

*The*  
**MONEY**  
*Charity*

# **The Money Statistics**

**June  
2023**

<https://themoneycharity.org.uk>

# The MONEY Charity

Welcome to the June 2023 edition of The Money Statistics, The Money Charity's complete monthly round-up of statistics about how we use money in the UK.

If you have any questions, comments, or want any information about the source of these statistics, please email us at [hello@themoneycharity.org.uk](mailto:hello@themoneycharity.org.uk). Throughout this report, statistics that are written in **colour** have been calculated by The Money Charity. All the other statistics come from external sources such as Bank of England, the ONS and UK Finance and are written in **black**. All statistics are taken from the latest available at the time of writing.

You may use any of the statistics here, as long as:

- You don't make any commercial or financial gain from their use;
- You clearly acknowledge The Money Charity as the providers of the information and point your audience towards signing up themselves for the monthly report; and
- You do not make substantive adjustments to the presentation of the statistics, such as amending the statistic phrasing, or for example, repurposing the statistics into a format they are not appropriate for, such as an editorial/'opinion piece' from the charity.

If you'd like this report emailed to you every month as soon as it's published, please sign up [here](#). If you would be interested in sponsoring the production of The Money Statistics, we would be very happy to hear from you. Please contact us through [hello@themoneycharity.org.uk](mailto:hello@themoneycharity.org.uk)

**We update these statistics every month with the latest data.  
Check our [website](#) to make sure you're reading the most recent edition.**

Section	Page Number
<b>1. Striking Numbers – This Month's Highlights</b>	<b>3</b>
<b>1. Striking Numbers – Every Day in the UK and from Covid-19</b>	<b>4 + 4.1</b>
<b>2. Personal Debt in the UK</b>	<b>5</b>
<b>3. Mortgages, Rent and Housing</b>	<b>9</b>
<b>4. Spending and Loans</b>	<b>14</b>
<b>5. Savings and Pensions</b>	<b>16</b>
<b>6. Financial Inclusion</b>	<b>17</b>
<b>7. Young People</b>	<b>18</b>
<b>8. The Bigger Picture</b>	<b>19</b>



# 1. Striking Numbers

## This Month's Highlights

**£65,498**

Average total debt per UK household in April 2023

**£2,336**

Average credit card debt per household in April 2023

**£4,010**

Total unsecured debt per UK adult in April 2023

**8.22%**

Change in outstanding credit card balances in year to April 2023

**2.2 pence per litre**

Decrease in the price of unleaded petrol in May 2023

**8.7%**

Inflation rate in the year to May 2023

**3.3%**

Increase in average first-time buyer house price in the year to April 2023

**16 years**

Time to save for a first-time buyer house deposit, saving at the average rate out of average UK income (at October to December 2022 rate of household saving)



# 1. Striking Numbers

## Every Day in the UK

- The population of the UK grew by an estimated [777](#) people a day between 2019 and 2020.
- On average, a UK household spends [£3.97](#) a day on water, electricity and gas.
- [330](#) people a day were declared insolvent or bankrupt in England and Wales in March to May 2023. This was equivalent to one person [every 4 minutes and 22 seconds](#).
- In Northern Ireland in May 2023, there were [6.3](#) insolvencies per day. In Scotland in the three months to March 2023 there were [21.2](#) insolvencies per day.
- Citizens Advice Bureaux in England and Wales dealt with [2,257](#) debt issues every day in the year to May 2023.
- [8.3](#) properties were repossessed every day in January to March 2023 in the UK, or one [every 2 hours and 53 minutes](#).
- The number of UK mortgages with arrears of over 2.5% of the remaining balance fell by [2.5](#) a day in the year to March 2023.
- The number of people unemployed in the UK fell by [14](#) per day in the twelve months to April 2023.
- [1,033](#) people a day reported they had become redundant in February to April 2023.
- Net lending to individuals and housing associations in the UK grew by [£5.2 million](#) a day in April 2023.
- Government debt increased by [£657 million](#) a day in the three months to May 2023.
- Borrowers paid [£168 million](#) a day in interest in April 2023.
- It costs an average of [£24.44](#) per day for a couple to raise a child from birth to the age of 18.
- For a lone parent family, the cost of raising a child comes to [£29.50](#) per day.
- [44.8](#) mortgage possession claims and [9.9](#) mortgage possession orders were made every day in England and Wales in January to March 2023.
- [259.9](#) landlord possession claims and [74.2](#) landlord possession orders were made every day.



# 1. Striking Numbers

## Arising from the current climate

The UK has undergone a significant degree of political and financial turmoil over the past few years. The pandemic and ongoing cost of living and energy crises, among other events, have affected the lives and finances of many people across the UK. Following are some striking statistics, curated over the last few weeks to reflect the situation as it evolves:

### 14 days

The amount of time on average that working women would be able to meet household costs before reaching the breadline, in the event of a complete loss of income. The average working man would be able to meet these costs for 28 days. The average household would be able to meet costs for 19 days (Legal and General).

### 78%

The percentage of women who view the cost of living crisis as a constant source of worry, compared to 68% of men. Women were much more likely to be cutting back on luxuries (86% vs 76% of men) and reducing essential spending, where possible (72% vs 65% of men) (Legal and General).

### 80%

The percentage of disabled people receiving the £150 cost of living payment who reported that it would not be enough to cover their increased costs for essentials (Scope).

### 52%

The percentage of workers from Black, Asian mixed race and minority ethnic backgrounds who reported that government support would not see them through the next six months, a rate 7% higher than their white counterparts (People Like Us).

### 52%

The percentage of disabled bank customers who say that bank branch closures have had a negative impact on their ability to access vital banking services (Which?).

### 19%

The percentage of households who are putting off dental treatments due to worries about costs. 35% have not been able to afford a healthy balanced diet at least once in the past month (Personal Research Finance Centre).



## 2. Personal Debt in the UK

### Total UK Personal Debt

People in the UK owed **£1,839.3 billion** at the end of April 2023. This is up by **£51.6 billion** from £1,787.6 billion at the end of April 2022, an extra **£970.86** per UK adult over the year.

Type of Personal Debt	Total Personal Debt £ billion	Per Household £	Per Adult £
Secured (Mortgages)	<b>£1,626.0 billion</b>	<b>£57,903</b>	<b>£30,570</b>
Unsecured Consumer Debt	<b>£213.3 billion</b>	<b>£7,595</b>	<b>£4,010</b>
Of which, Credit Card Debt	<b>£65.6 billion</b>	<b>£2,336</b>	<b>£1,233</b>
<b>Grand Total (April 2023)</b>	<b>£1,839.3 billion</b>	<b>£65,498</b>	<b>£34,580</b>

The average total debt per household, including mortgages, was **£65,498** and per adult was **£34,580**, around **103.3%** of average earnings. This is down from the revised **£34,583** a month earlier.

Based on April 2023 numbers, the UK's total interest payments on personal debt over a 12-month period would have been **£61,234 million**, an average of **£168 million** per day. The average annual interest per household would have been **£2,181** and per person **£1,151**, **3.44%** of average earnings.

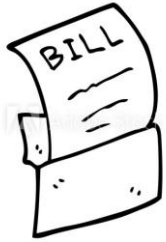
According to the Office for Budget Responsibility's March 2023 forecast, household debt of all types is forecast to rise from **£2,333 billion** in 2023 to **£2,478 billion** in 2025. This would make the average total household debt **£86,994** (assuming household numbers track ONS population projections.)

### Consumer Credit Debt

At the end of April 2023, outstanding consumer credit lending was **£213.3 billion**, increasing by **£1.3 billion** on the revised total for the previous month and **£11.5 billion more** than in April 2022. Within the total, outstanding credit card debt came to **£65.6 billion**, an increase of **8.22% (£5.0 billion)** in the year to April 2023. Credit card debt averaged **£2,336** per household and **£1,223** per adult.

A credit card on the average interest rate would take **26 years and 1 month** to repay, making only the legal minimum repayments (interest plus 1% of the outstanding balance) each month. The minimum repayment in the first month would be **£64** but would reduce each month. If £64 were paid *every* month, the debt would be cleared in **5 years**.



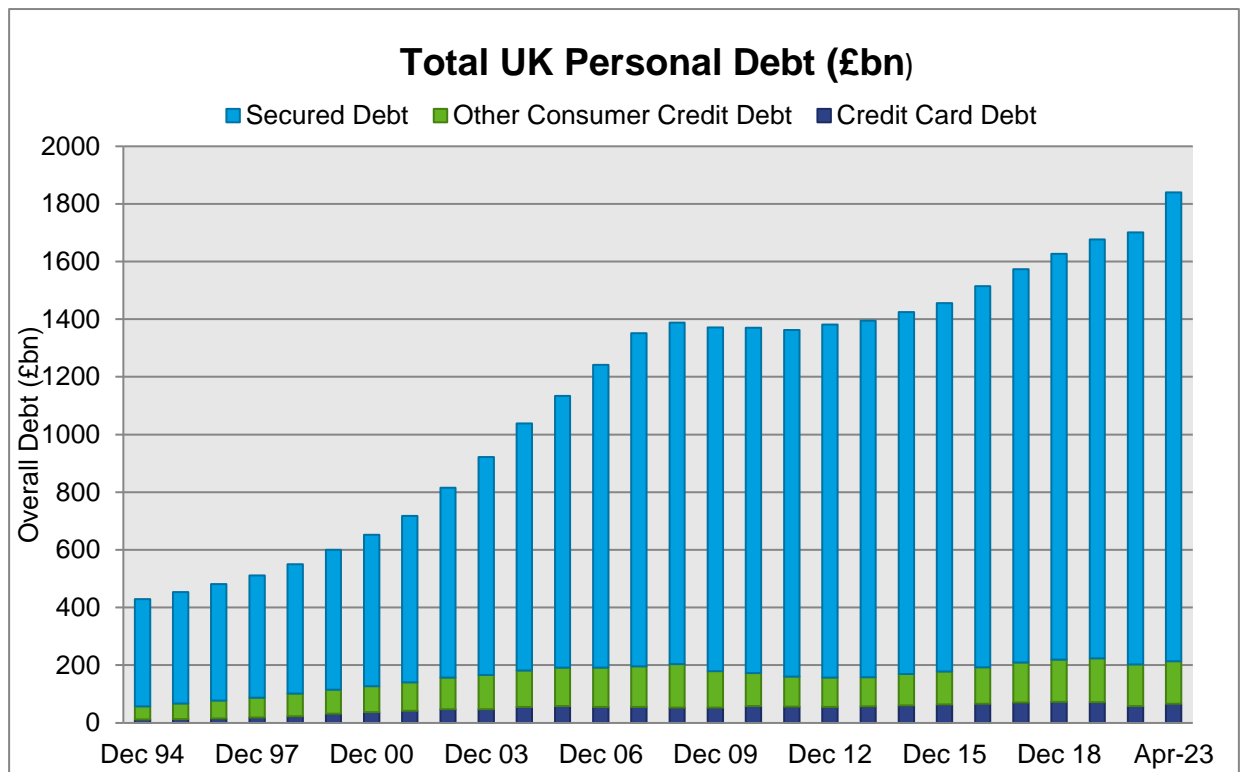


## 2. Personal Debt in the UK

### Net Lending and Write-Offs

Total net lending to individuals and housing associations by UK banks and building societies shrunk by **£156 million** in April 2023 or **£5.2 million a day** over revised figures for March 2023.

- Net mortgage lending **shrunk** by **£1.4 billion** in the month, while net consumer credit lending **increased** by **£561 million**.
- In Q1 2023 lenders wrote off **£734 million** (of which **£271 million** was credit card debt, amounting to a daily write-off of **£3.0 million**.)



Bank of England Data to April 2023

(The last three columns in the chart are Dec 19, Dec 20 and Apr 23)



## 2. Personal Debt in the UK

### Advice on Problem Debts

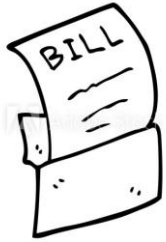
Citizens Advice Bureaux across England and Wales answered 429,720 enquiries in May 2023, **10.1% up** from May 2022.

Debt was the second largest advice category in May 2023 with **71,987** issues, behind Benefits and Tax Credits (**92,051**). Debt calls were **12.0%** up compared with May 2022, while calls about Benefits and Tax credits were up by **12.3%**. Calls about Fuel (gas, electricity etc) were down **0.2%** on May 2022. Debt represented **0.3%** of all issues dealt with in the year to May 2023. The top three debt categories in May 2023 were fuel debts, council tax arrears and credit, store and charge card debts. In the year to May 2023, Citizens Advice Bureaux in England and Wales dealt with **2,257** debt issues every *day*.

In Scotland in April 2023, Citizens Advice Scotland gave **79,734** pieces of advice, with debt advice being **10% of the total**. Debt advice in April 2023 was the second largest category after benefits.

StepChange Debt Charity reports that **14,512** new clients received full debt advice in April 2023. The most common reasons for seeking debt advice were “cost of living increase”, “lack of control over finances” and “unemployment or redundancy”. **65%** of clients had credit card debt, **45%** had personal loan debt, **31%** had an overdraft and **33%** had catalogue debt. The majority of StepChange clients are female (**62%** in April 2023) and young (**57%** under the age of 40).





## 2. Personal Debt in the UK

### Individual Insolvencies

There were **30,396** individual insolvencies in England and Wales in March to May 2023, a **decrease of 3.3%** from 30,797 for the same period in 2022. This was equivalent to **330** people a day or one person **every 4 minutes and 22 seconds**.

Every day on average in England and Wales, **20** people were made bankrupt, **90** Debt Relief Orders were granted and **221** Individual Voluntary Arrangements (IVAs) were entered into.

In the 12 months to May 2023, **114,280** individuals, **1 in 411 (0.24%)** of the adult population of England and Wales became insolvent.

In Northern Ireland there were **188** individual insolvencies in May 2023, a rate of **6.3** per day. This comprised **154** Individual Voluntary Arrangements, **15** Debt Relief Orders and **19** bankruptcies. Individual insolvencies for the three months to April 2023 were **down by 1.7%** on the same three months the previous year.

In Scotland there were **1,912** personal insolvencies in January to March 2023, a rate of **21.2** per day, comprising **590** bankruptcies and **1,322** protected trust deeds. Personal insolvencies for the three months to March 2023 increased by **0.8%** on the same period in the previous year.

### County Court Judgements for Debt

**2,846** Consumer County Court Judgements (CCJs) were issued every day in England and Wales in January to March 2023, a **14.1% increase** on the same period on the same period in 2022. The average value was **£4,479** according to Registry Trust Ltd.

In Northern Ireland, there were **16** consumer debt judgements every day in January to March 2023, with an average value of **£3,344**.

In Scotland, **50** consumer debt decrees were registered every day in January to March 2023, with an average value of **£3,921**.



## 3. Mortgages, Rent and Housing

### Mortgage Debt

According to the Bank of England, outstanding mortgage lending stood at **£1,626.0 billion** at the end of April 2023. This is up from £1,585.9 billion a year earlier, an increase of **£40.1 billion**.

That means that the estimated average outstanding mortgage for the **10.88 million** households with mortgage debt was **£149,447** in April 2023.

The average mortgage interest rate was **2.76%** at the end of April 2023. Based on this, households with mortgages would pay an average of **£4,125** in mortgage interest over the year.

For new loans, the average mortgage interest rate was **4.48%**. Based on this, First-Time Buyers with mortgages would pay an average of **£8,236** in mortgage interest over the year.

According to the FCA and Bank of England, gross mortgage lending in January to March 2023 was **£58.8 billion**, **36.3% lower** than the same quarter the previous year and **13.8% lower** than from before the pandemic (Q1 2020).

The Financial Conduct Authority reports that **67.5%** of mortgage lending in Q1 2023 was for 75% or less of a property's value. **3.96%** of lending was for mortgages for over 90% of a property's value.

**53.1%** of mortgage lending was for three or more times the borrowers' incomes.

According to UK Finance, in December 2019 (latest publicly available data), the mortgage as percentage of house value was on average **77.0%** for first-time buyers, **67.6%** for home movers and **58.8%** for re-mortgagors, slightly higher than the previous year.



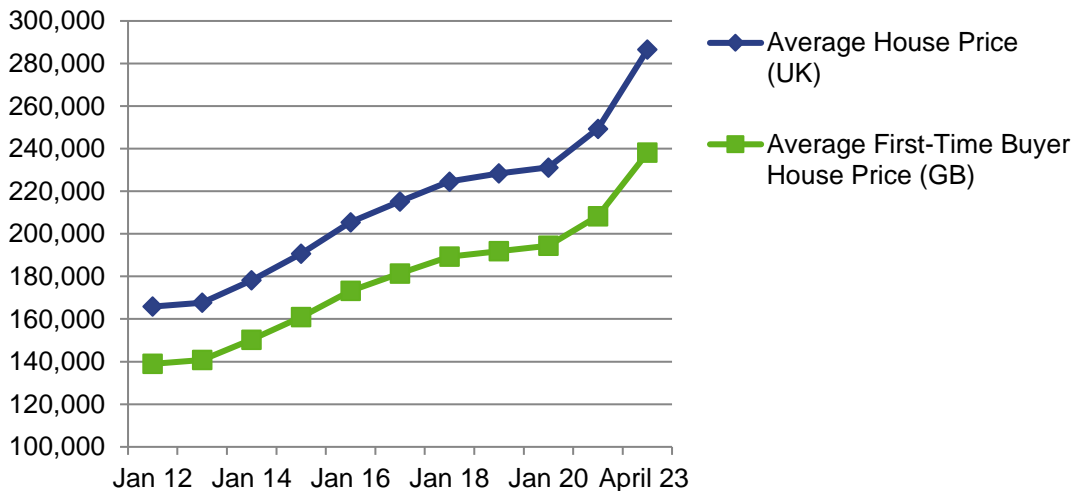
## 3. Mortgages, Rent and Housing

### House Prices

Nationwide estimates that house prices **shrunk by 0.1%** in May 2023 and were **3.4% lower** than 12 months before. Halifax reports that the average UK house price in May 2023 was **£286,532**, growing by **1.3%** in the three months to May 2023 and shrinking by **0.1%** in the year to May 2023.

Nationwide, Halifax and HM Land Registry all show sharply higher house prices over the last eighteen months, particularly over the summer and autumn of 2020 and again from March 2021. HM Land Registry has the largest dataset and includes cash sales, but records transactions later, after registration of the sale, not at the mortgage approval stage. The Halifax and HM Land Registry average prices tend to be similar, with Nationwide being slightly lower.

### House Prices (HM Land Registry)



### First-Time Buyers

HM Land Registry reports that the average house price for first-time buyers in Great Britain was **£238,114** in April 2023, an annual increase of **3.3%** and a monthly change of **0.6%**.

According to UK Finance, the typical first-time buyer deposit in December 2019 was **23%** of the purchase cost, which would average **£54,911** in February 2023 based on the above Land Registry first-time buyer price. This is **167.2%** of the average UK salary.



## 3. Mortgages, Rent and Housing

### House Prices in Government Office Regions, Northern Ireland, Scotland and Wales

According to HM Land Registry, average house prices in the UK increased by **3.5%** in the year to April 2023 to **£286,489**. The highest rates of increase were in the North East (**5.5%**) and Northern Ireland (**5.0%**). The lowest price increases were in Scotland (**2.0%**) and Wales (**2.0%**). After increasing in March, the average UK house price continued to rise in April (**3.5%**).

The average house price was highest in London (**£533,687**) and the lowest in the North East (**£159,900**).

### Average House Prices: Nations and Regions – April 2023

Country and Government Office Region	Price	Monthly Change	Annual Change
North East	£159,900	1.8%	5.5%
Northern Ireland (Quarter 1- 2023)	£172,005	-1.8%	5.0%
North West	£212,814	0.7%	4.8%
East Midlands	£247,634	0.3%	4.6%
South West	£327,144	0.2%	4.0%
Yorkshire and The Humber	£205,523	1.0%	4.0%
England	£305,731	0.5%	3.7%
South East	£391,766	-0.5%	3.5%
East of England	£351,468	-0.4%	3.1%
West Midlands Region	£246,765	0.8%	3.1%
London	£533,687	2.1%	2.4%
Wales	£212,834	-1.3%	2.0%
Scotland	£187,150	1.3%	2.0%

Source: ONS and HM Land Registry. Ranked by Annual Change.



## 3. Mortgages, Rent and Housing

### Renting

According to the Office for National Statistics, private rental prices in the UK rose by **5.0%** in the 12 months to May 2023, up from a revised **4.8%** for the 12 months to April 2023.

Over the year to May 2023, private rental prices increased in Northern Ireland, Wales, Scotland and all the English regions. Northern Ireland (**10.0%**), Scotland (**5.4%**) and the East Midlands (**5.2%**) saw the highest rates of increase. The lowest increases were in the North East (**4.3%**) and the South East (**4.4%**).

The median rent in England across all private rental property types for the 12 months to 31 March 2023 was **£825**, according to the Valuation Office Agency and ONS. In London it was **£1,500**.

For a single room with shared facilities, the median monthly private rent was **£460**. In London it was **£695 (51.1% higher)**.

For two bedrooms, the median monthly private rent was **£800**. In London it was **£1,500 (87.5% higher)**.

Figures from the Department for Levelling Up, Housing and Communities show that in 2020-21, private renter households in England spent an average of **£198** per week on rental payments. Private renters in receipt of housing support spent around **41%** of their income on rental payments. The rental share of income was highest for unemployed people (**41.1%**) and low income households (**52.3%**).

Weekly rents in the social housing sector in England were **£107** for housing association renters and **£94** for local authority renters.

In 2020-2021, **34.7%** of households owned their home outright, while **30.1%** were mortgagors, **18.5%** rented privately and **16.6%** paid a social rent.

- Since 2013-14, outright owners have been the largest tenure group.
- Since the mid-1990s, the number of renters and outright owners has risen, while the number of people owning a house with a mortgage has fallen.
- In 2020-2021, **46.9%** of 25-34 year-olds were owner occupiers. **36.8%** of this age group were private renters and **16.4%** were social renters.



## 3. Mortgages, Rent and Housing

### Arrears and Repossessions

According to the Financial Conduct Authority, at the end of Q1 2023 there were **158,577** mortgage loan accounts with arrears of more than 1.5% of the current loan balance.

- This is **2.8%** more than revised numbers for the previous quarter and **3.7%** up on Q1 2022.

**39.7%** of payments due for loans in arrears were received in Q1 2023.

UK Finance reports that **76,630 (0.87%)** of homeowner mortgages had arrears equivalent to at least 2.5% of the outstanding mortgage balance in Q1 2023, **1.9%** up on the previous quarter. Over the last year, mortgages in arrears have increased by **2.5** a day.

UK Finance estimates that there were **750** homeowner properties taken into possession in the UK in Q1 2023, up from 600 in Q1 2022.

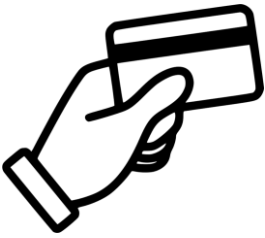
This equates to **8.3** properties being possessed every day, or one property being possessed **every two hours and 53 minutes**. This number was previously low due to the pandemic-related moratorium on forced possessions, but is now approaching pre-pandemic levels.

In England and Wales, in January to March 2023, according to the Ministry of Justice, every day **44.8** mortgage possession claims were issued and **9.9** mortgage possession orders were made.

**259.9** landlord possession claims were issued and **74.2** landlord possession orders were made every day.

Compared to Q4 2019 (pre-lockdown), mortgage possession claims fell by **35.5%** and orders by **73.5%**, while landlord possession claims fell by **8.0%** and landlord possession orders fell by **62.3%**. This was due to forbearance action by the Government and the FCA in response to the Covid-19 pandemic.

However, possession claims and orders increased in Q2 and Q3 2021 from the very low levels of mid-2020.



## 4. Spending and Loans

### How We Spend

In the year to April 2023, outstanding consumer credit **increased by 5.93%** according to the Bank of England, while outstanding levels of credit card borrowing increased by **8.22%**. The largest reductions occurred from August 2020 to March 2021. Since April 2021, outstanding consumer credit has fallen slightly, with variations from month to month.

On average, **49.3** cash machine transactions (including balance enquiries and rejected transactions) were made **every second** in May 2023, a decrease of **4.3%** on May 2022. The total value of transactions saw no change (**0.0%**) over the same period.

- In total, cash machine transactions were worth an average of **£53.50** per transaction.
- These LINK transaction figures do not include transactions or withdrawals made by customers at their own banks or building societies.
- The number of ATMs (in-branch and remote) fell from **53,398** at the end of 2021 to **50,300** at the end of 2022 (a fall of **5.8%**). Free-to-use ATMs fell from **40,942** to **39,429** while pay-to-use ATMs fell from **12,456** to **10,871**.

### What We Buy

In Q4 2022, households in the UK spent **£111.42 million** a day on water, electricity and gas, or **£3.97** per household per day. On a seasonally adjusted basis, this was **3% less** than the revised figure for Q4 2021.

In May 2023 the average price of unleaded petrol **decreased by 2.2ppl to 144.7ppl**.

- This meant it cost **£72.35** to fill a 50 litre unleaded tank, **£1.10 less** than last month.

The average price of diesel **decreased by 7.2ppl to 153.9ppl**.

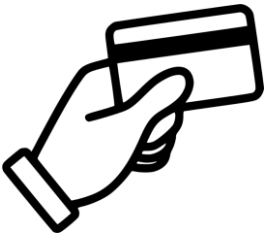
- This meant it cost **£76.95** to fill a 50 litre diesel tank, **£3.60 less** than last month.
- The price difference between the two grew to **9.2ppl**, a difference of **£4.60** per 50 litre tank.

According to Which? the annual cost for home-charging a compact electric car is around **£885** per year, or **£17.02** per week, based on 9,000 miles driving per year.

Child Poverty Action Group's "The Cost of a Child in 2021" report estimates that couple families now spend **£160,692** on raising a child to their 18<sup>th</sup> birthday, **£24.44 a day**. This is an increase of **5.2%** over the last year and **12.6%** since the study began in 2012.

- The cost for a lone parent is **£193,801**, an increase of **25%** since 2012.
- This comes to **£29.50 a day**.
- For couples in 2021, **22%** of basic costs are covered by child benefit. For lone-parent families in 2020, **16%** of basic costs are covered by child benefit.





## 4. Spending and Loans

### The Cost of Credit

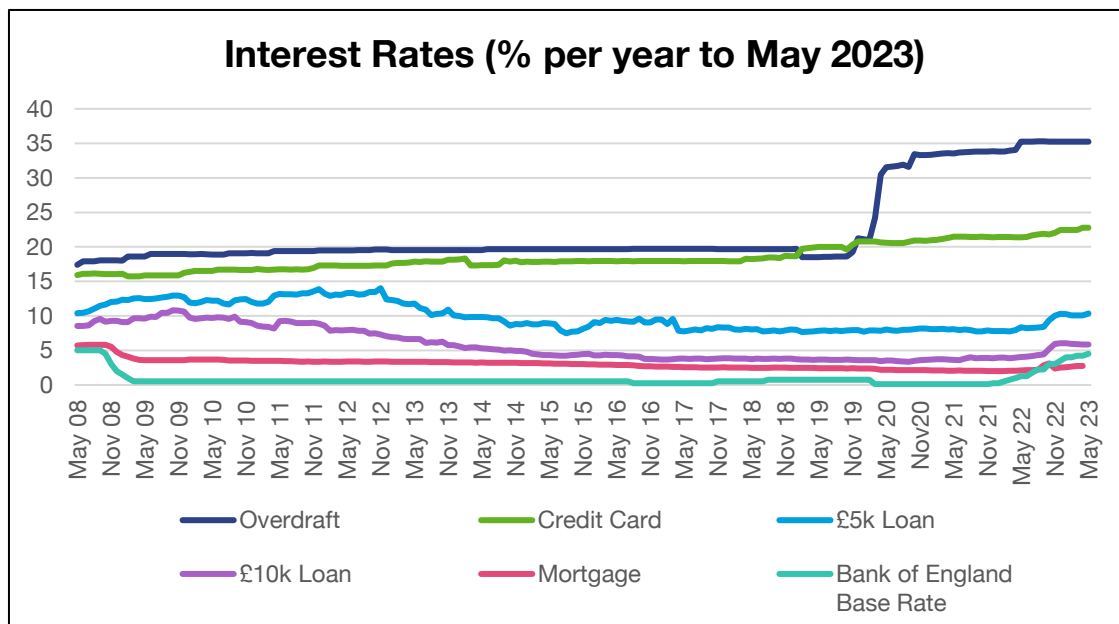
The average interest rate on credit card lending bearing interest was **22.76%** in May 2023. This was **17.76%** above the Bank of England Base Rate of **5.00%**. (The Bank rate was raised from **4.50%** to **5.00%** on 22 June 2023.)

UK Finance figures show that **50.3%** of credit card balances were bearing interest in March 2023.

In May 2023, the average APR for a £5,000 personal loan was **10.33%**, according to the Bank of England. For a £10,000 loan it was **5.86%**, while the average rate for an overdraft was **35.25%**.

As shown in the chart, the gap between credit card, overdraft and other interest rates has widened substantially since 2008. The dramatic increase in overdraft rates in 2020 was due to new FCA overdraft rules, which banned high fixed charges penalising accidental and short-duration overdrafts, but at the cost of a rise in the average overdraft rate.

Why overdraft and credit card rates are so high when the bank base rate remains much lower is an open question.



Source: Bank of England



## 5. Savings and Pensions

### Savings

The average interest rate for an instant access savings account was **1.74%** in May 2023. For a cash ISA, the rate was **2.66%**, up from 0.51% a year ago.

In Q4 2022, households saved an average of **9.4%** of their post-tax income, including benefits, down from **15.8%** (revised) in Q4 2020 and also the record **26.5%** (revised) in Q2 2020, which was substantially higher than the previous peaks in the late 1970s and early 1990s. From 2000 to 2015, the savings rate fluctuated mostly within the 7-10% range, with the most recent pre-Covid peak being 12.0% (revised) in Q1 2010. If someone on the average salary saved 9.4% of their income in an average instant access savings account for a year, they would receive **£43.80** in interest after tax. If they saved it in an average cash ISA, they would receive **£83.70**.

It would take **16 years** for someone on the average salary, saving the average amount per household every year in an average instant access savings account, to afford the average first-time buyer deposit. If they saved into a cash ISA at the same rate it would also take **15 years**.

In 2021-2022, according to the Family Resources Survey, **39%** of UK households had either no savings or less than £1,500 in savings. For single parent households with children, this figure is **79%**.

### Pensions

According to The Pensions Regulator's Compliance Report, at least **10.90 million** workers had joined a pension scheme under auto-enrolment by the end of May 2023, making a total of **23.4 million** members of pensions schemes, but leaving **10.89 million** workers unenrolled, out of the total declared workforce of **34.3 million**.

According to the Family Resources Survey, **53%** of working age adults actively participated in a pension in 2021-2022, down **1%** on the previous year. Participation was **79%** for employees and **18%** for the self-employed.

According to ONS, in 2020, **34.8%** of employees with a pension were in an occupational Defined Benefit scheme, **36.5%** were in an occupational Defined Contribution scheme and **26.6%** were in group personal or stakeholder schemes. The Annual Survey of Hours and Earnings reports that in 2020, **47.2%** of members of Defined Benefit schemes received an employer contribution of **20% or more** of their income, compared with only **2.0%** of members of Defined Contribution schemes.

In November 2021, there were **12.47** million recipients of the State Pension, an increase of **92,000** on November 2020. Of these, **2.4 million** were on the new State Pension (nSP) introduced in 2016, an increase of **630,000** on November 2020.



## 6. Financial Inclusion

According to the FCA Financial Lives Survey, in the UK in 2020 there were **1.2 million** UK adults who did not have a bank account (either a current account or an alternative e-money account.) This was **2.3%** of the UK adult population. The highest unbanked rates were for the unemployed, those in a marginal or vulnerable situation and those aged 18-21.

There were **7.36 million** basic bank accounts (BBAs) on 30 June 2022, according to HM Treasury. BBAs are the no-frills bank accounts that the nine largest personal current account providers are required to offer under the Payment Accounts Regulations 2015.

According to ONS, in 2022 there were **8,060** bank and building society branches in the UK. This was a reduction of **750** branches (**-8.5%**) from the year before. According to Which? banks and building societies have closed (or scheduled the closure of) **5,699** branches since January 2015.

According to the FCA Financial Lives Survey, in February 2020, **5.4 million** people relied on cash to a great or very great extent, with **2.5 million** using cash for all their payments.

In 2020, **44.4 million** UK adults (**85%** of the total) used some form of credit, according to the FCA Financial Lives Survey. This includes unregulated credit (**4%** of adults) and running credit such as credit cards that are paid off each month (**30%** of adults). Around **7.8 million** people (**15%** of total UK adults) either chose not to access credit or did not have access to credit.

According to the Bank of England, **1.92 million** adults were members of credit unions in October to December 2021, an **increase of 0.30%** over the same period in 2020. There were **395** credit unions, with loans to members to a value of **£1.75 billion**, **35.1%** of which was in Northern Ireland.

According to the FCA Financial Lives Survey, **17.8 million** UK adults (**34%** of the total) did not have home contents insurance in 2020. According to Ofcom, **1.5 million** households did not have access to the Internet in March 2021. This included **18%** of households with members aged 65+.

Research by The Social Market Foundation found that low-income households pay a 'poverty premium' in buying their goods and services of **£490** per year. The poverty premium is the extra amount people on low incomes pay from not being able to access the best deals.

According to the FCA Financial Lives Survey, in October 2020, **14.6 million** UK adults (**28%** of the total) said they had low confidence in managing their money, while **17.7 million** UK adults (**34%**) had poor or low levels of numeracy involving financial concepts.



## 7. Young People

### Young People in Education and Employment

According to ONS, in February to April 2023 there were **5.37 million** people aged 18 to 24. Of these, **1.75 million** were in full-time education while **3.35 million** were in employment (including those in full-time education who were also in employment.) From April 2022 to April 2023, the number of 18-24 year-olds in employment decreased by **57,000**.

### Unemployment

**388,000** 18-24 year-olds (**10.4%**) were unemployed in February to April 2023. This was **34,000** more than the same period the previous year and **33,000** more than in November to January 2023.

- **117,000 (30.2%)** had been unemployed for over 6 months.
- **50,000** had been unemployed for over 12 months, **1,000 less than** from November to January 2023 and **15,000 less** than a year earlier.

**770,000 (11.3%)** of 16 to 24-year-olds in the UK were not in education, employment or training (NEET) in January to March 2023, an increase of **25,000** over the last year.

### Minimum Wage

Minimum wage rates increased in April 2023. For under 18s the new rate is **£5.28**. The apprentice rate (for those under 19 or in the first year of their apprenticeship) is **£5.28**. For those aged 18-20, the minimum wage goes up to **£7.49**. For those aged 21-22, **£10.18** and for those aged 23+, **£10.42**. The age for receiving the National Living Wage has dropped from 25+ to 23+.

### Wages Paid by Age and Gender

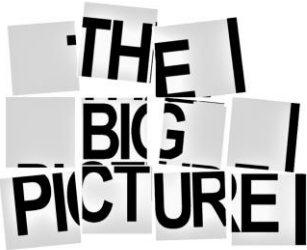
According to ONS, in the year to April 2022 the median weekly gross pay for all full-time employees was **£640**. For employees aged 16-17 it was **£229**. For those aged 18-21 it was **£402** and for those aged 22-29 it was **£546**. For those aged 16-17, female FT pay as a percentage of male FT pay was **96.3%**. This increased to **97.9%** for those aged 22-29 and then gradually widening by age to reach **88.3%** for the 50-59 age group.

### Student Loans

In 2020-21, the provisional average maintenance loan awarded to full-time students in England was **£6,860 (up 1.8%** on the revised figure for the previous year.) In Wales it was **£5,110** and in Northern Ireland **£3,120**. The provisional average tuition fee loan in England was **£8,520 (down 0.5%)**. In Wales it was **£8,180 (up 16.9%)** and in Northern Ireland **£5,440**.

### Student Debt

In England, the average debt for the latest (2020-21) cohort to enter repayment was **£45,060**, an increase of **12.6%** on the previous year. In Wales it was **£27,600 (+11.4%)**, in Northern Ireland **£24,720 (+5.9%)** and in Scotland **£15,170 (+9.3%)**.



## 8. The Bigger Picture

### Economy and Inflation

The UK economy grew by **0.2%** in April 2023 and is now estimated to be 0.3% above its pre-pandemic level.

The CPI (Consumer Prices Index) increased by **8.7%** in the year to May 2023, (**0.0%**) unchanged from the year to March 2023. The highest rates of inflation over the 12 months to May 2023 were for housing, water, electricity, gas and other fuels (**12.1%**), food and non-alcoholic beverages (**18.3%**) and restaurants and hotels (**10.3%**). The lowest rate was for transport (**1.5%**). According to the ONS, falling prices for motor fuel led to the largest downward contribution to the monthly change in the CPI, while rising prices for air travel, recreational and cultural goods and services, and second-hand cars resulted in the largest upward contributions.

### Pay Rates

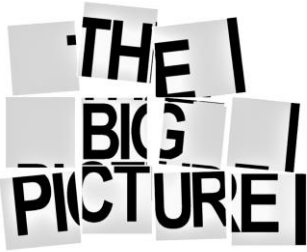
In the three months to March 2023, regular pay increased by **6.7%** on the year before. Pay including bonuses decreased by **3.0%**. Average weekly pay was **£598**, or **£642** including bonuses; an annual salary of **£31,181**, or **£33,476** with bonuses. In real terms, for the year to March 2023, regular pay decreased by **1.7%**, while total pay fell by **3.7%**. Due to pay growth being lower than inflation for most of the last fourteen years, total real pay (**-3.5%**) was below the pre-financial crash peak in February 2008 while regular real pay fell by **0.2%** over the same period.

### Public Sector Borrowing

Public Sector Net Borrowing (excluding NatWest Group and Bank of England) in the three months to May 2023 was **£60.4 billion**, an average borrowing of **£657 million** per day. Spending included **£24.2 billion** net investment, meaning there was a current budget deficit of **£36.2 billion** over the same three months. Total net borrowing for the year to May 2023 was **£153.7 billion**, compared with **£104.5 billion** for the year to May 2022.

Public sector net debt in May 2023 (excluding NatWest and Bank of England) was **£2,298.6 billion** (**89.6% of GDP**). This was **£227.3 billion** more than in May 2022, an increase of **£623 million** per day, mainly due to government measures to help people during the cost of living crisis, such as the Energy Price Guarantee.

According to the March 2022 Forecast from the Office for Budget Responsibility, public sector net debt will fall from **95.6%** of GDP in 2021-22 to **91.2%** of GDP in 2024-25. Interest on public debt is forecast to be equivalent to **1.3%** of GDP in 2024-25.



## 8. The Bigger Picture

### Population, Taxpayers and Benefit Recipients

According to the latest ONS estimate, the population of the UK grew by **777** people per day between mid 2019 and mid 2020.

Out of a total population aged 15+ of **55.5 million**, there are projected to be **32.2 million** income taxpayers in 2021-22. Of these, **27 million** will be basic rate taxpayers, **4.1 million** people will fall into the 40% income tax band and **440,000** will pay the 45% rate, which replaced the 50% rate in 2013-14. People who do not pay income tax still pay indirect taxes such as VAT, non-EU import duties, insurance premium tax and excise duties on tobacco, alcohol and fuel.

There were **23 million** people claiming some combination of DWP benefits in August 2021, according to DWP. In November 2021, housing benefit was received by **2.7 million** people and **5.7 million** people were receiving Universal Credit, an increase of **2.7** million from March 2020 (before the first lockdown.)

### Unemployment

The number of people classed as unemployed in February to April 2023 was **1.31 million** (**3.8%** of the workforce), **52,000 more than** the previous quarter, **578** more per day but down **5,000** from the previous year, **14 fewer a day**. The unemployment rate in the UK was highest in the West Midlands (**4.8%**) and Wales (**4.8%**) and lowest in Northern Ireland (**2.4%**). **288,000** people had been unemployed for over 12 months in February to April 2023, down by **69,000** (**189 a day**) from a year earlier. Since the beginning of 2021, short-term (less than six months) unemployment has fallen, while longer-term unemployment has increased.

### Employment and Unemployment – Older Workers

**292,000** people aged 50 and over were unemployed in February to April 2023, a decrease of **8,000** on November to January 2023 and down **6,000** on a year earlier. **36.9%** of unemployed workers aged 50 and over, a total of **108,000** people, had been out of work for over a year. **79,000** had been unemployed for more than two years.

**1,483,000** (**12.0%**) people aged 65 and over were *in work* in February to April 2023, **116,000 more** than in November to January 2023 and an increase of **129,000** from the previous year.

### Redundancies

**93,000** people (**1,033 per day**) reported they had become redundant in February to April 2023, **1,000** less than in November to January 2023 and **37,000** more than the year before.



# *The* **MONEY** *Charity*

**The Money Charity is the UK's Financial Capability charity.**

**We believe that being on top of your money means you are more in control of your life, your finances and your debts, reducing stress and hardship. And that being on top of your money increases your wellbeing, helps you achieve your goals and live a happier more positive life as a result.**

**Our vision is for everyone to be on top of their money as a part of everyday life. We empower people across the UK to develop the skills, knowledge, attitudes and behaviours to make the most of their money throughout their lives.**

**<https://themoneycharity.org.uk>**