

Quarterly Economic Summary

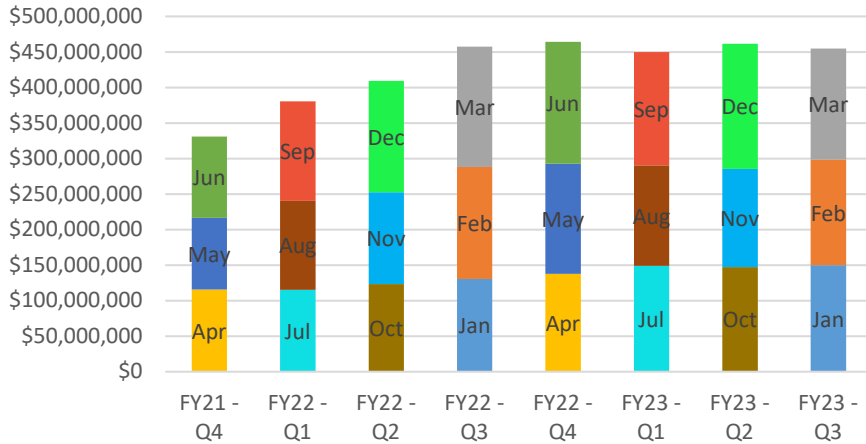
Valencia County



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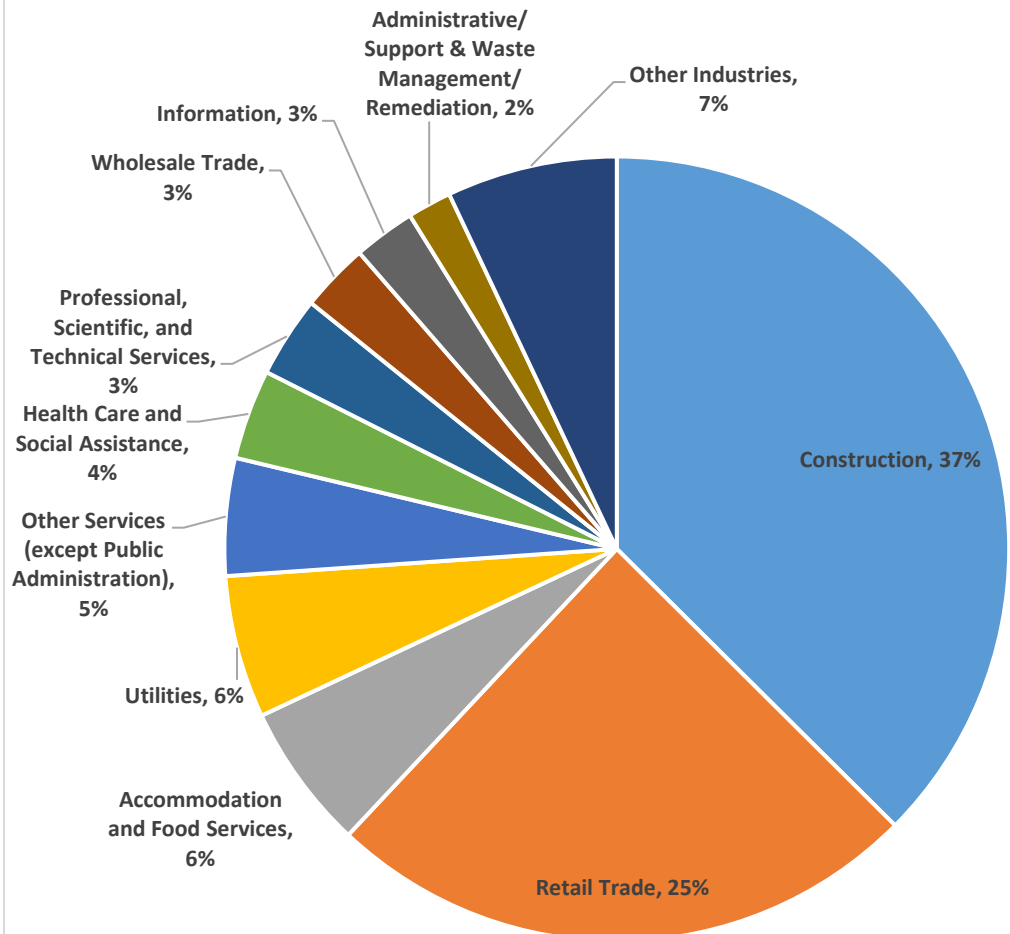
Chart 1. Matched Taxable Gross Receipts Per Quarter



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.

Valencia County's matched taxable gross receipts (MTGR) saw a slight decrease of 1% from Q2 FY23 to Q3 FY23, seen in Chart 1. MTGR in the county has remained relatively constant since Q3 FY22 after a steady period of growth since FY21. The construction industry was the largest contributor to MTGR in the county again for the 10th consecutive quarter, with retail trade last surpassing it in Q4 FY20.

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

Industries	FY22 - Q3	FY23 - Q3	Growth	Year over year Change
Accommodation and Food Services	\$ 24,178,345	\$ 27,371,167	\$ 3,192,823	13.2%
Administrative/Support & Waste Management/Remediation	\$ 6,909,824	\$ 8,254,492	\$ 1,344,668	19.5%
Agriculture, Forestry, Fishing, and Hunting	\$ 463,452	\$ 707,354	\$ 243,902	52.6%
Arts, Entertainment, and Recreation	\$ 654,092	\$ 752,260	\$ 98,168	15.0%
Construction	\$ 183,814,057	\$ 170,315,361	\$ (13,498,697)	-7.3%
Educational Services	\$ 713,877	\$ 658,472	\$ (55,405)	-7.8%
Finance and Insurance	\$ 1,245,533	\$ 1,227,697	\$ (17,836)	-1.4%
Health Care and Social Assistance	\$ 19,237,574	\$ 16,853,709	\$ (2,383,866)	-12.4%
Information	\$ 10,663,952	\$ 11,595,233	\$ 931,282	8.7%
Management of Companies and Enterprises	\$ -	\$ 11,260	\$ 11,260	N/A
Manufacturing	\$ 8,893,725	\$ 7,004,233	\$ (1,889,491)	-21.2%
Mining, Quarrying, and Oil and Gas Extraction	\$ 46,974	\$ 342,823	\$ 295,849	629.8%
Other Services (except Public Administration)	\$ 19,849,548	\$ 22,014,160	\$ 2,164,611	10.9%
Professional, Scientific, and Technical Services	\$ 13,814,091	\$ 15,204,103	\$ 1,390,012	10.1%
Public Administration	\$ -	\$ -	\$ -	N/A
Real Estate and Rental and Leasing	\$ 8,591,369	\$ 8,240,716	\$ (350,652)	-4.1%
Retail Trade	\$ 104,685,926	\$ 111,638,107	\$ 6,952,180	6.6%
Transportation and Warehousing	\$ 4,123,390	\$ 6,325,210	\$ 2,201,820	53.4%
Unclassified Establishments	\$ 5,918,985	\$ 6,682,008	\$ 763,024	12.9%
Utilities	\$ 29,925,114	\$ 26,733,373	\$ (3,191,741)	-10.7%
Wholesale Trade	\$ 13,671,264	\$ 12,854,874	\$ (816,390)	-6.0%
All Industries	\$ 457,465,831	\$ 454,861,104	\$ (2,604,727)	-0.6%

Table 1 shows a year-over-year (YOY) decrease in MTGR of 0.6%. The largest decrease was in the construction industry which saw a decline of \$13.5M YOY in MTGR, while retail trade saw the largest increase, \$7M. The transportation and warehousing industry did particularly well in Q3 FY23, with a YOY increase of 53.4% or \$2.2M. The previous quarter, however, was unusually low compared to recent quarters. The large increase seen in Q3 may be due to the resolution of a tax reporting error in Q2. Gross receipts tax (GRT) revenue collections decreased by \$93K, or -1.5%, for the county from Q2 FY23 to Q3 FY23, shown in Chart 4.

Chart 3. Annual Total GRT Revenue Collections

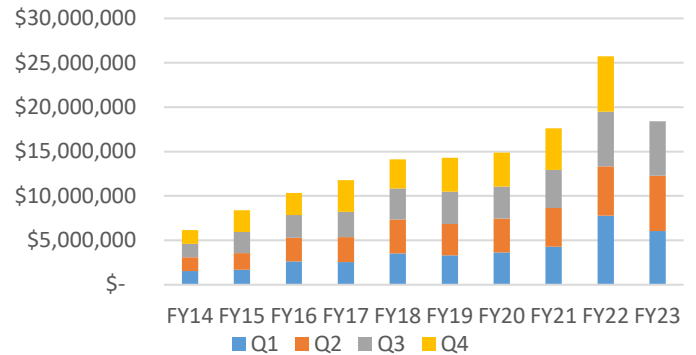


Chart 4. Quarterly GRT Revenue Collections

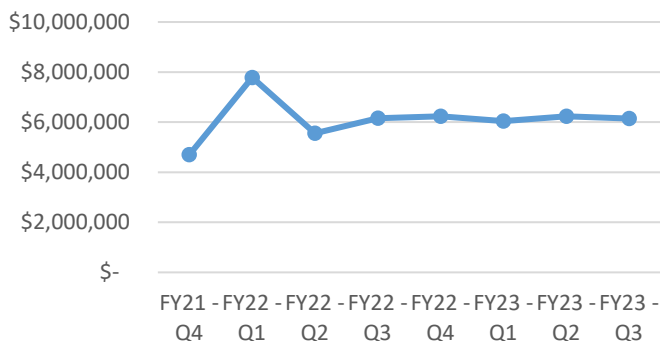
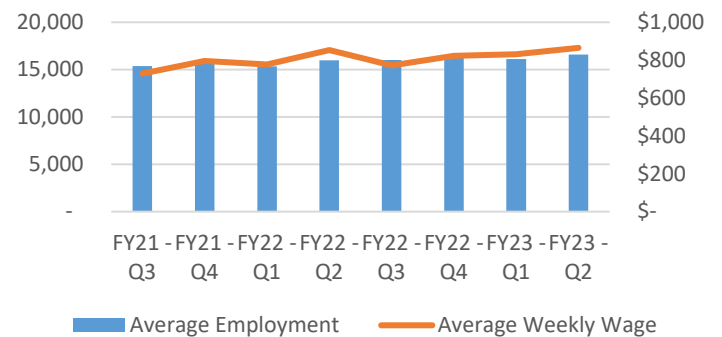


Chart 5. Total Employment & Weekly Wage

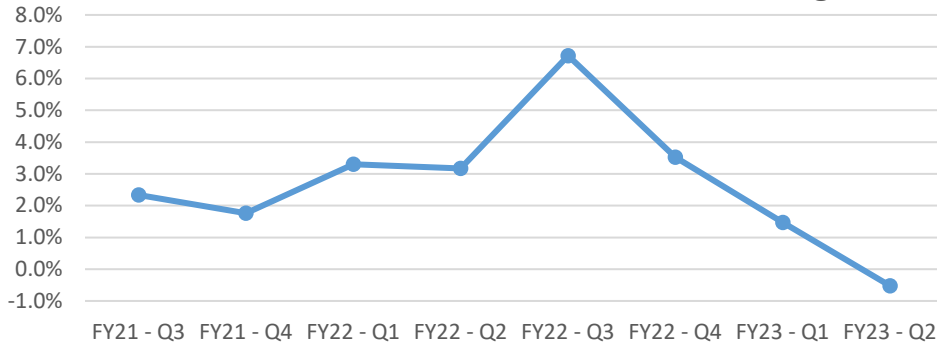


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Chart 6. Establishment Year-Over-Year % Change



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 - 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	1,564	2.0%	\$ 391	-2.3%	96	1.1%
Administrative/Support & Waste Management/Remediation	374	14.7%	\$ 807	4.0%	63	-6.0%
Agriculture, Forestry, Fishing, and Hunting	207	-4.6%	\$ 706	4.7%	21	0.0%
Arts, Entertainment, and Recreation	104	-10.3%	\$ 533	-11.6%	15	-6.3%
Construction	2,063	-1.9%	\$ 1,348	6.9%	196	-0.5%
Educational Services	2,072	25.0%	\$ 1,032	22.7%	35	0.0%
Finance and Insurance	239	-2.4%	\$ 1,034	-1.2%	66	0.0%
Health Care and Social Assistance	2,901	1.7%	\$ 626	3.8%	382	-0.3%
Information	214	3.9%	\$ 2,191	-23.3%	20	0.0%
Management of Companies and Enterprises	53	-13.1%	\$ 1,351	7.6%	10	0.0%
Manufacturing	703	-1.7%	\$ 1,054	-2.4%	41	0.0%
Mining, Quarrying, and Oil and Gas Extraction	12	-20.0%	\$ 1,838	86.6%	5	0.0%
Other Services (except Public Administration)	268	-1.1%	\$ 738	7.4%	77	1.3%
Professional, Scientific, and Technical Services	370	3.6%	\$ 1,156	2.5%	106	2.9%
Public Administration	969	0.6%	\$ 1,201	4.8%	81	2.5%
Real Estate and Rental and Leasing	118	-0.8%	\$ 582	2.6%	51	-3.8%
Retail Trade	2,814	0.3%	\$ 646	6.8%	150	0.7%
Transportation and Warehousing	1,323	-2.2%	\$ 787	-9.1%	62	-1.6%
Utilities	127	0.8%	\$ 981	-10.7%	14	0.0%
Wholesale Trade	96	7.9%	\$ 1,199	12.9%	30	-3.2%
All Industries	16,592	2.8%	\$ 865	4.0%	1,521	-0.2%

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

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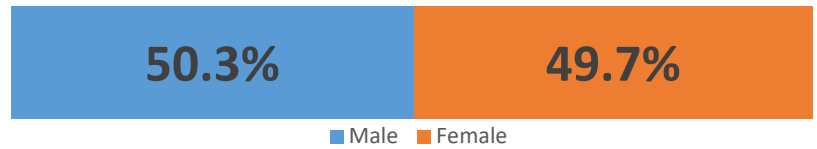
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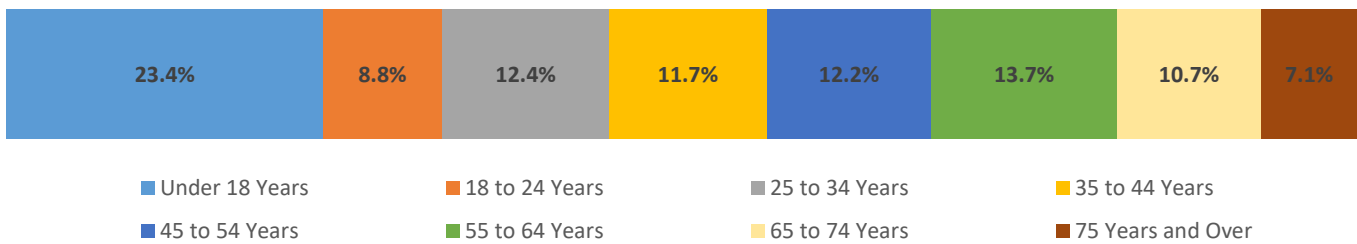
Population

76,518

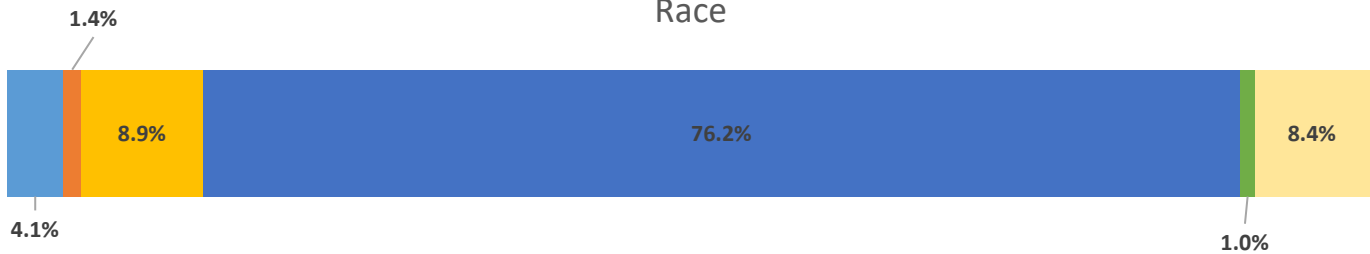
Population Sex



Population Age



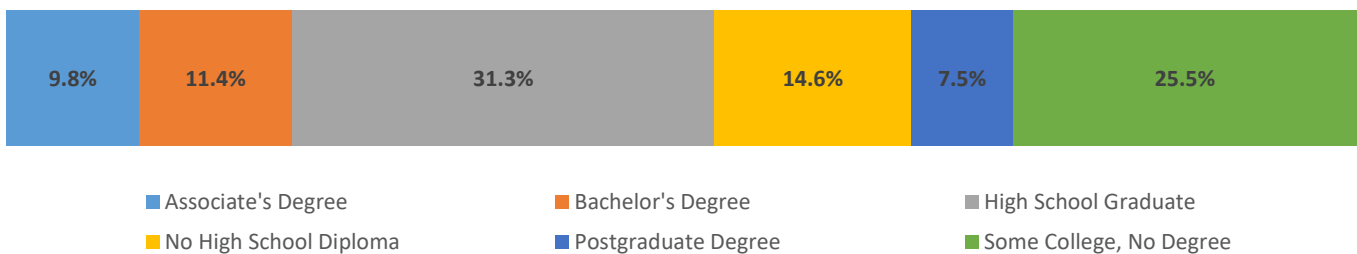
Race



Percent

Native American	4.1%
Black or African American	1.4%
Native Hawaiian and Other Pacific Islander	0.0%
Some Other Race	8.9%
White	76.2%
Asian	1.0%
Two or More Races	8.4%

Educational Attainment, Age 25-64



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