

Quarterly Economic Summary

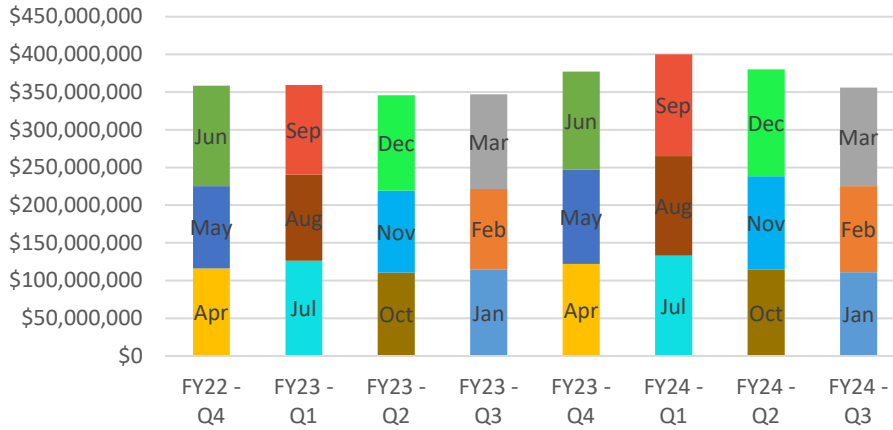
McKinley County



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Prepared by: Joel Salas, Economist; Daye Kwon, Economist

Chart 1. Matched Taxable Gross Receipts Per Quarter

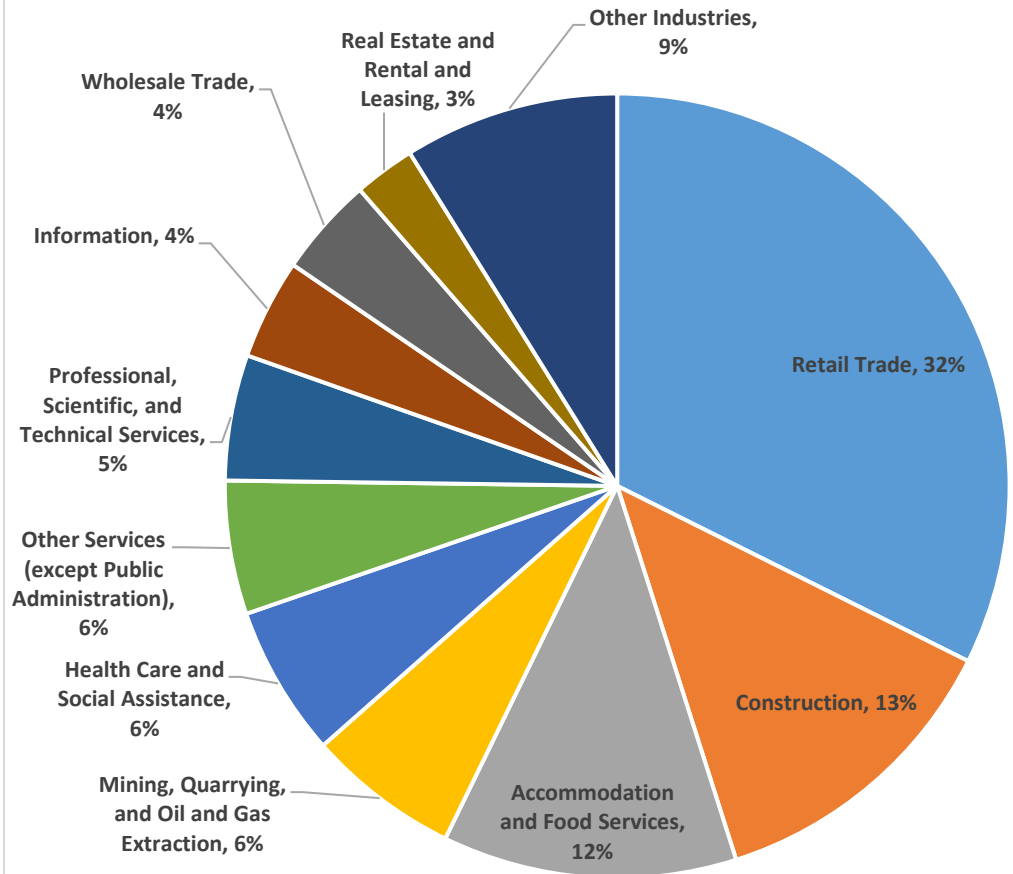


Source: NM TRD - Monthly Local Government Distribution Reports (RP-500)

In the third quarter of FY24, 27 out of 33 counties reported positive year-over-year (YOY) economic growth, with a statewide 8.5% increase in matched taxable gross receipts (MTGR). Statewide growth was seen across most industry sectors, with construction and professional, scientific, and technical services leading. As inflation remains stubborn, employment, wages, and the number of establishments are up YOY in New Mexico.

Over the last eight quarters, McKinley County's MTGR has averaged \$365.5M, which is \$9.5M more than the amount reported during Q3 FY24 (\$356.1M). From Q2 FY24 to Q3 FY24, MTGR declined by 6.3%, or \$24M. As shown in Chart 2, the top 3 industries were retail trade, construction, and accommodation and food services, accounting for 57% of total MTGR. These industries were also the top 3 in Q2 FY24, comprising 63% of MTGR.

Chart 2. FY24 - Q3 Industry Size by Matched Taxable Gross Receipts



Source: NM TRD - Monthly Local Government Distribution Reports (RP-500)

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. Matched Taxable Gross Receipts by Industry

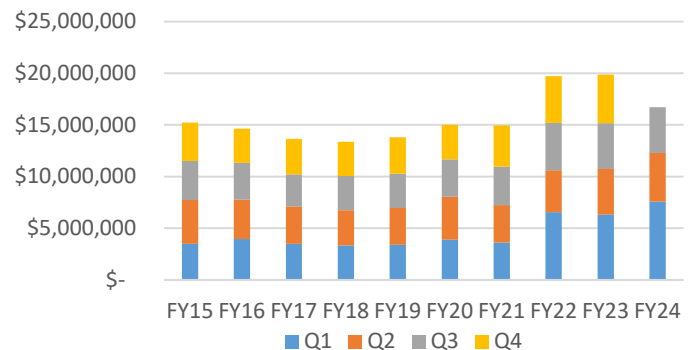
Industries	FY23 - Q3	FY24 - Q3	Growth	Year over year Change
Accommodation and Food Services	\$ 40,867,708	\$ 42,505,087	\$ 1,637,379	4%
Administrative/Support & Waste Management/Remediation	\$ 5,879,738	\$ 6,672,429	\$ 792,691	13%
Agriculture, Forestry, Fishing, and Hunting	\$ 591,851	\$ 802,360	\$ 210,509	36%
Arts, Entertainment, and Recreation	\$ 182,827	\$ 346,949	\$ 164,121	90%
Construction	\$ 42,832,206	\$ 44,612,405	\$ 1,780,199	4%
Educational Services	\$ 1,665,014	\$ 1,750,351	\$ 85,337	5%
Finance and Insurance	\$ 1,250,239	\$ 1,098,684	\$ (151,556)	-12%
Health Care and Social Assistance	\$ 15,961,499	\$ 21,807,549	\$ 5,846,050	37%
Information	\$ 13,651,372	\$ 14,486,889	\$ 835,517	6%
Management of Companies and Enterprises	\$ 5,564	\$ 6,476	\$ 912	16%
Manufacturing	\$ 7,063,831	\$ 8,494,291	\$ 1,430,460	20%
Mining, Quarrying, and Oil and Gas Extraction	\$ 37,151,308	\$ 21,993,123	\$ (15,158,185)	-41%
Other Services (except Public Administration)	\$ 20,155,114	\$ 19,304,397	\$ (850,717)	-4%
Professional, Scientific, and Technical Services	\$ 20,370,364	\$ 18,146,570	\$ (2,223,794)	-11%
Public Administration	\$ 1,718,665	\$ 4,812	\$ (1,713,853)	-100%
Real Estate and Rental and Leasing	\$ 6,116,194	\$ 8,838,157	\$ 2,721,963	45%
Retail Trade	\$ 100,479,457	\$ 113,480,025	\$ 13,000,568	13%
Transportation and Warehousing	\$ 1,162,240	\$ 1,140,963	\$ (21,277)	-2%
Unclassified Establishments	\$ 3,192,930	\$ 4,078,755	\$ 885,824	28%
Utilities	\$ 9,946,218	\$ 6,688,337	\$ (3,257,881)	-33%
Wholesale Trade	\$ 13,187,250	\$ 14,317,551	\$ 1,130,301	9%
All Industries	\$ 347,009,604	\$ 356,051,735	\$ 9,042,131	3%

Source: NM TRD - Monthly Local Government Distribution Reports (RP-500) and EDD Calculations

Table 1 shows that, when comparing YOY MTGR, McKinley County experienced a growth of 3%, or just over \$9M. Despite the \$15.2M decline in the mining, quarrying, and oil and gas extraction industry, the retail trade industry showed an increase of \$13M, contributing to the net overall growth.

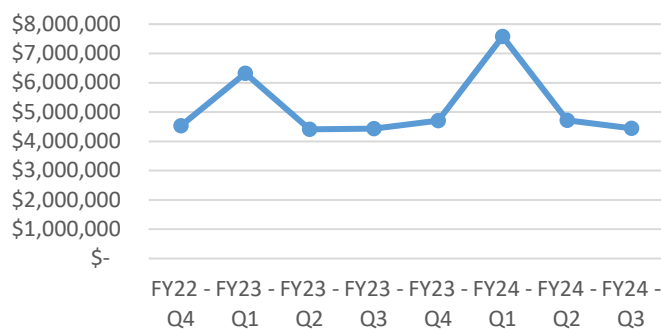
The quarterly gross receipts tax (GRT) collected during Q3 FY24 (\$4.4M) was 5.9% less than the amount collected during Q2 FY24 (\$4.7M), as seen in Chart 4. Chart 6 on the next page shows that the YOY change in establishments has remained negative, decreasing by 4.7% in Q2 FY24 compared to Q2 FY23.

Chart 3. Annual Total GRT Revenue Collections



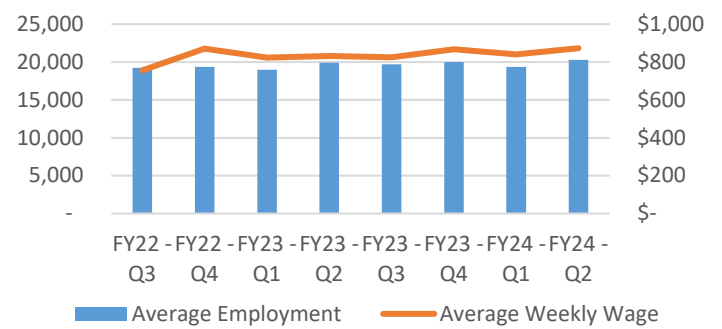
Source: NM TRD - Monthly Local Government Distribution Reports (RP-500)

Chart 4. Quarterly GRT Revenue Collections



Source: NM TRD - Monthly Local Government Distribution Reports (RP-500)

Chart 5. Total Employment & Weekly Wage



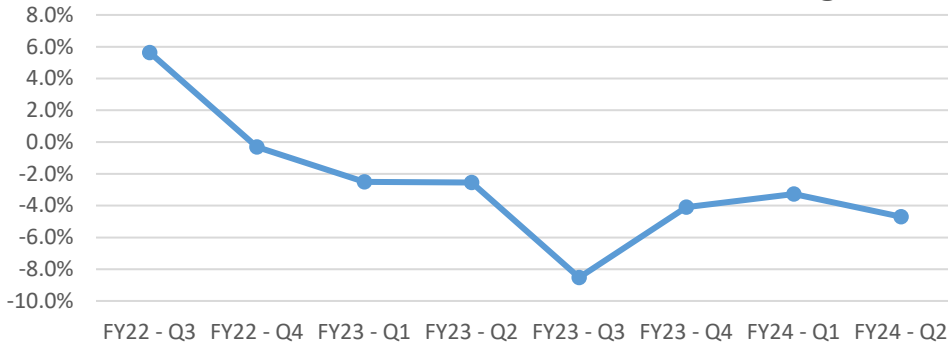
Source: NMDWS - Quarterly Census of Employment and Wages program

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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. FY24 - 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	2,642	0.0%	\$ 424	5.0%	131	-8.4%
Administrative/Support & Waste Management/Remediation	924	33.1%	\$ 536	-7.3%	59	-6.3%
Agriculture, Forestry, Fishing, and Hunting	*	*	*	*	4	33.3%
Arts, Entertainment, and Recreation	440	-1.8%	\$ 862	3.7%	11	-8.3%
Construction	808	8.0%	\$ 999	12.5%	79	5.3%
Educational Services	3,012	10.2%	\$ 1,098	1.2%	22	0.0%
Finance and Insurance	295	-1.7%	\$ 987	2.6%	54	-10.0%
Health Care and Social Assistance	4,979	0.7%	\$ 990	5.4%	289	-4.6%
Information	133	5.6%	\$ 710	-5.6%	21	-8.7%
Management of Companies and Enterprises	18	*	\$ 915	*	6	-33.3%
Manufacturing	374	-21.3%	\$ 1,087	19.5%	26	-10.3%
Mining, Quarrying, and Oil and Gas Extraction	*	*	*	*	3	0.0%
Other Services (except Public Administration)	462	1.1%	\$ 722	4.8%	77	-12.5%
Professional, Scientific, and Technical Services	194	2.6%	\$ 1,602	24.0%	61	-1.6%
Public Administration	1,743	-2.6%	\$ 1,222	5.2%	64	-4.5%
Real Estate and Rental and Leasing	154	0.0%	\$ 875	7.9%	39	5.4%
Retail Trade	3,140	-2.9%	\$ 605	4.1%	195	-1.0%
Transportation and Warehousing	381	1.9%	\$ 1,172	19.6%	46	-8.0%
Utilities	106	-0.9%	\$ 1,856	5.7%	11	-8.3%
Wholesale Trade	440	1.1%	\$ 855	2.6%	38	-2.6%
All Industries	20,285	1.8%	\$ 873	5.1%	1,236	-4.7%

Source: NMDWS - Quarterly Census of Employment and Wages program and EDD Calculations *Some data may be withheld to avoid disclosure of confidential information.

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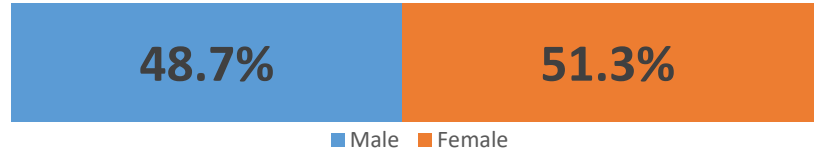


Population

72,073

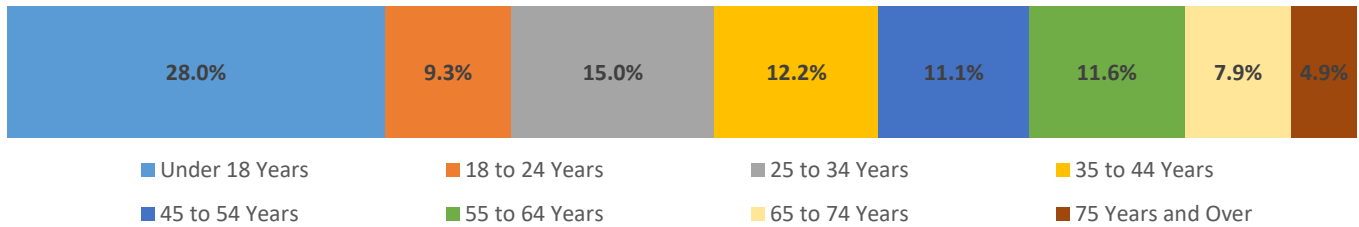
Source: JobsEQ - ACS 2022, 5-year estimates

Population Sex



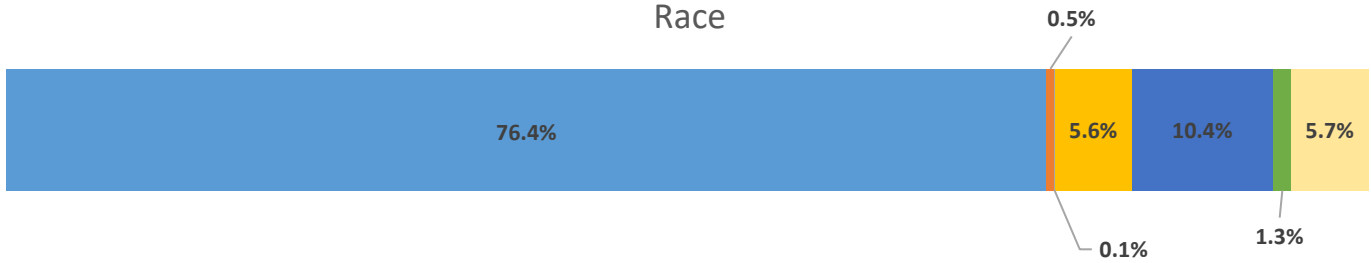
Source: JobsEQ - ACS 2022, 5-year estimates

Population Age



Source: JobsEQ - ACS 2022, 5-year estimates

Race

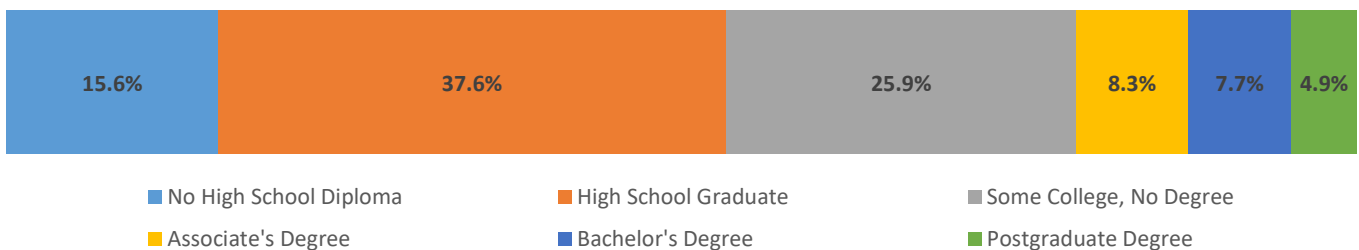


Percent

Native American	76.4%
Black or African American	0.5%
Native Hawaiian and Other Pacific Islander	0.1%
Some Other Race	5.6%
White	10.4%
Asian	1.3%
Two or More Races	5.7%

Source: JobsEQ - ACS 2022, 5-year estimates

Educational Attainment, Age 25-64



Source: JobsEQ - ACS 2022, 5-year estimates