

Quarterly Economic Summary

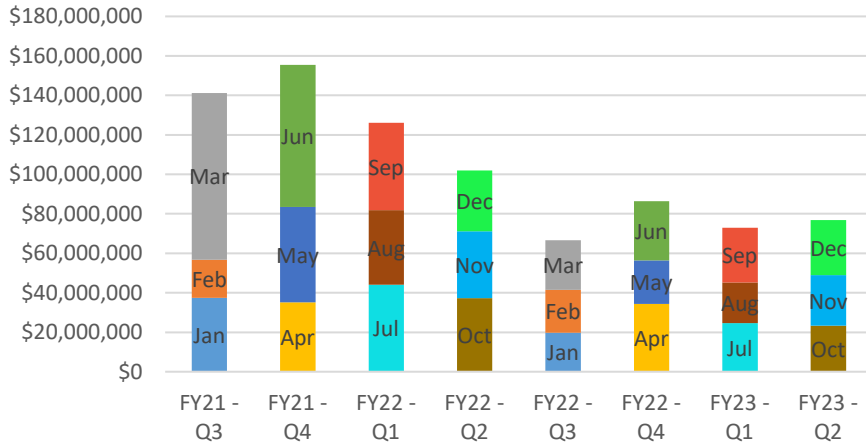
Torrance County

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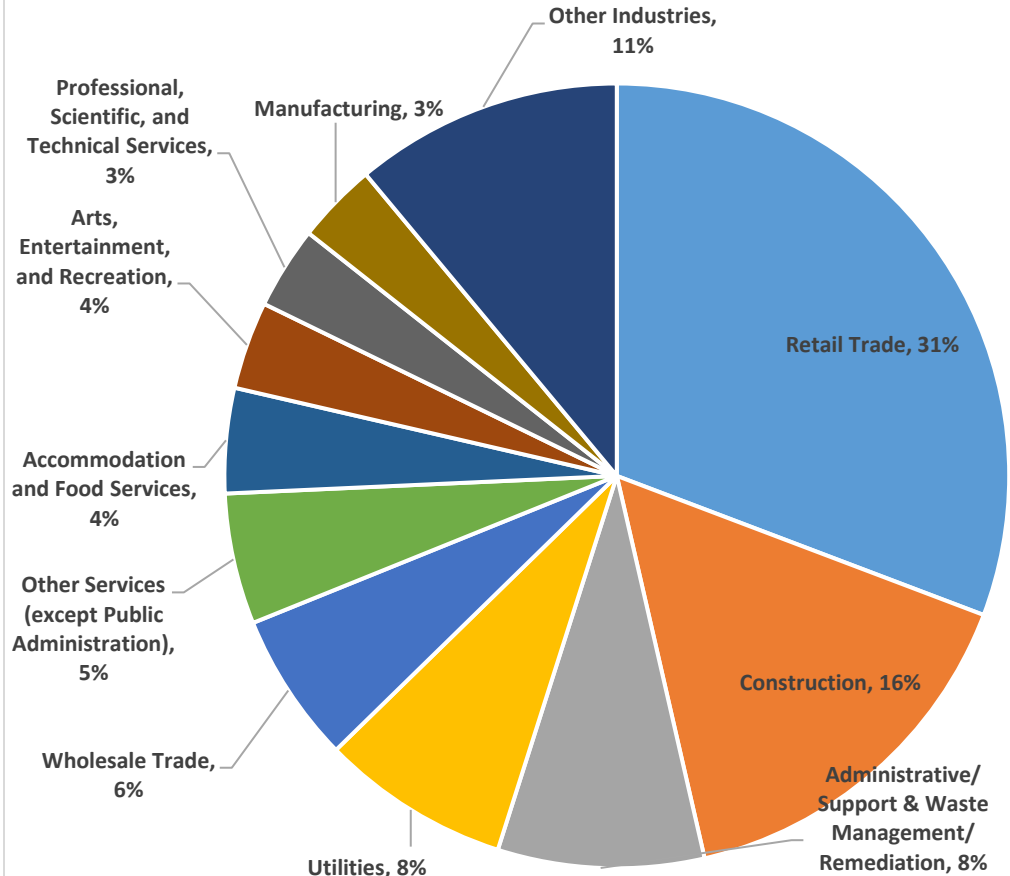
Chart 1. Matched Taxable Gross Receipts Per Quarter



In the second quarter of FY23, 26 of 33 counties saw year-over-year economic growth, averaging 16% growth statewide. State gross receipts dropped slightly in October and November from the prior few months but rose significantly in December to a new record high. First quarter growth in FY23 was abnormally high, and the second quarter appears to have normalized with seasonal trends while still rising at a steady pace. However, national concerns remain regarding inflation and rising interest rates.

Torrance County's matched taxable gross receipts (MTGR) have been on a steady downward trend over the last eight quarters, seen in Chart 1. From Q1 FY23 to Q2 FY23 MTGR increased by \$3.8M or just over 5%. Over the last 18 quarters MTGR has averaged \$79.5M. That amount is nearly \$3M more than the amount reported in Q2 FY23 (\$76.7M). Table 1, on the next page, shows a decrease of \$25M from Q2 in FY22 to FY23 of the same period.

Chart 2. FY23 - Q2 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 - Q2 Matched Taxable Gross Receipts by Industry

Industries	FY23 - Q2	YOY Growth	YOY % Change	%Change from FY20- Q2 (Pre-COVID)
Accommodation and Food Services	\$ 3,234,185	\$ (108,550)	-3%	88%
Administrative/Support & Waste Management/Remediation	\$ 6,352,666	\$ (282,687)	-4%	34%
Agriculture, Forestry, Fishing, and Hunting	\$ 199,956	\$ (91,781)	-31%	-62%
Arts, Entertainment, and Recreation	\$ 2,701,725	\$ 2,661,443	6607%	5194%
Construction	\$ 11,691,314	\$ (25,038,904)	-68%	28%
Educational Services	\$ 59,796	\$ (122,561)	-67%	-60%
Finance and Insurance	\$ 108,704	\$ 323	0%	68%
Health Care and Social Assistance	\$ 539,649	\$ 43,793	9%	15%
Information	\$ 2,177,233	\$ (87,449)	-4%	-28%
Management of Companies and Enterprises	\$ 705	\$ 705	N/A	N/A
Manufacturing	\$ 2,488,800	\$ 721,702	41%	153%
Mining, Quarrying, and Oil and Gas Extraction	\$ 308,248	\$ 174,516	130%	602%
Other Services (except Public Administration)	\$ 4,032,904	\$ (966,070)	-19%	-10%
Professional, Scientific, and Technical Services	\$ 2,540,818	\$ 482,203	23%	17%
Public Administration	\$ -	\$ -	N/A	N/A
Real Estate and Rental and Leasing	\$ 1,699,018	\$ (142,260)	-8%	149%
Retail Trade	\$ 23,001,029	\$ 614,728	3%	68%
Transportation and Warehousing	\$ 1,530,811	\$ 445,013	41%	135%
Unclassified Establishments	\$ 1,636,224	\$ 465,528	40%	152%
Utilities	\$ 5,822,373	\$ 637,290	12%	38%
Wholesale Trade	\$ 4,631,250	\$ (4,541,870)	-50%	141%
All Industries	\$ 76,747,290	\$ (25,212,016)	-25%	46%

Table 1 also shows that the construction industry reported the largest year-over-year (YOY) loss with a decrease of \$25M.

Chart 3 shows that year-to-date annual GRT collections are down in FY23 as compared to FY22. Despite this decline, annual GRT collections are still outpacing the historical trend.

Gross receipts tax (GRT) revenue collections decreased by \$122K, or 11%, from Q1 FY23 to Q2 FY23, as seen in Chart 4.

Chart 3. Annual Total GRT Revenue Collections

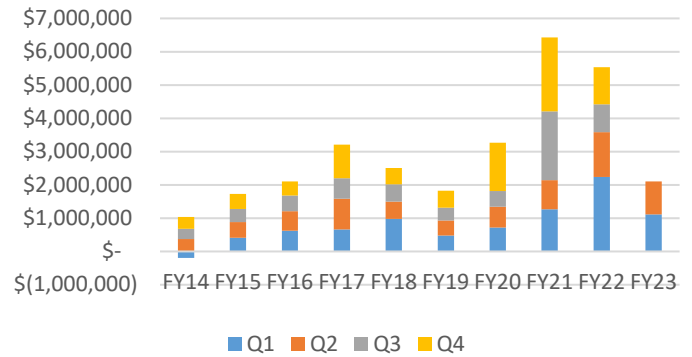


Chart 4. Quarterly GRT Revenue Collections

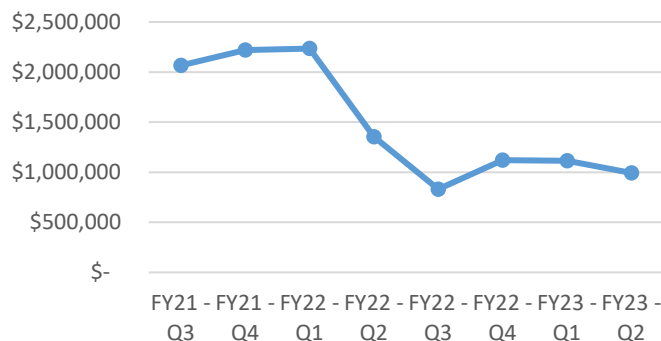
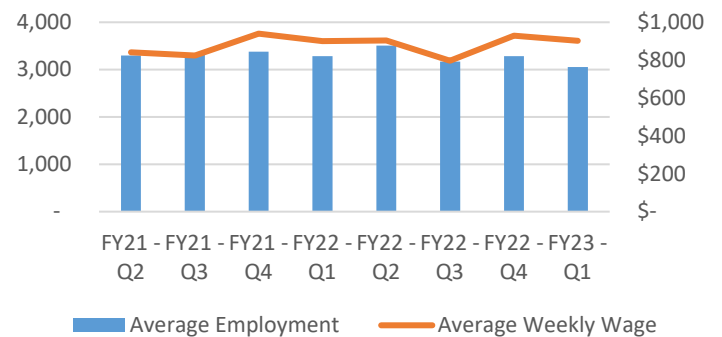


Chart 5. Total Employment & Weekly Wage

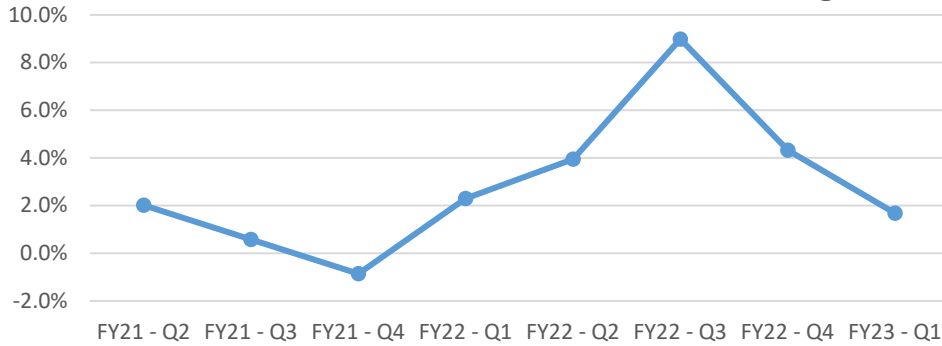


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Chart 6. Establishment Year-Over-Year % Change



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 is engaged, predominantly, in one type of economic activity.

The **Quarterly Census of Employment and Wages**, or the **QCEW**, used in Charts 5-6 and Table 2, produces comprehensive data on the number of establishments, monthly employment and quarterly wages for workers covered by state unemployment insurance (UI) laws and federal workers covered by the Unemployment Compensation for Federal Employees (UCFE) program. These data are aggregated to many different levels, starting at the 6-digit NAICS industry level, to higher industry levels (NAICS industry groups, sectors, and supersectors), and to higher geographic levels (MSA, state and national).

Data are based on information reported by New Mexico employers, covering 97% of nonfarm wage and salary workers. Data are published every quarter. Considered the gold standard for its reliability of industry data, the QCEW data are the most complete universe of monthly employment and quarterly wage information by detailed industry.

Table 2. FY23 - Q1 Employment Data and Establishments by Industry

Industry	Average Employment	YOY Change in Average Employment	Average Weekly Wage	YOY change in Average Weekly Wage	Number of Establishments	YOY Change in Establishments
Accommodation and Food Services	149	-17.2%	\$ 388	8.7%	18	-10.0%
Administrative/Support & Waste Management/Remediation	212	15.8%	\$ 1,067	12.6%	9	-10.0%
Agriculture, Forestry, Fishing, and Hunting	94	22.1%	\$ 607	14.5%	17	-5.6%
Arts, Entertainment, and Recreation	52	15.6%	\$ 606	-1.6%	8	0.0%
Construction	203	-39.9%	\$ 1,060	-42.7%	40	-7.0%
Educational Services	543	9.3%	\$ 786	30.1%	11	0.0%
Finance and Insurance	31	0.0%	\$ 1,217	10.6%	11	0.0%
Health Care and Social Assistance	490	-6.5%	\$ 977	10.9%	71	6.0%
Information	45	66.7%	\$ 804	-16.6%	8	0.0%
Management of Companies and Enterprises	*	*	*	*	3	200.0%
Manufacturing	137	16.1%	\$ 1,635	36.5%	15	0.0%
Mining, Quarrying, and Oil and Gas Extraction	*	*	*	*	3	50.0%
Other Services (except Public Administration)	62	29.2%	\$ 1,233	24.4%	17	0.0%
Professional, Scientific, and Technical Services	39	-41.8%	\$ 755	-49.8%	17	13.3%
Public Administration	215	-12.2%	\$ 1,032	27.9%	27	0.0%
Real Estate and Rental and Leasing	*	*	*	*	1	#DIV/0!
Retail Trade	517	-14.3%	\$ 642	-6.8%	47	9.3%
Transportation and Warehousing	59	-13.2%	\$ 944	24.5%	23	4.5%
Utilities	100	7.5%	\$ 1,282	4.2%	8	0.0%
Wholesale Trade	76	-35.6%	\$ 1,078	28.3%	9	-18.2%
All Industries	3,052	-7.0%	\$ 902	0.1%	363	1.7%

*Some data may be withheld to avoid disclosure of confidential information.

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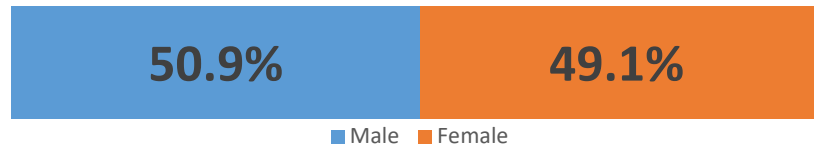
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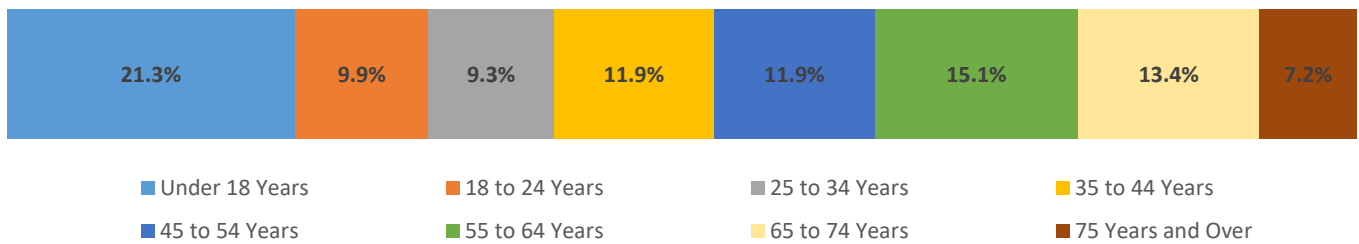
Population

15,477

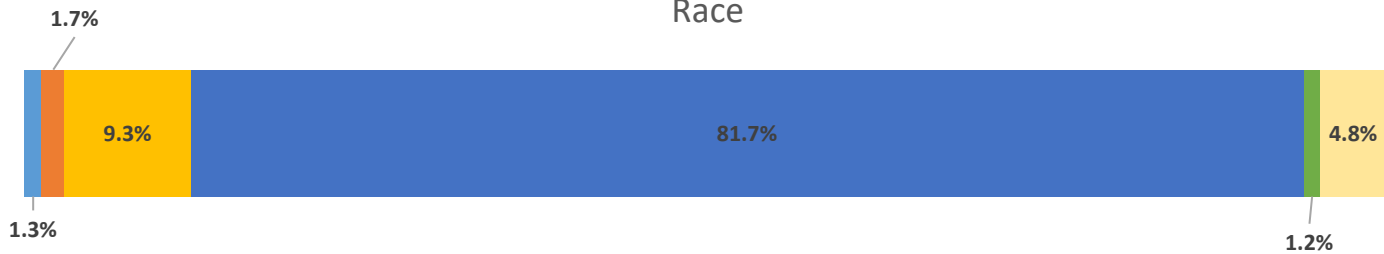
Population Sex



Population Age



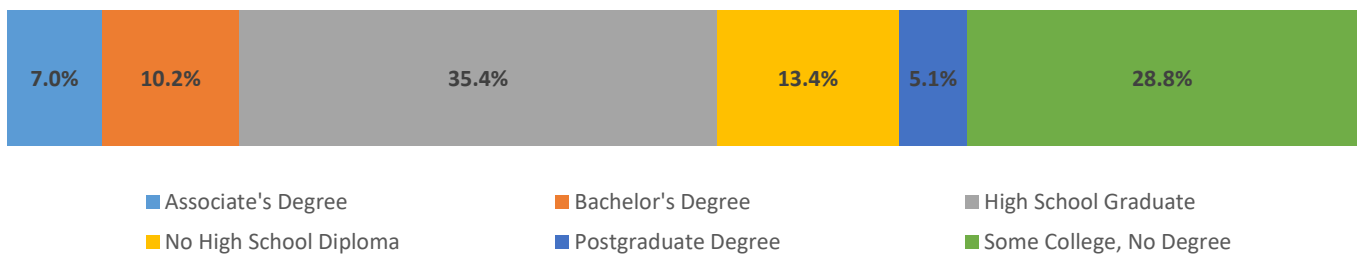
Race



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