

Enterprise Dunedin

DUNEDIN CBD COVID-19 29 JUNE ECONOMIC UPDATE

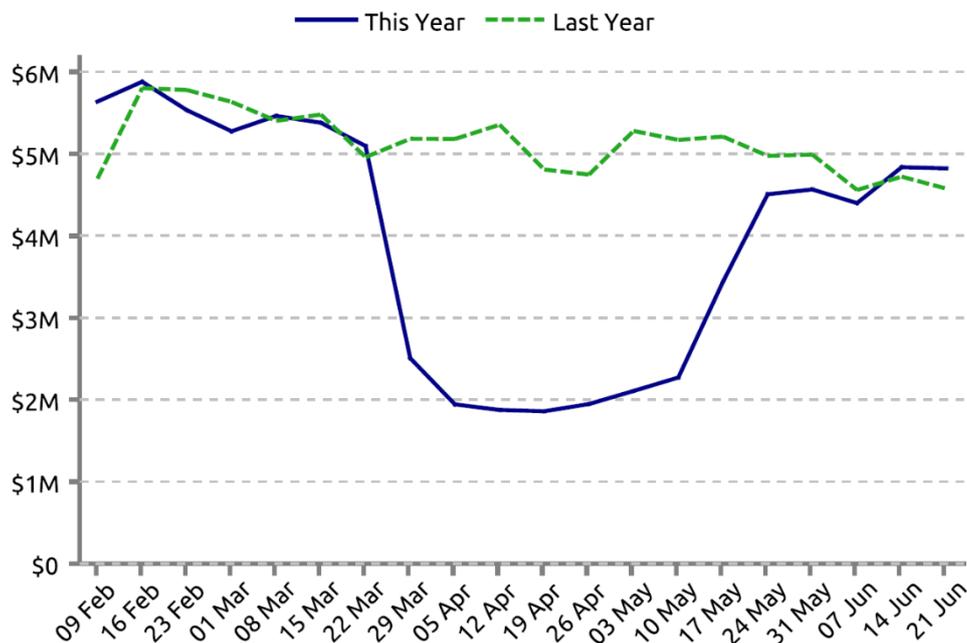
This document gives a high-level overview of economic activity within Dunedin’s central city. The indicators followed include foot traffic and retail spend. These two indicators allow us to understand how visitation to the CBD has recovered and the extent to which visitation is being converted into spending with CBD retailers.

Foot traffic has been proxied using population counts in the central city on different dates. The data has been provided by Data Ventures (Statistics New Zealand’s commercial arm) and is derived from mobile phone records. Retail spend data is provided by Verisk from transactions occurring in the Paymark system.

Spending in the central city

Retail spending in Dunedin’s central city over the week ended 21 June totalled \$4.8 million, up 5.4% from the \$4.6 million spent across the same week a year earlier.

1. WEEKLY VALUE OF SPENDING



The week ended 21 June was the second consecutive week that central city retail spending had recovered to above its 2019 level. By comparison, spending in other parts of Dunedin City has been higher than its 2019 level for the past five weeks.

The recovery in retail spending in the central city has been concentrated on homeware and clothing, while supermarket spending has remained strong throughout the pandemic. Hospitality spending is still below its 2019 level, but the gap closed to just 1.1% last week. Fuel spending declines reflect cheaper petrol prices. Lower spending continues to persist in the “other” category, which captures a range of categories including travel, vehicle hire, tours, events, casinos, beauty and health services.

There remains a risk that retail spending softens again in the coming weeks as pent-up demand works its way through the local economy. A sustained recovery will be contingent on a number of factors, including households' financial positions and the speed at which domestic tourism recovers.

Week ended 21 June 2020	2020 Spend	2019 Spend
Food, liquor & pharmacies	\$1,947,761	\$1,657,791
Hospitality & Accommodation	\$1,058,913	\$1,071,023
Fuel & Automotive	\$88,594	\$89,249
Clothing, Footwear & Department Stores	\$428,008	\$325,496
Home & Recreational Retailing	\$507,685	\$388,367
All other	\$791,758	\$1,043,062
Total	\$4,822,719	\$4,574,988

Foot traffic in the central city

The average daily number of people in Dunedin' central city across the week ended 21 June 2020 was 16% higher than a year ago, according to estimates from Data Ventures database derived from hourly monitoring of mobile phones.

