Quarterly Economic Summary

McKinley County

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

In the first quarter of FY26, 25 out of 33 counties reported positive year-over-year (YOY) economic growth compared to Q1 FY25, with a statewide 5.8% increase in matched taxable gross receipts (MTGR). Growth was observed across most industry sectors, led by construction. In Q4 FY 25, employment and average wages in New Mexico increased YOY, while the number of establishments declined.

McKinley County's MTGR increased by $26.1M, or 6.5%, from Q4 FY25 to Q1 FY26, as seen in Chart 1. The amount reported during Q1 FY26 ($430.1M) was $39.1M than the eight-quarter average ($391M).

As seen in Chart 2, the largest industry as a percentage of MTGR was the retail trade industry, which accounted for 27% of the total MTGR during Q1 FY26. Last quarter, the industry accounted for 29%.

Matched Taxable Gross Receipts (MTGR) provide the most accurate tax data for assessing underlying economic activity. The data collection process involves matching tax payments with reported receipts for each taxpayer by industry.

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

SOURCE LINKS: NEW MEXICO TAXATION AND REVENUE DEPT (NM TRD), NEW MEXICO DEPARTMENT OF WORKFORCE SOLUTIONS (NM DWS), U.S. BUREAU OF ECONOMIC ANALYSIS (BEA), U.S. CENSUS BUREAU

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Table 1. Matched Taxable Gross Receipts by Industry

Industries	FY25 - Q1	FY26 - Q1	Growth	Year over year Change
Accommodation and Food Services	$ 48,000,451	$ 45,321,570	$ (2,678,881)	-6%
Administrative/Support & Waste Management/Remediation	$ 7,464,219	$ 7,063,473	$ (400,746)	-5%
Agriculture, Forestry, Fishing, and Hunting	$ 466,419	$ 558,807	$ 92,388	20%
Arts, Entertainment, and Recreation	$ 164,054	$ 217,060	$ 53,006	32%
Construction	$ 69,438,547	$ 110,712,065	$ 41,273,519	59%
Educational Services	$ 1,296,615	$ 516,336	$ (780,279)	-60%
Finance and Insurance	$ 1,262,100	$ 945,437	$ (316,663)	-25%
Health Care and Social Assistance	$ 20,593,567	$ 23,476,261	$ 2,882,694	14%
Information	$ 14,329,627	$ 11,668,819	$ (2,660,808)	-19%
Management of Companies and Enterprises	$ 188,213	$ 38,354	$ (149,859)	-80%
Manufacturing	$ 10,587,566	$ 13,211,532	$ 2,623,966	25%
Mining, Quarrying, and Oil and Gas Extraction	$ 33,028,204	$ 24,885,256	$ (8,142,948)	-25%
Other Services (except Public Administration)	$ 19,967,855	$ 20,911,532	$ 943,676	5%
Professional, Scientific, and Technical Services	$ 15,002,805	$ 16,110,168	$ 1,107,363	7%
Public Administration	$ 545	$ 4,040,583	$ 4,040,038	740965%
Real Estate and Rental and Leasing	$ 7,381,140	$ 8,279,015	$ 897,875	12%
Retail Trade	$ 115,364,262	$ 115,269,321	$ (94,941)	0%
Transportation and Warehousing	$ 1,110,203	$ 1,459,202	$ 348,999	31%
Unclassified Establishments	$ 4,312,628	$ 5,176,239	$ 863,612	20%
Utilities	$ 3,487,860	$ 4,032,445	$ 544,585	16%
Wholesale Trade	$ 14,273,987	$ 13,513,332	$ (760,655)	-5%
All Industries	**$ 393,664,837**	**$ 430,113,404**	**$ 36,448,566**	**9%**

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

Table 1 shows that all but 9 industries reported a YOY increase. The largest increase came from the construction industry, which posted a YOY increase of $41.3M. The largest decline came from the mining, quarrying, and oil and gas extraction industry, which posted a YOY decrease of $8.1M.

Quarterly gross receipts tax (GRT) collections during Q1 FY26 ($8.1M), as seen in Chart 4, show an increase of $3.2M, or 66.1%, compared to Q4 FY25. This is in line with historical seasonal trends for the county. The amount collected during Q1 FY26 is $2.6M more than the eight-quarter average ($5.5M).

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: NM DWS - Quarterly Census of Employment and Wages

SOURCE LINKS: NEW MEXICO TAXATION AND REVENUE DEPT (NM TRD), NEW MEXICO DEPARTMENT OF WORKFORCE SOLUTIONS (NM DWS), U.S. BUREAU OF ECONOMIC ANALYSIS (BEA), U.S. CENSUS BUREAU

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Source: NM DWS - Quarterly Census of Employment and Wages and EDD Calculations

An **establishment**, as defined by the Quarterly Census of Employment and Wages (QCEW) and referenced in Chart 6, is an economic unit, such as a farm, factory, or store, located at a single physical address and engaged in one type of economic activity.

The **Quarterly Census of Employment and Wages (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. FY25 - Q4 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	2,524	-1.7%	$ 429	-0.5%	128	-0.8%
Administrative/Support & Waste Management/Remediation	443	9.1%	$ 926	9.2%	58	-1.7%
Agriculture, Forestry, Fishing, and Hunting	*	*	*	*	4	0.0%
Arts, Entertainment, and Recreation	403	-1.5%	$ 933	2.1%	12	20.0%
Construction	813	15.5%	$ 1,037	5.9%	79	-2.5%
Educational Services	2,963	0.3%	$ 1,320	1.9%	21	-4.5%
Finance and Insurance	309	4.4%	$ 901	2.9%	52	0.0%
Health Care and Social Assistance	4,887	-0.2%	$ 1,067	0.8%	265	-5.0%
Information	139	-8.6%	$ 731	5.6%	21	-4.5%
Management of Companies and Enterprises	25	0.0%	$ 817	-0.4%	6	-14.3%
Manufacturing	367	-3.4%	$ 1,177	7.7%	27	0.0%
Mining, Quarrying, and Oil and Gas Extraction	*	*	*	*	3	0.0%
Other Services (except Public Administration)	445	-9.4%	$ 713	2.0%	76	-3.8%
Professional, Scientific, and Technical Services	181	-13.4%	$ 1,292	11.8%	59	-3.3%
Public Administration	1,700	-3.4%	$ 1,290	6.9%	65	1.6%
Real Estate and Rental and Leasing	258	8.9%	$ 753	-3.0%	44	10.0%
Retail Trade	3,146	-4.0%	$ 640	5.3%	199	1.5%
Transportation and Warehousing	346	-7.5%	$ 1,194	-2.1%	45	0.0%
Utilities	104	-1.0%	$ 2,128	14.0%	12	0.0%
Wholesale Trade	440	0.5%	$ 845	4.1%	33	-10.8%
All Industries	**19,535**	**-1.0%**	**$ 956**	**3.2%**	**1,209**	**-1.6%**

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

SOURCE LINKS: NEW MEXICO TAXATION AND REVENUE DEPT (NM TRD), NEW MEXICO DEPARTMENT OF WORKFORCE SOLUTIONS (NM DWS), U.S. BUREAU OF ECONOMIC ANALYSIS (BEA), U.S. CENSUS BUREAU

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Population

71,172

Source: U.S. Census Bureau - American Community Survey (ACS) 2023, 5-year estimates

Population Sex

Source: U.S. Census Bureau - ACS 2023, 5-year estimates

Population Age

Source: U.S. Census Bureau - ACS 2023, 5-year estimates

Race

	Percent
Native American	76.8%
Black or African American	0.5%
Native Hawaiian and Other Pacific Islander	0.1%
Some Other Race	5.8%
White	9.8%
Asian	1.4%
Two or More Races	5.7%

Source: U.S. Census Bureau - ACS 2023, 5-year estimates

Educational Attainment, Age 25-64

Source: U.S. Census Bureau - ACS 2023, 5-year estimates

SOURCE LINKS: NEW MEXICO TAXATION AND REVENUE DEPT (NM TRD), NEW MEXICO DEPARTMENT OF WORKFORCE SOLUTIONS (NM DWS), U.S. BUREAU OF ECONOMIC ANALYSIS (BEA), U.S. CENSUS BUREAU