

Quarterly Economic Summary

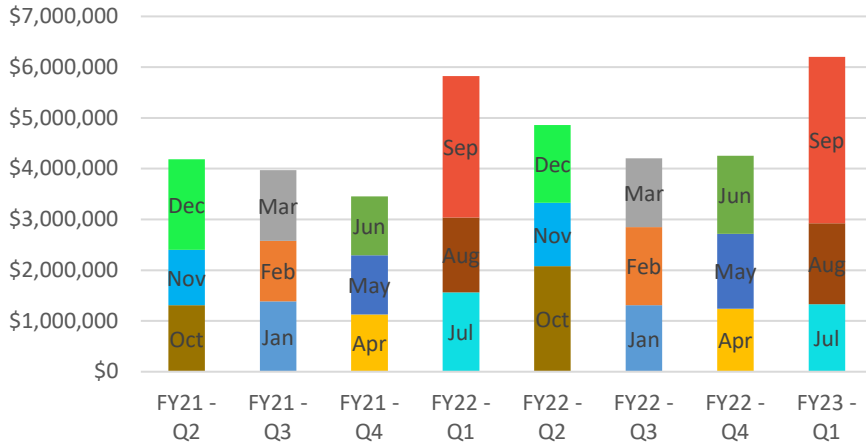
Harding County



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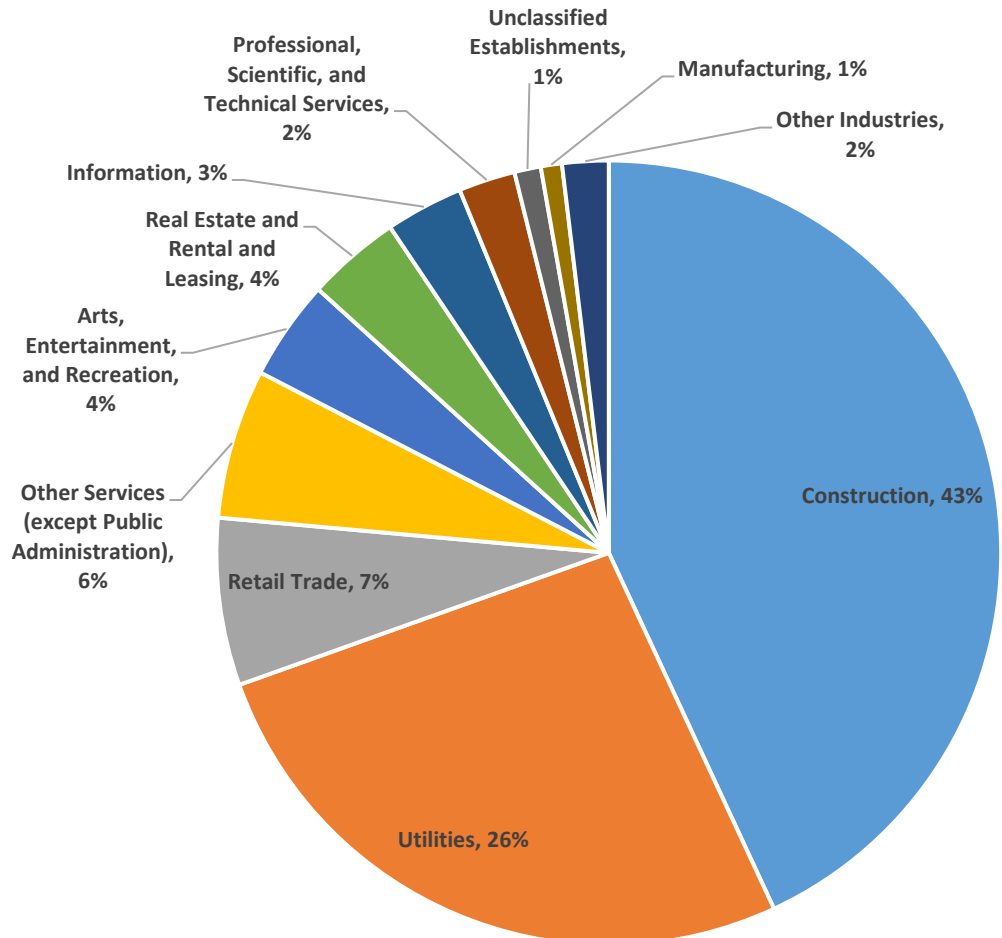
Chart 1. Matched Taxable Gross Receipts Per Quarter



In the first quarter of FY23, 25 of 33 counties saw significant year-over-year economic growth. Statewide economic activity showed broad growth across most industry sectors, with oil and gas and construction leading the growth in gross receipts over the prior year. Concerns like interest rates and inflation have continued, leaving consumer confidence declining on the national level. Despite these concerns, New Mexico has had continued growth, with record-breaking gross receipts.

Over the last eight quarters, matched taxable gross receipts (MTGR), have averaged \$4.6M which is \$1.6M less than the amount reported during Q1 FY23 (\$6.2M). From Q4 FY22 to Q1 FY23, MTGR increased by nearly 46% or just under \$2M. With this increase, MTGR for Harding County, has an upward trend. As seen in Chart 2, the construction and utilities industries have accounted for 70% of Harding County's total MTGR.

Chart 2. FY23 - Q1 Industry Size by Matched Taxable Gross Receipts



Matched Taxable Gross Receipts (MTGR) are the best tax data available to show underlying economic activity. The data collection process matches a tax payment with reported receipts for each taxpayer by industry.

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Table 1. FY23 - Q1 Matched Taxable Gross Receipts by Industry

Industries	FY23 - Q1	YOY Growth	YOY % Change	%Change from FY20-Q1 (Pre-COVID)
Accommodation and Food Services	\$ 16,067	\$ (11,899)	-43%	16%
Administrative/Support & Waste Management/Remediation	\$ 34,142	\$ (32,916)	-49%	39%
Agriculture, Forestry, Fishing, and Hunting	\$ -	\$ (11,204)	-100%	-100%
Arts, Entertainment, and Recreation	\$ 247,995	\$ 247,995	N/A	N/A
Construction	\$ 2,592,492	\$ 464,843	22%	50%
Educational Services	\$ 1,976	\$ (3,281)	-62%	N/A
Finance and Insurance	\$ 486	\$ (1,665)	-77%	5538%
Health Care and Social Assistance	\$ 5,388	\$ (5,984)	-53%	N/A
Information	\$ 192,843	\$ (49,363)	-20%	-7%
Management of Companies and Enterprises	\$ -	\$ -	N/A	N/A
Manufacturing	\$ 52,361	\$ 30,788	143%	6%
Mining, Quarrying, and Oil and Gas Extraction	\$ -	\$ (134,124)	-100%	-100%
Other Services (except Public Administration)	\$ 371,175	\$ 109,247	42%	35%
Professional, Scientific, and Technical Services	\$ 140,549	\$ (105,828)	-43%	-36%
Public Administration	\$ -	\$ -	N/A	-100%
Real Estate and Rental and Leasing	\$ 232,675	\$ 200,974	634%	N/A
Retail Trade	\$ 414,964	\$ 36,884	10%	111%
Transportation and Warehousing	\$ 12,775	\$ 9,535	294%	N/A
Unclassified Establishments	\$ 65,557	\$ 15,475	31%	44237%
Utilities	\$ 1,592,182	\$ (24,280)	-2%	-4%
Wholesale Trade	\$ 44,001	\$ (41,744)	-49%	231%
All Industries	\$ 6,205,450	\$ 378,201	6%	31%

Table 1 shows that, when comparing year-over-year (YOY) MTGR, the largest contribution came from the construction industry. The construction industry has continued to be a driver of MTGR for Harding County. Despite the strong growth reported by the construction industry, the majority of industries reported a YOY decline. The amount of quarterly gross receipts taxes (GRT) collected during Q1 FY23 (\$53.6K) was 49% more than the amount collected during Q4 FY22 (\$36K), as seen in Chart 4. Despite this impressive quarterly increase in GRT collections, Harding County's GRT has a slight upward trend over the last 8 quarters.

Chart 3. Annual Total GRT Revenue Collections

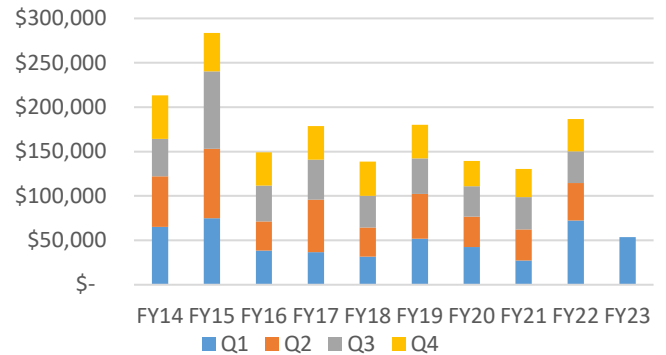


Chart 4. Quarterly GRT Revenue Collections

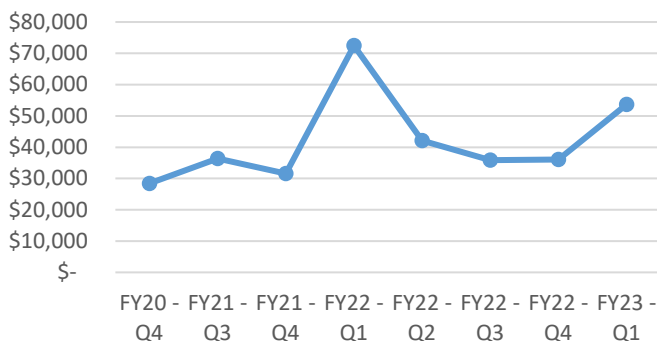
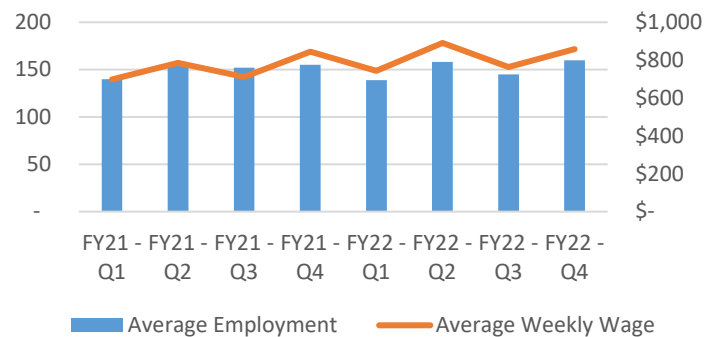


Chart 5. Total Employment & Weekly Wage

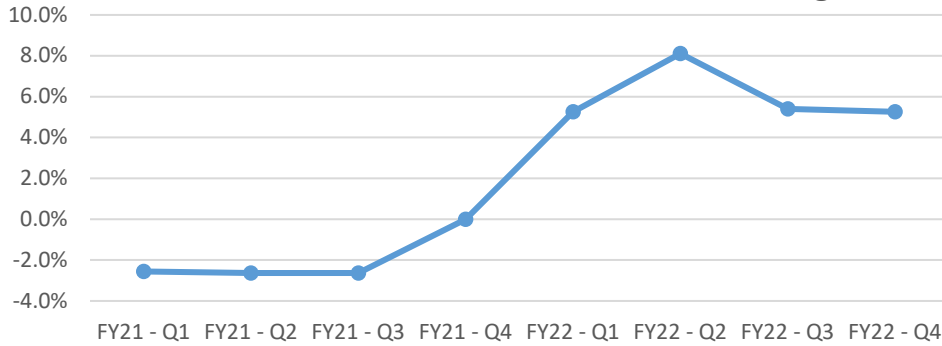


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Chart 6. Establishment Year Over Year % Change



An **establishment**, as used in the QCEW and subsequently Chart 6 and Table 2, is an economic unit, such as a farm, factory, or store, which produces goods or provides services at a single physical worksite and engaged, predominantly, in one type of economic activity.

Gross Domestic Product (GDP) is the value of all goods and services produced in an area. The percentage that GDP grew (or shrank) from one period to another is an important indicator as to how the economy is performing. Table 2, below, shows the percentage of GDP each industry accounts for in the total GDP, in a specific county and the state. The chart also compares the county to the entire state of New Mexico, by showing the impact of specific industry sectors on the county's GDP compared to that of the whole state.

Chart 7. Calendar Year % Change In Real GDP Year Over Year

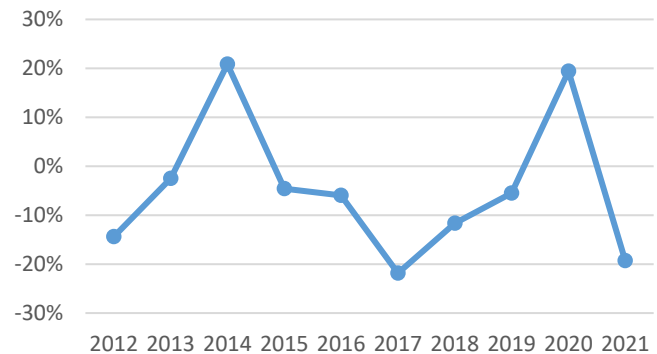


Table 2. Historical Glance: 2021 Gross Domestic Product by Industry

Industry	2021	Industry % of Total	2020-2021 Growth	YOY % Change
Accommodation and Food Services	*	*	*	*
Administrative/Support & Waste Management/Remediation	\$ 6,000	0.01%	\$ 2,000	50%
Agriculture, Forestry, Fishing, and Hunting	\$ 5,553,000	7.89%	\$ (6,491,000)	-54%
Arts, Entertainment, and Recreation	*	*	*	*
Construction	*	*	*	*
Educational Services	*	*	*	*
Finance and Insurance	\$ 175,000	0.25%	\$ 39,000	29%
Health Care and Social Assistance	\$ 233,000	0.33%	*	*
Information	\$ 1,000	0.00%	*	*
Management of Companies and Enterprises	*	*	*	*
Manufacturing	*	*	*	*
Mining, Quarrying, and Oil and Gas Extraction	\$ 38,032,000	54.03%	\$ (14,914,000)	-28%
Other Services (except Public Administration)	*	*	*	*
Professional, Scientific, and Technical Services	\$ 43,000	0.06%	*	*
Public Administration	\$ 7,523,000	10.69%	\$ 441,000	6%
Real Estate and Rental and Leasing	\$ 3,651,000	5.19%	\$ 42,000	1%
Retail Trade	*	*	*	*
Transportation and Warehousing	\$ 75,000	0.11%	\$ -	0%
Utilities	*	*	*	*
Wholesale Trade	*	*	*	*
All Industries	\$ 70,393,000		\$ (16,859,000)	-19%

*Not shown to avoid disclosure of confidential information

-This historical look at GDP data represents the most recent county GDP data available

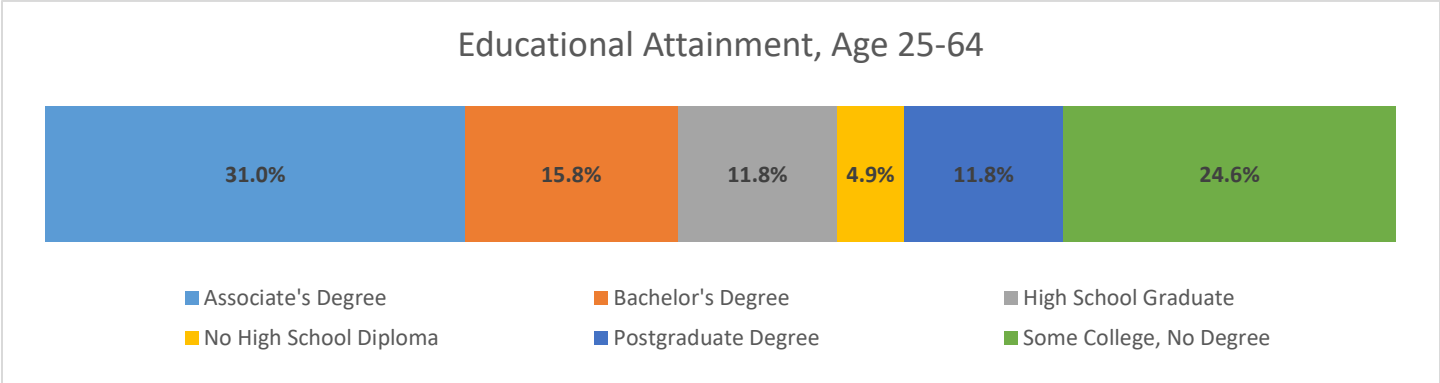
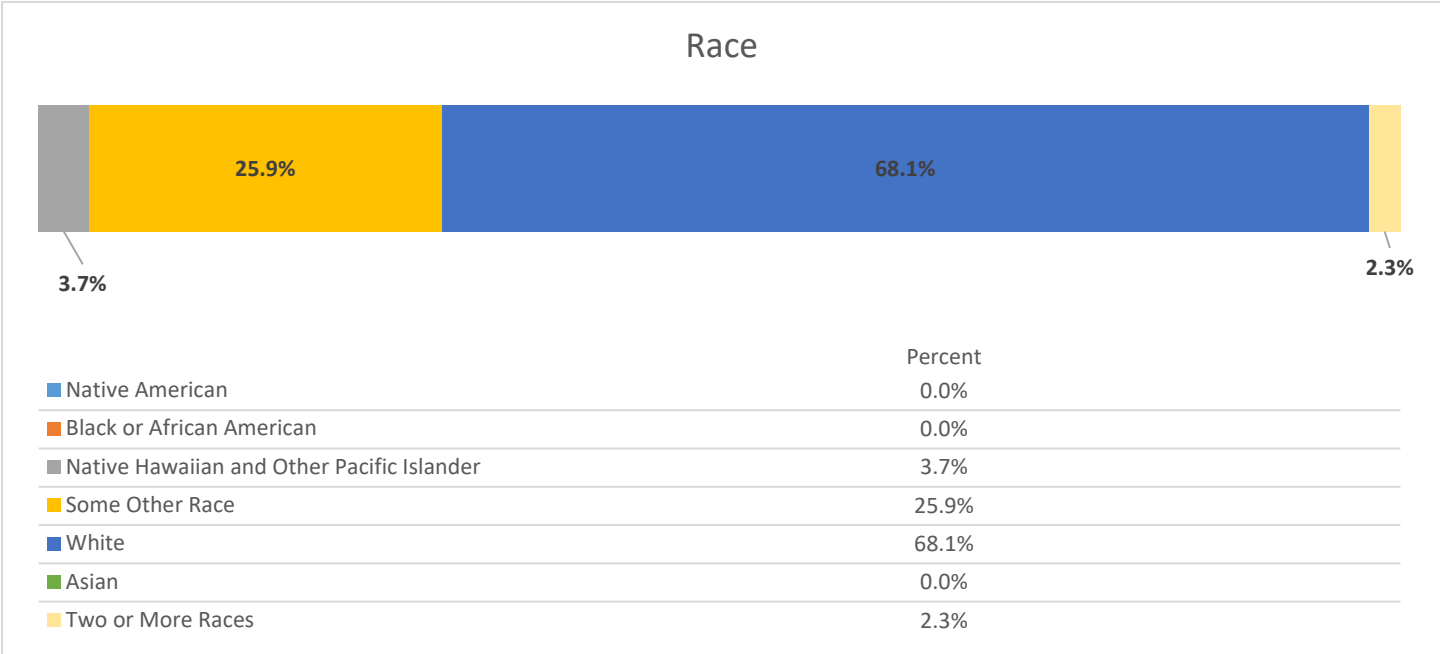
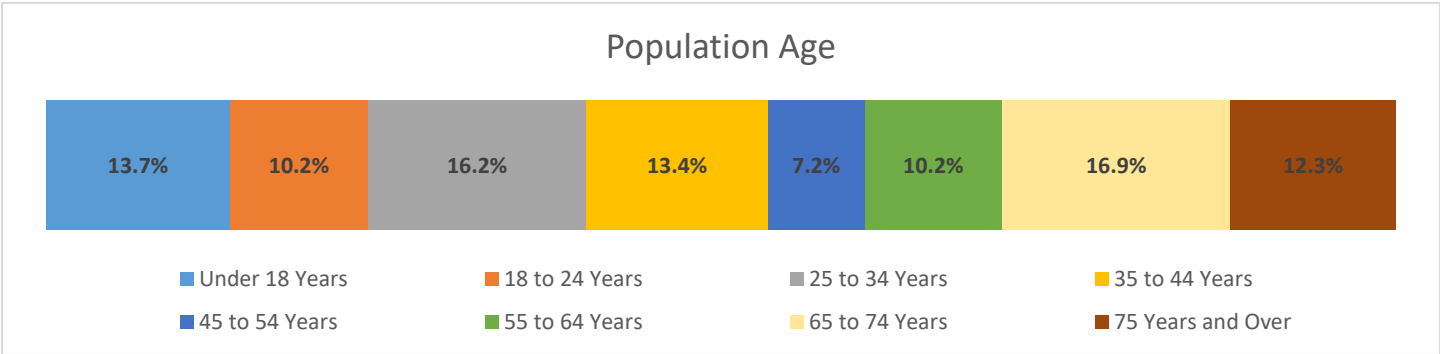
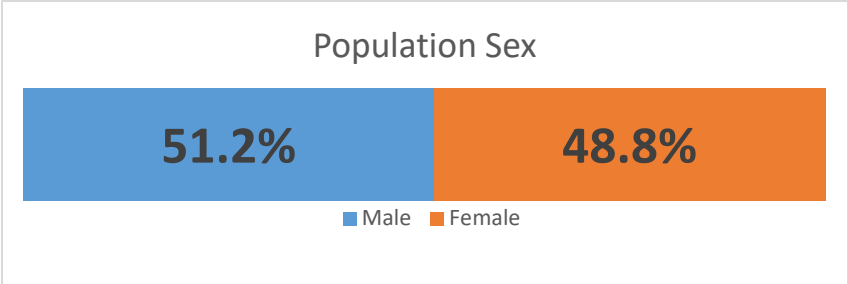
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Population

432



Page 4 Source: JobsEQ - American Community Survey 2016-2020, unless noted otherwise