

Quarterly Economic Summary

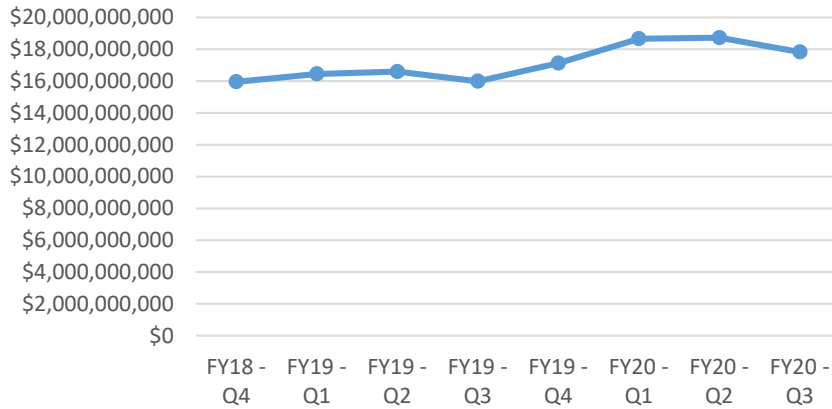
New Mexico

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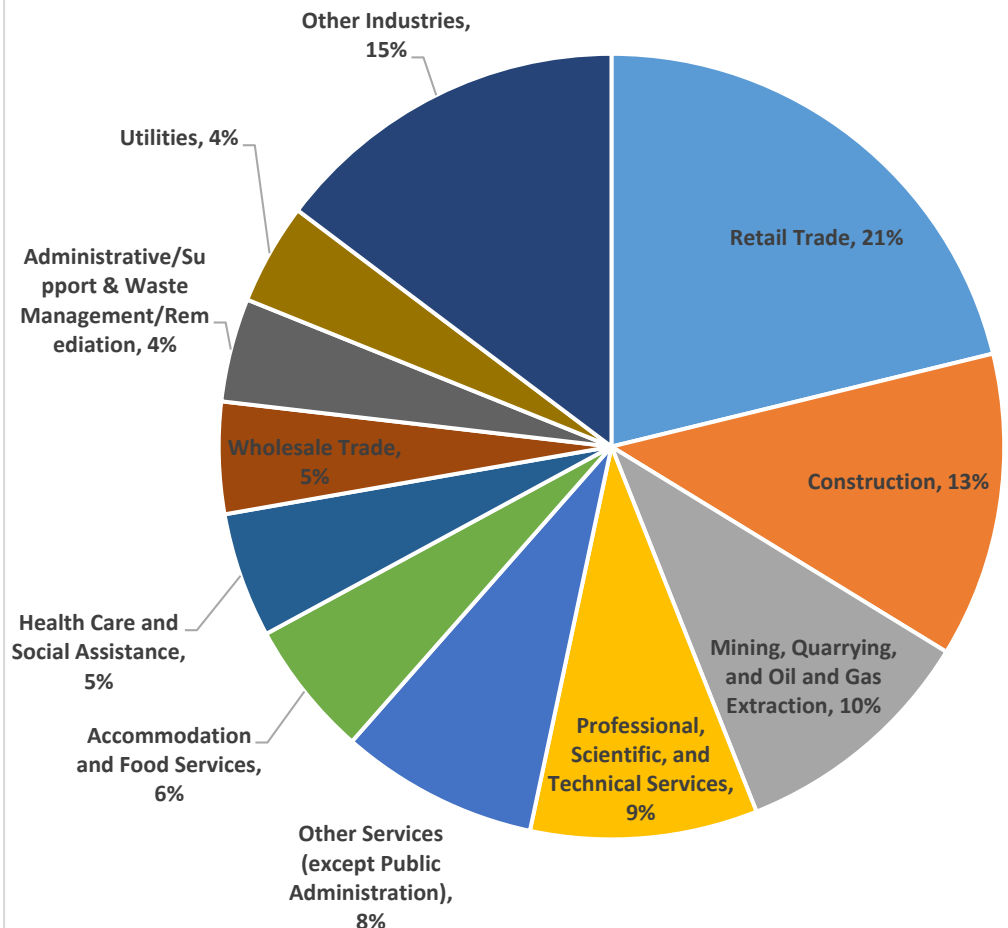
Chart 1. Matched Taxable Gross Receipts Per Quarter



New Mexico's total matched taxable gross receipts (MTGR) saw a 5% (\$896M) decrease from Q2 to Q3 of FY20, as seen in Chart 1. New Mexico's MTGR experiences a seasonal low in the third quarter of the fiscal year. Q3 saw a 12% year over year (YOY) increase, as seen in Table 1 on page 2. The accommodations and food services and arts, entertainment and recreation industries saw substantial and unusual YOY declines in Q3 FY20, decreasing by 16% and 27%, respectively, seen in Table 1. These industries had shown some form

of YOY growth in Q3 since FY11. These declines are certainly tied to the effects COVID-19 has had on the state and the necessity of the statewide business closures, which went into effect on March 24, to slow the spread of the virus. Potential delays in taxpayer reporting may add to the level of decline seen Q3. It is anticipated that the next quarter will have greater declines.

Chart 2. FY20 - Q3 Industry Size by Matched Taxable Gross Receipts



Matched Taxable Gross Receipts (MTGR) is the best tax data available to show underlying economic activity. It 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	FY19 - Q3	FY20 - Q3	Growth	Year over year Change
Accommodation and Food Services	\$ 1,191,088,302	\$ 998,658,375	\$ (192,429,927)	-16%
Administrative/Support & Waste Management/Remediation	\$ 634,317,486	\$ 759,663,812	\$ 125,346,326	20%
Agriculture, Forestry, Fishing, and Hunting	\$ 23,598,221	\$ 22,970,819	\$ (627,402)	-3%
Arts, Entertainment, and Recreation	\$ 96,670,822	\$ 70,240,879	\$ (26,429,943)	-27%
Construction	\$ 1,771,280,954	\$ 2,237,241,895	\$ 465,960,941	26%
Educational Services	\$ 65,486,454	\$ 77,820,092	\$ 12,333,638	19%
Finance and Insurance	\$ 90,676,352	\$ 92,838,501	\$ 2,162,150	2%
Health Care and Social Assistance	\$ 818,400,651	\$ 917,778,207	\$ 99,377,556	12%
Information	\$ 653,490,257	\$ 724,999,835	\$ 71,509,578	11%
Management of Companies and Enterprises	\$ 8,487,235	\$ 10,345,896	\$ 1,858,661	22%
Manufacturing	\$ 463,734,047	\$ 512,124,813	\$ 48,390,767	10%
Mining, Quarrying, and Oil and Gas Extraction	\$ 1,629,812,310	\$ 1,822,820,143	\$ 193,007,833	12%
Other Services (except Public Administration)	\$ 1,189,502,987	\$ 1,453,334,240	\$ 263,831,253	22%
Professional, Scientific, and Technical Services	\$ 1,532,315,452	\$ 1,665,908,008	\$ 133,592,556	9%
Public Administration	\$ 189,253,871	\$ 205,604,651	\$ 16,350,780	9%
Real Estate and Rental and Leasing	\$ 426,957,453	\$ 461,605,003	\$ 34,647,551	8%
Retail Trade	\$ 3,223,092,931	\$ 3,776,515,736	\$ 553,422,805	17%
Transportation and Warehousing	\$ 240,532,060	\$ 225,638,432	\$ (14,893,628)	-6%
Unclassified Establishments	\$ 164,700,591	\$ 229,851,604	\$ 65,151,012	40%
Utilities	\$ 731,430,094	\$ 743,187,737	\$ 11,757,642	2%
Wholesale Trade	\$ 840,207,944	\$ 819,624,689	\$ (20,583,255)	-2%
All Industries	\$ 15,985,036,475	\$ 17,828,773,367	\$ 1,843,736,892	12%

A significant unexplained increase in **Initial Unemployment Claims** can be an early indicator of an incoming economic downturn. Explained increases commonly include seasonal job fluctuations, government shutdowns resulting in mass employee furloughs and the closing of a major regional facility. The major uptick in the initial unemployment claims is directly tied to the COVID-19 outbreak and the subsequent closure of “non-essential” businesses. These businesses tend to be a major component of the workforce. As the stay at home order stays in effect, it is likely that the initial unemployment claims will continue to increase as the economy shifts to handle the unprecedented changes.

Chart 3. Monthly Matched Taxable Gross Receipts

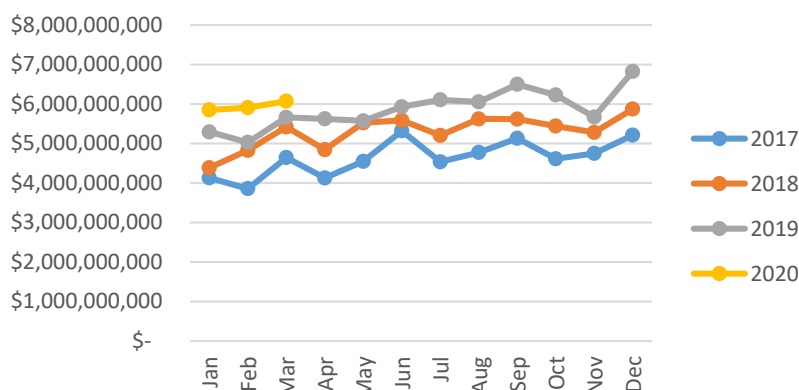
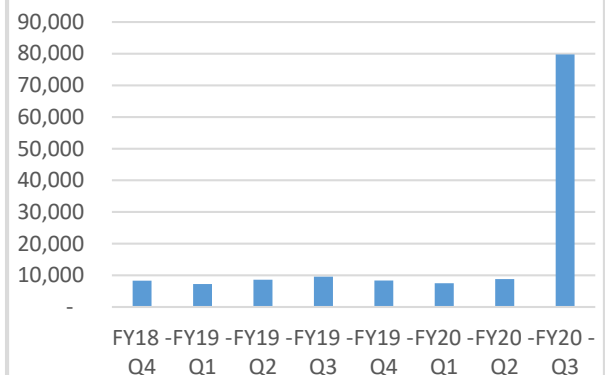


Chart 4. Quarterly Initial Unemployment Claims



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Chart 5. Quarterly Average Total Employment & Weekly Wage

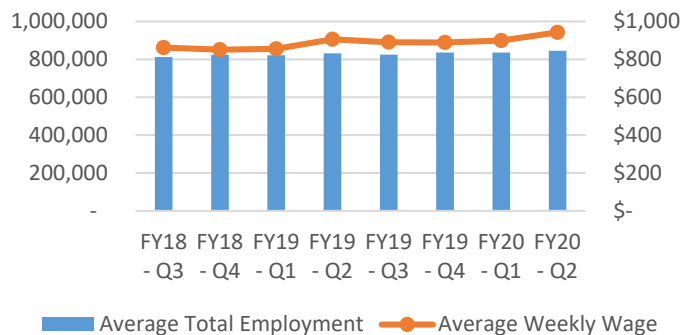
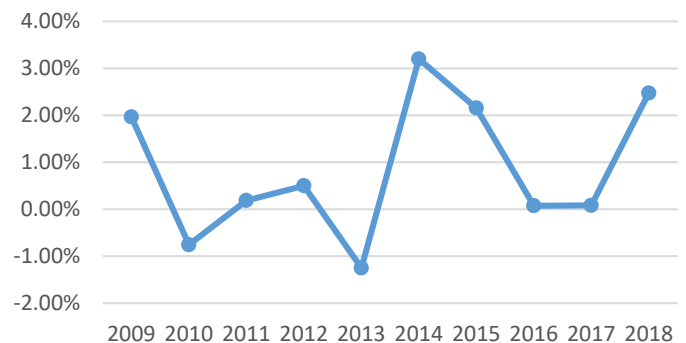


Chart 6. Calendar Year % Change In Real GDP Year Over Year



The value of all goods and services produced in New Mexico is the **Gross Domestic Product (GDP)**. The percentage that GDP grew (or shrank) from one period to another is an important way for the state to gauge how the economy is performing.

Chart 7. Gross Domestic Product Per Quarter

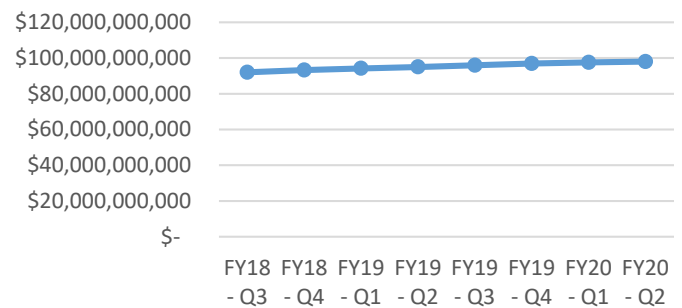


Table 2. Gross Domestic Product by Industry

Industries	FY19 - Q2	FY20 - Q2	Growth	Year over year Change
Private Industries	\$ 74,905,800,000	\$ 77,681,600,000	\$ 2,775,800,000	4%
Accommodation and Food Services	\$ 2,779,700,000	\$ 2,741,700,000	\$ (38,000,000)	-1%
Administrative/Support & Waste Management/Remediation	\$ 2,447,500,000	\$ 2,527,200,000	\$ 79,700,000	3%
Agriculture, Forestry, Fishing, and Hunting	\$ 1,744,100,000	\$ 2,055,400,000	\$ 311,300,000	18%
Arts, Entertainment, and Recreation	\$ 650,700,000	\$ 646,400,000	\$ (4,300,000)	-1%
Construction	\$ 2,879,500,000	\$ 2,981,800,000	\$ 102,300,000	4%
Educational Services	\$ 487,100,000	\$ 471,100,000	\$ (16,000,000)	-3%
Finance and Insurance	\$ 2,528,400,000	\$ 2,735,000,000	\$ 206,600,000	8%
Health Care and Social Assistance	\$ 6,969,800,000	\$ 7,159,300,000	\$ 189,500,000	3%
Information	\$ 3,210,500,000	\$ 3,123,200,000	\$ (87,300,000)	-3%
Management of Companies and Enterprises	\$ 583,800,000	\$ 620,200,000	\$ 36,400,000	6%
Manufacturing	\$ 4,202,900,000	\$ 4,230,100,000	\$ 27,200,000	1%
Manufacturing (Durable Goods)	\$ 2,033,500,000	\$ 2,083,500,000	\$ 50,000,000	2%
Manufacturing (Nondurable Goods)	\$ 2,188,200,000	\$ 2,167,000,000	\$ (21,200,000)	-1%
Mining, Quarrying, and Oil and Gas Extraction	\$ 14,509,100,000	\$ 16,754,100,000	\$ 2,245,000,000	15%
Other Services (except Public Administration)	\$ 1,850,400,000	\$ 1,817,100,000	\$ (33,300,000)	-2%
Professional, Scientific, and Technical Services	\$ 6,808,200,000	\$ 6,995,800,000	\$ 187,600,000	3%
Public Administration	\$ 20,194,300,000	\$ 20,499,500,000	\$ 305,200,000	2%
Real Estate and Rental and Leasing	\$ 11,497,100,000	\$ 11,546,300,000	\$ 49,200,000	0%
Retail Trade	\$ 5,488,800,000	\$ 5,667,200,000	\$ 178,400,000	3%
Transportation and Warehousing	\$ 2,442,400,000	\$ 2,408,500,000	\$ (33,900,000)	-1%
Utilities	\$ 1,472,200,000	\$ 1,606,600,000	\$ 134,400,000	9%
Wholesale Trade	\$ 3,001,500,000	\$ 3,044,600,000	\$ 43,100,000	1%
All Industries	\$ 94,969,200,000	\$ 98,004,900,000	\$ 3,035,700,000	3%

SOURCES: NEW MEXICO TAXATION AND REVENUE DEPT, NEW MEXICO DEPARTMENT OF WORKFORCE SOLUTIONS, U.S. BUREAU OF LABOR AND STATISTICS, U.S. BUREAU OF ECONOMIC ANALYSIS AND EDD CALCULATIONS