end of January 2014. Generally, for any given month's worth of LMS data, significant retrospection can be seen for a further month.
- 15. Therefore to maximise the amount of retrospection captured, statistics in this series will be published around 2-3 months after the reference period (e.g. final statistics for December 2013 (which are published late March 2014) are produced using January 2014 data, which was released in February 2014).

Revisions Policy

16. In accordance with Principle 2 of the UK Statistics Authority's Code of Practice for Official Statistics¹, statistics within this publication adhere to DWP's statistics revisions policy, which explains how we will make revisions and inform users of our statistics when they occur:

¹ <u>http://www.statisticsauthority.gov.uk/assessment/code-of-practice/code-of-practice-for-official-statistics.pdf</u>

https://www.gov.uk/government/organisations/department-for-work-pensions/series/dwp-statistics-policies-and-procedures

Rounding Policy

17. To reduce the risk of inferring the identity of a claimant from these statistics and other statistics, values are rounded to the nearest ten. Values less than ten, including zeros, are suppressed and marked with a dash. Therefore totals may not equal the sum of the individual cells.

Annex A: Publication Timetable

NEA statistics were previously released every six months as part of the Get Britain Working publication. NEA mentor and weekly allowance starts will now be published separately, beginning with this publication.

Publication	Date	Notes
1 st	Wednesday 9 th November 2011	The first publication covering work experience starts.
2 nd	Wednesday 16 th November 2011	The second publication covering work experience starts, New Enterprise Allowance mentor and weekly allowance starts.
3 rd	Wednesday 15 th February 2012	The third official statistics publication including sector-based work academy starts and Skills Conditionality starts.
4 th	Wednesday 16 th May 2012	The fourth publication covering Get Britain Working Measures.
5 th	Wednesday 15 th August 2012	The fifth publication covering Get Britain Working Measures.
6 th	Wednesday 13 th February 2013	The sixth publication covering Get Britain Working Measures.
7 th	Wednesday 21 st August 2013	The seventh publication covering Get Britain Working Measures.
8 th	Tuesday 10 th December 2013	The first New Enterprise Allowance publication.
9 th	Thursday 27 th March 2014	The second New Enterprise Allowance publication.
10 th	Late June	The third New Enterprise Allowance publication.

Publication dates and content will be confirmed on the UK Statistics Authority's Publication Hub (www.statistics.gov.uk/hub) at least four weeks before publication date.

For general enquiries regarding Pre-Work programme measures please visit the DWP website: www.dwp.gov.uk or contact the DWP press office on 0203 267 5144.

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