

Quarterly Economic Summary

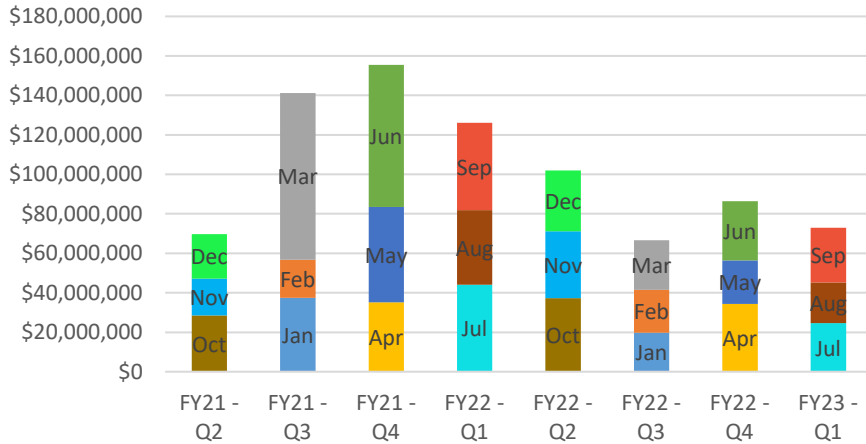
Torrance County



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Prepared by: Joel Salas, Economist; Ryan Eustice, Economist

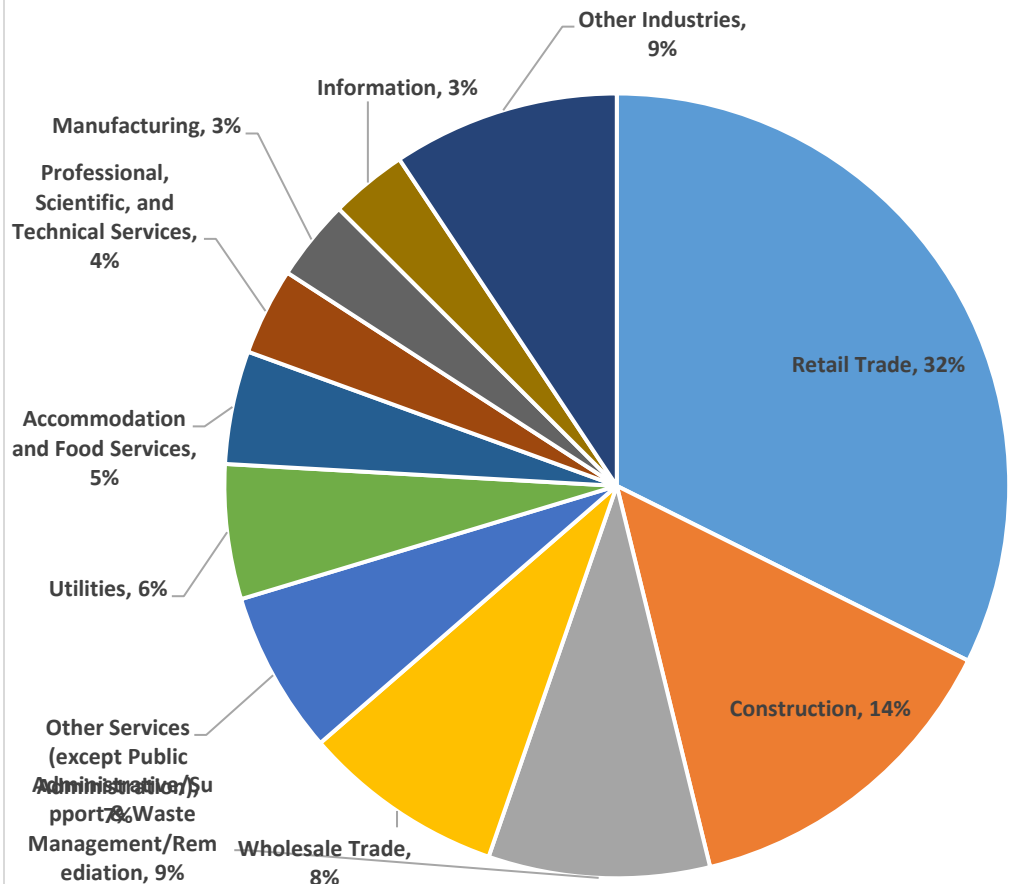
Chart 1. Matched Taxable Gross Receipts Per Quarter



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), has averaged \$102.5M which is \$30M more than the amount reported during Q1 FY23 (\$72.8M). From Q4 FY22 to Q1 FY23, MTGR decreased by nearly 16% or just over \$13M. Since Q4 FY21, MTGR has steadily decline. Over the last eight quarters, quarterly MTGR has a sharp declining trend. As seen in Chart 2, the construction and retail trade industries have

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	\$ 3,327,475	\$ 3,547	0%	55%
Administrative/Support & Waste Management/Remediation	\$ 6,506,472	\$ (168,662)	-3%	1730%
Agriculture, Forestry, Fishing, and Hunting	\$ 603,480	\$ (2,207,659)	-79%	-74%
Arts, Entertainment, and Recreation	\$ 56,699	\$ (26,742)	-32%	-74%
Construction	\$ 9,868,974	\$ (49,390,676)	-83%	-48%
Educational Services	\$ 95,769	\$ (131,276)	-58%	-24%
Finance and Insurance	\$ 191,119	\$ 111,490	140%	191%
Health Care and Social Assistance	\$ 659,456	\$ 24,328	4%	44%
Information	\$ 2,267,758	\$ 171,754	8%	-25%
Management of Companies and Enterprises	\$ 1,991	\$ 1,991	N/A	N/A
Manufacturing	\$ 2,377,194	\$ (29,962)	-1%	123%
Mining, Quarrying, and Oil and Gas Extraction	\$ 51,237	\$ 5,512	12%	-41%
Other Services (except Public Administration)	\$ 4,789,464	\$ 542,890	13%	55%
Professional, Scientific, and Technical Services	\$ 2,560,171	\$ 203,686	9%	91%
Public Administration	\$ -	\$ (275,330)	-100%	-100%
Real Estate and Rental and Leasing	\$ 1,942,036	\$ (1,109,914)	-36%	68%
Retail Trade	\$ 23,081,234	\$ 464,371	2%	58%
Transportation and Warehousing	\$ 1,147,501	\$ 497,694	77%	236%
Unclassified Establishments	\$ 1,920,969	\$ 1,011,111	111%	593%
Utilities	\$ 3,960,834	\$ (1,749,885)	-31%	-20%
Wholesale Trade	\$ 5,947,066	\$ (1,433,666)	-19%	346%
All Industries	\$ 72,871,858	\$ (53,190,097)	-42%	26%

accounted for 46% of Torrance County's total MTGR. Table 1 shows that, when comparing year-over-year (YOY) Q1 FY23 MTGR, decreased by \$53M or 42%. The largest contribution to this decrease came from the construction industry. This industry reported a \$49M or 83% decline when comparing the two periods. Torrance County had 5 industries report a YOY decline of more than \$1M. The amount of quarterly gross receipts taxes (GRT) collected during Q1 FY23 (\$1.11M) was 1% less than the amount collected during Q4 FY22 (\$1.12M), as seen in Chart 4. Over the last eight quarters, quarterly GRT collections have trended downward.

Chart 3. Annual Total GRT Revenue Collections

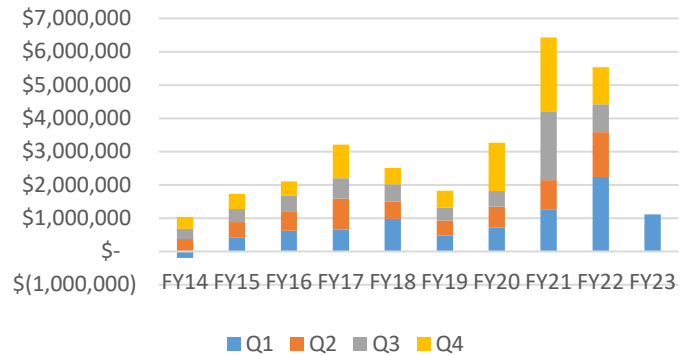


Chart 4. Quarterly GRT Revenue Collections

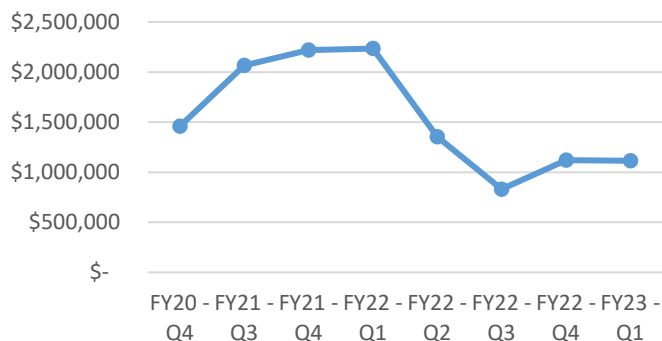
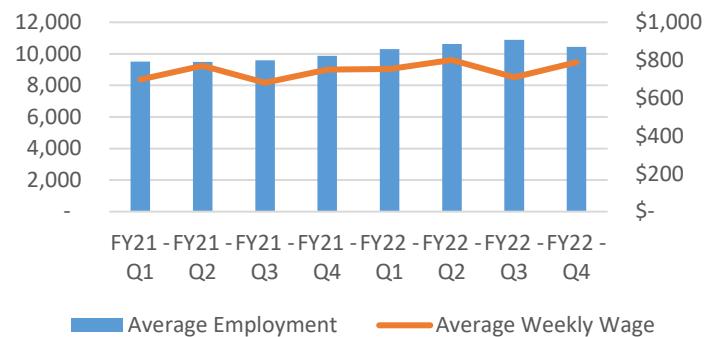


Chart 5. Total Employment & Weekly Wage

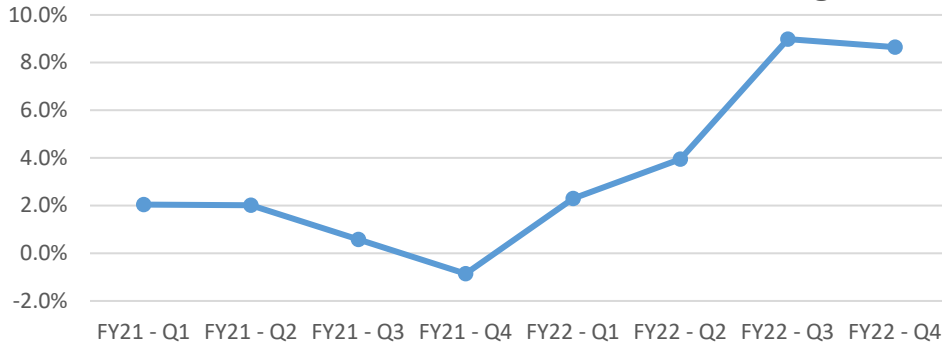


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Chart 6. Establishment Year Over Year % Change



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

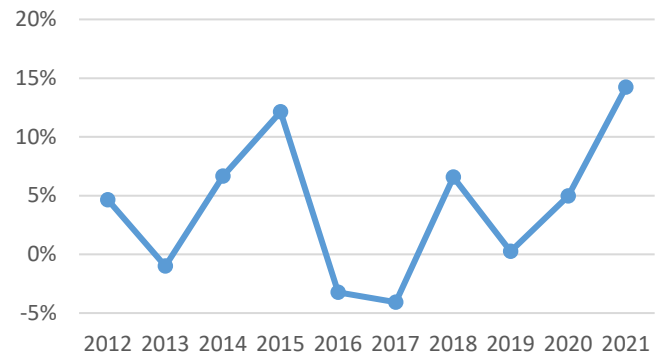


Table 2. Historical Glance: 2021 Gross Domestic Product by Industry

Industry	2021	Industry % of Total	2020-2021 Growth	YOY % Change
Accommodation and Food Services	\$ 6,016,000	1.35%	\$ 1,244,000	26%
Administrative/Support & Waste Management/Remediation	\$ 16,546,000	3.72%	*	*
Agriculture, Forestry, Fishing, and Hunting	\$ 50,927,000	11.44%	\$ (4,772,000)	-9%
Arts, Entertainment, and Recreation	\$ 764,000	0.17%	\$ 311,000	69%
Construction	\$ 25,706,000	5.77%	\$ 14,508,000	130%
Educational Services	*	*	*	*
Finance and Insurance	*	*	*	*
Health Care and Social Assistance	*	*	*	*
Information	*	*	*	*
Management of Companies and Enterprises	*	*	*	*
Manufacturing	\$ 15,356,000	3.45%	\$ 2,607,000	20%
Mining, Quarrying, and Oil and Gas Extraction	\$ 5,574,000	1.25%	\$ (7,995,000)	-59%
Other Services (except Public Administration)	\$ 8,096,000	1.82%	\$ 736,000	10%
Professional, Scientific, and Technical Services	*	*	*	*
Public Administration	\$ 71,568,000	16.08%	\$ 2,180,000	3%
Real Estate and Rental and Leasing	*	*	*	*
Retail Trade	\$ 36,681,000	8.24%	\$ 454,000	1%
Transportation and Warehousing	*	*	*	*
Utilities	\$ 85,379,000	19.18%	\$ 28,589,000	50%
Wholesale Trade	\$ 17,909,000	4.02%	\$ (2,614,000)	-13%
All Industries	\$ 445,208,000		\$ 55,433,000	14%

*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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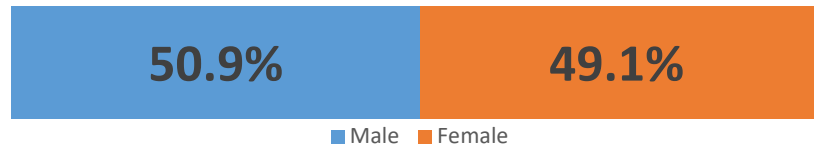
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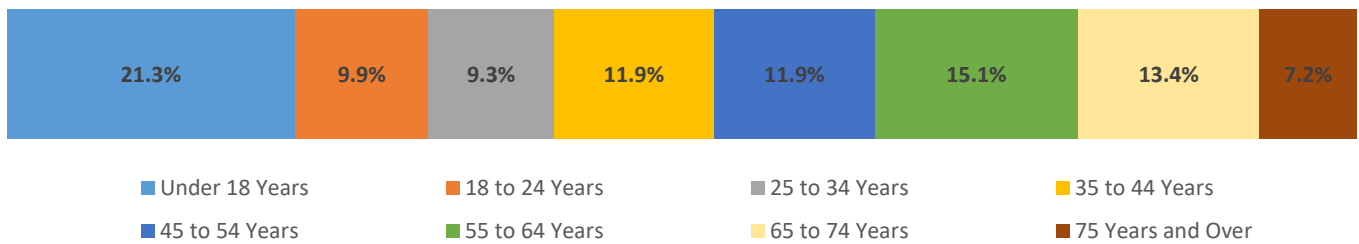
Population

15,477

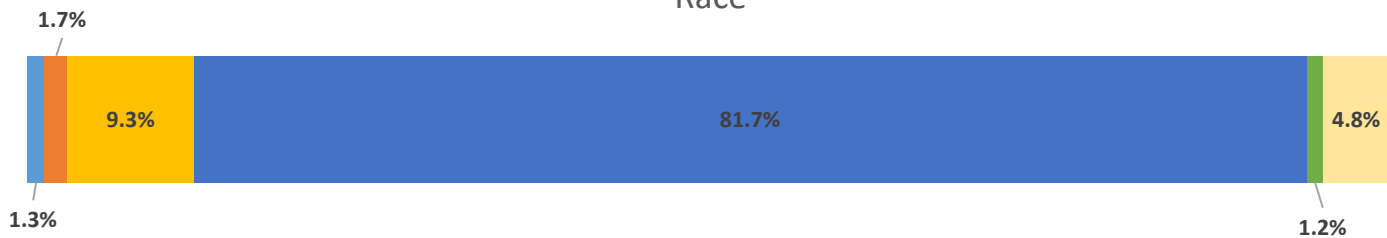
Population Sex



Population Age



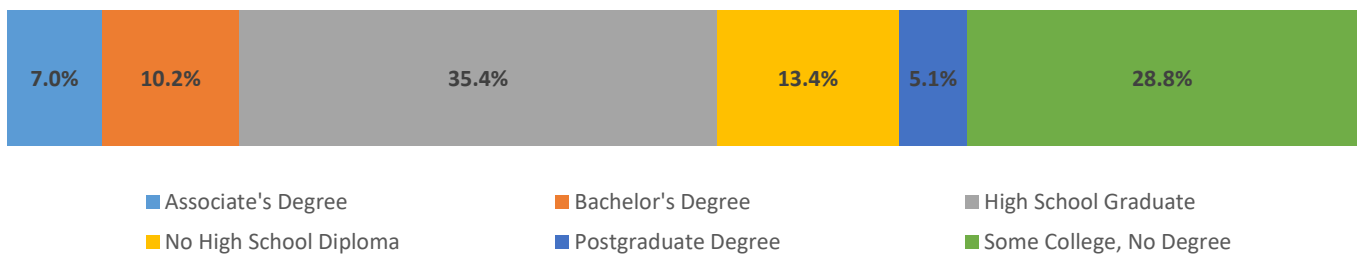
Race



Percent

Native American	1.3%
Black or African American	1.7%
Native Hawaiian and Other Pacific Islander	0.0%
Some Other Race	9.3%
White	81.7%
Asian	1.2%
Two or More Races	4.8%

Educational Attainment, Age 25-64



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