

Quarterly Economic Summary

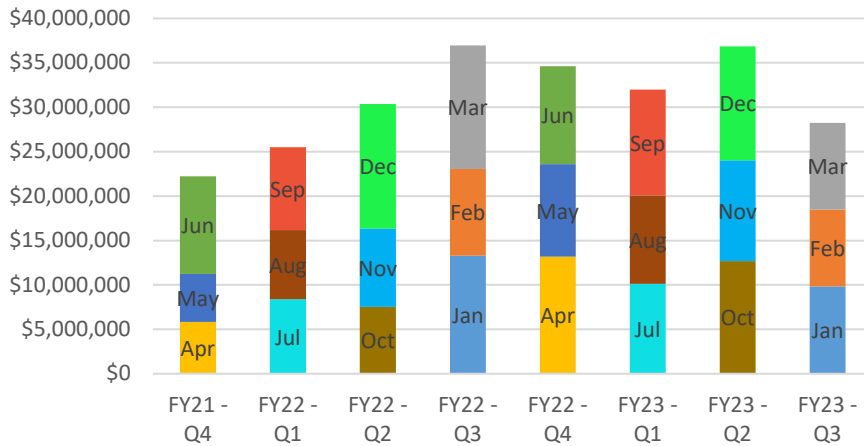
Hidalgo County

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Chart 1. Matched Taxable Gross Receipts Per Quarter

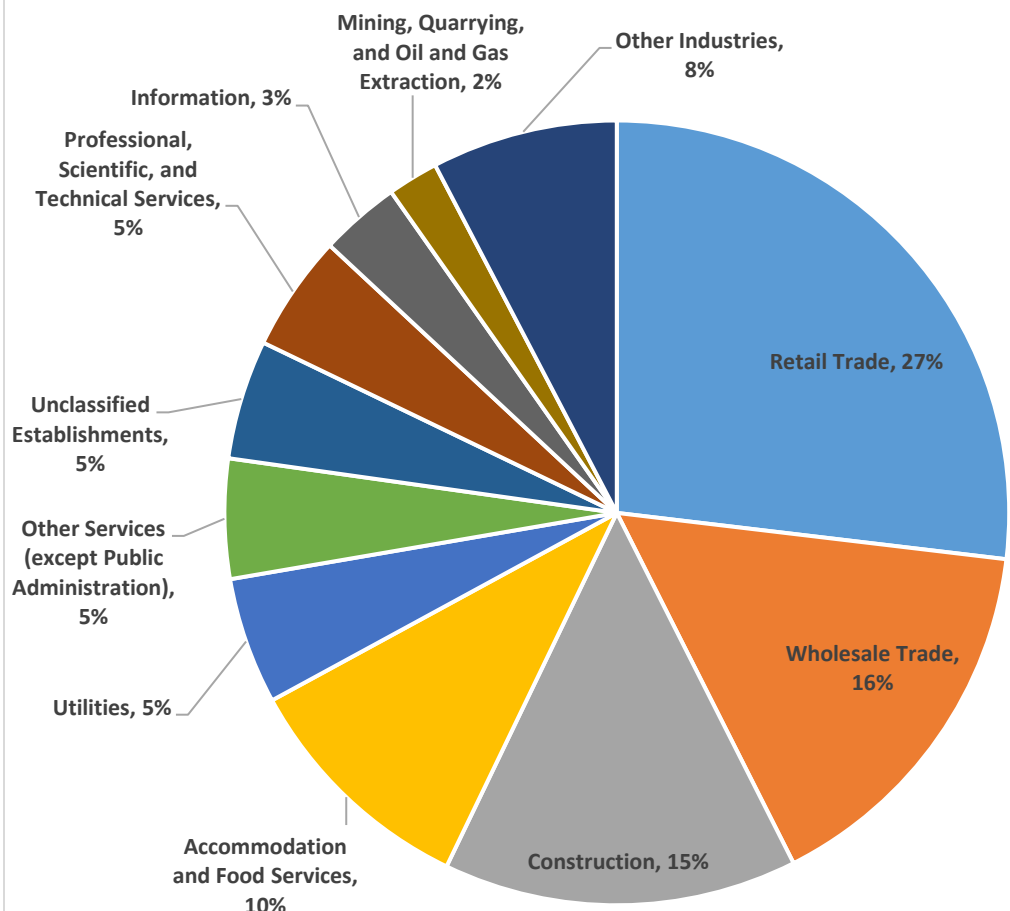


In the third quarter of FY23, 26 of 33 counties saw year-over-year economic growth, averaging 12% growth statewide in matched taxable gross receipts. State gross receipts decreased from the second quarter of FY23. This, however, follows the seasonal trend that the state has experienced historically in Q3. As growth in New Mexico continues, national concerns remain regarding inflation and rising interest rates while labor markets continue to adjust post pandemic.

Hidalgo County's matched taxable gross receipts (MTGR) took a large dip in Q3 FY23 as compared to Q2 FY23, seen in Chart 1. From Q2 FY23 to Q3 FY23 MTGR declined by \$8.6M or 23%. MTGR for Q3 FY23 (\$28.2M) is \$4.7M, or 14%, lower when compared to the four-quarter average (\$32.9M). Table 1, on the next page, shows a decrease of \$8.7M from Q3 in FY22 to FY23 of the same period. Table 1 also shows that six industries reported a year-over-year (YOY) loss.

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.

Chart 2. FY23 - Q3 Industry Size by Matched Taxable Gross Receipts



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Table 1. Matched Taxable Gross Receipts by Industry

Industries	FY22 - Q3	FY23 - Q3	Growth	Year over year Change
Accommodation and Food Services	\$ 2,715,246	\$ 2,790,074	\$ 74,828	3%
Administrative/Support & Waste Management/Remediation	\$ 391,197	\$ 310,764	\$ (80,433)	-21%
Agriculture, Forestry, Fishing, and Hunting	\$ -	\$ 9,795	\$ 9,795	N/A
Arts, Entertainment, and Recreation	\$ -	\$ -	\$ -	N/A
Construction	\$ 13,706,097	\$ 4,096,002	\$ (9,610,094)	-70%
Educational Services	\$ 12,227	\$ 13,348	\$ 1,121	9%
Finance and Insurance	\$ 73,293	\$ 80,383	\$ 7,090	10%
Health Care and Social Assistance	\$ 320,261	\$ 434,274	\$ 114,012	36%
Information	\$ 1,325,022	\$ 929,485	\$ (395,537)	-30%
Management of Companies and Enterprises	\$ -	\$ -	\$ -	N/A
Manufacturing	\$ 3,141,489	\$ 266,686	\$ (2,874,802)	-92%
Mining, Quarrying, and Oil and Gas Extraction	\$ 1,923	\$ 587,854	\$ 585,931	30476%
Other Services (except Public Administration)	\$ 914,528	\$ 1,385,363	\$ 470,835	51%
Professional, Scientific, and Technical Services	\$ 905,871	\$ 1,346,630	\$ 440,759	49%
Public Administration	\$ 208	\$ 228,378	\$ 228,170	109697%
Real Estate and Rental and Leasing	\$ 327,454	\$ 520,786	\$ 193,332	59%
Retail Trade	\$ 6,886,465	\$ 7,553,211	\$ 666,747	10%
Transportation and Warehousing	\$ 324,032	\$ 288,004	\$ (36,028)	-11%
Unclassified Establishments	\$ 623,795	\$ 1,381,371	\$ 757,576	121%
Utilities	\$ 2,016,181	\$ 1,467,181	\$ (549,000)	-27%
Wholesale Trade	\$ 2,989,263	\$ 4,404,082	\$ 1,414,819	47%
All Industries	\$ 36,974,595	\$ 28,239,332	\$ (8,735,263)	-24%

The largest decline came from the construction industry, which posted a YOY decline of \$9.6M or 70%. The second largest decline came from the manufacturing industry, which reported a \$2.9M or 92% decrease. Despite these declines, the wholesale trade industry reported the largest increase at \$1.4M or 47%.

Gross receipts tax (GRT) revenue collections decreased by \$85K, or just under 27%, from Q2 FY23 to Q3 FY23, seen in Chart 4. GRT revenue collections in Q3 FY23 (\$232K) were \$49.5K, or 17.6%, lower than the six-quarter average (\$282K).

Chart 3. Annual Total GRT Revenue Collections

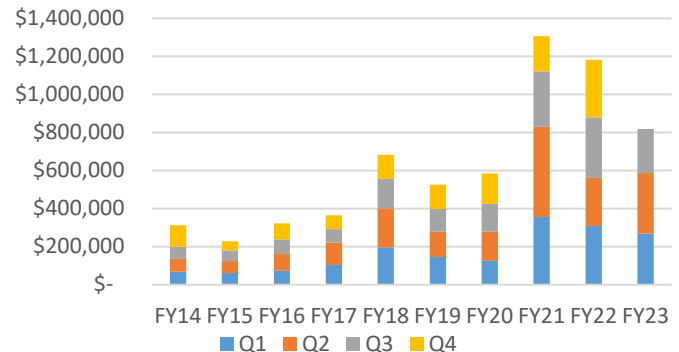


Chart 4. Quarterly GRT Revenue Collections

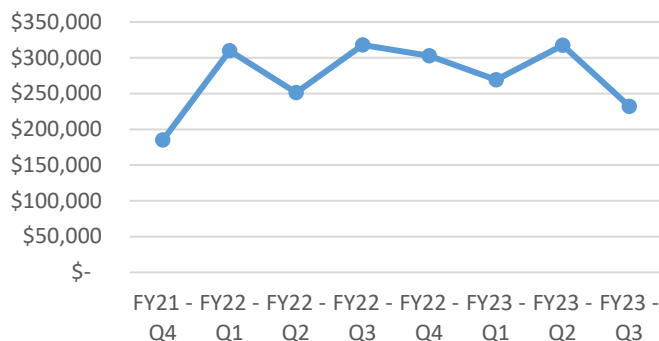
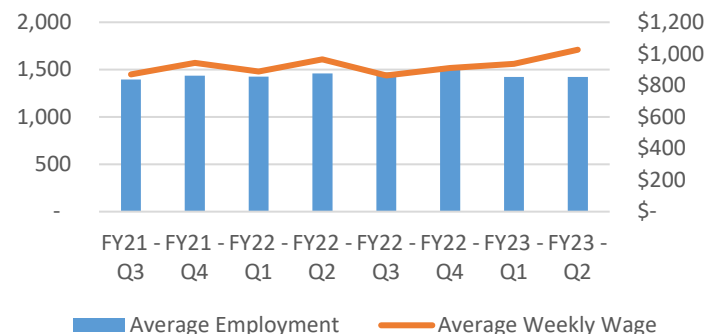


Chart 5. Total Employment & Weekly Wage

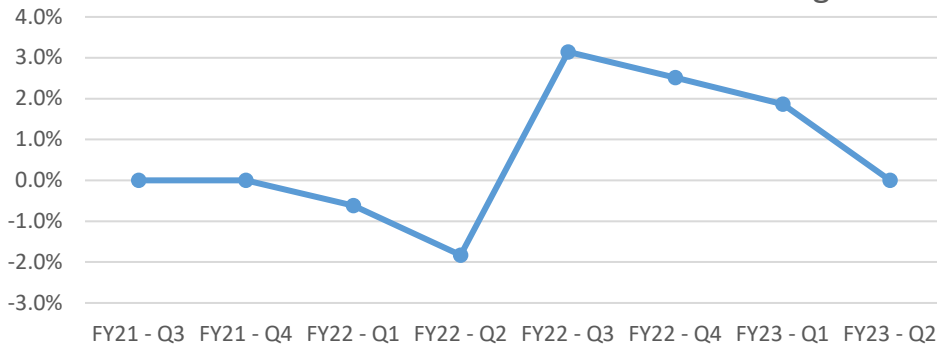


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Chart 6. Establishment Year-Over-Year % Change



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 - Q2 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	196	1.6%	\$ 355	-2.2%	14	0.0%
Administrative/Support & Waste Management/Remediation	*	*	*	*	6	0.0%
Agriculture, Forestry, Fishing, and Hunting	64	-9.9%	\$ 633	12.0%	12	0.0%
Arts, Entertainment, and Recreation	*	*	*	*	3	0.0%
Construction	77	-11.5%	\$ 934	5.1%	12	0.0%
Educational Services	*	*	*	*	4	0.0%
Finance and Insurance	*	*	*	*	2	0.0%
Health Care and Social Assistance	155	-3.1%	\$ 871	-2.2%	26	-3.7%
Information	12	-7.7%	\$ 635	12.8%	4	0.0%
Manufacturing	*	*	*	*	2	0.0%
Mining, Quarrying, and Oil and Gas Extraction	*	*	*	*	2	0.0%
Other Services (except Public Administration)	8	14.3%	\$ 476	23.0%	5	-16.7%
Professional, Scientific, and Technical Services	26	0.0%	\$ 985	15.9%	7	0.0%
Public Administration	366	-1.6%	\$ 1,857	16.9%	24	0.0%
Real Estate and Rental and Leasing	*	*	*	*	1	0.0%
Retail Trade	239	-2.4%	\$ 596	4.6%	19	-5.0%
Transportation and Warehousing	61	15.1%	\$ 1,218	-14.3%	10	0.0%
Utilities	7	0.0%	\$ 1,535	-7.5%	5	0.0%
Wholesale Trade	14	-6.7%	\$ 504	11.5%	3	0.0%
All Industries	1,424	0.2%	\$ 1,026	9.5%	161	-1.8%

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

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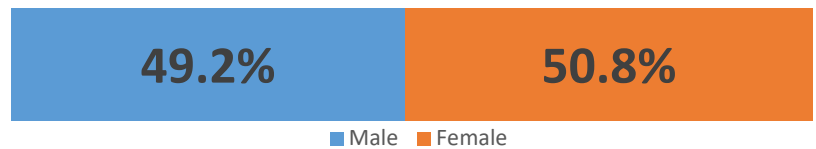
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ECONOMIC
DEVELOPMENT
DEPARTMENT

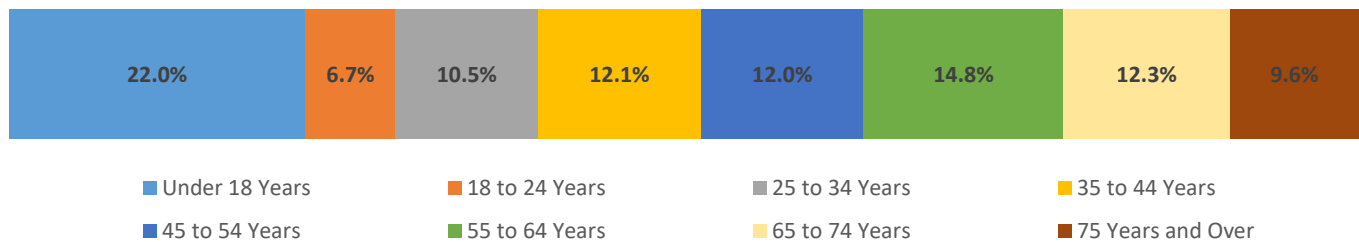
Population

4,234

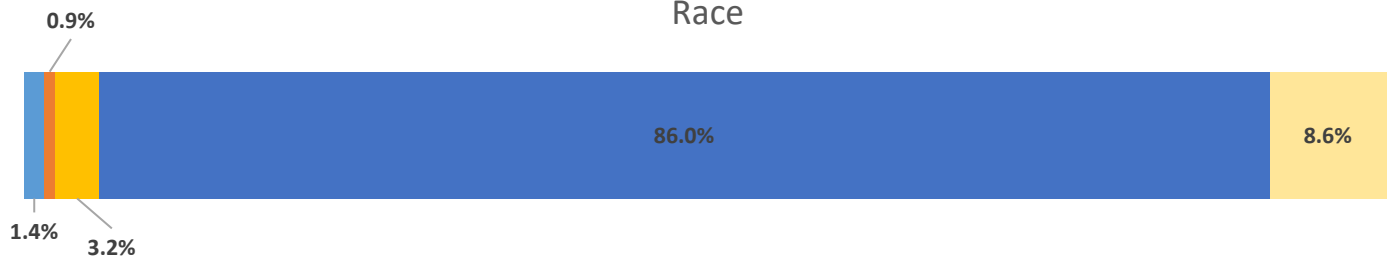
Population Sex



Population Age



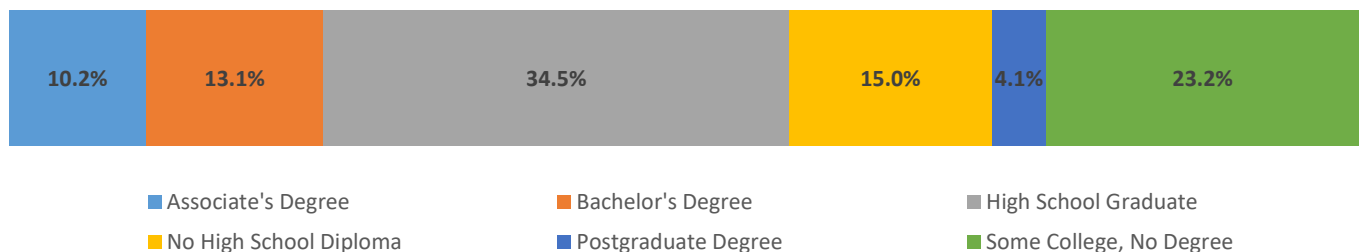
Race



Percent

Native American	1.4%
Black or African American	0.9%
Native Hawaiian and Other Pacific Islander	0.0%
Some Other Race	3.2%
White	86.0%
Asian	0.0%
Two or More Races	8.6%

Educational Attainment, Age 25-64



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