

Quarterly Economic Summary

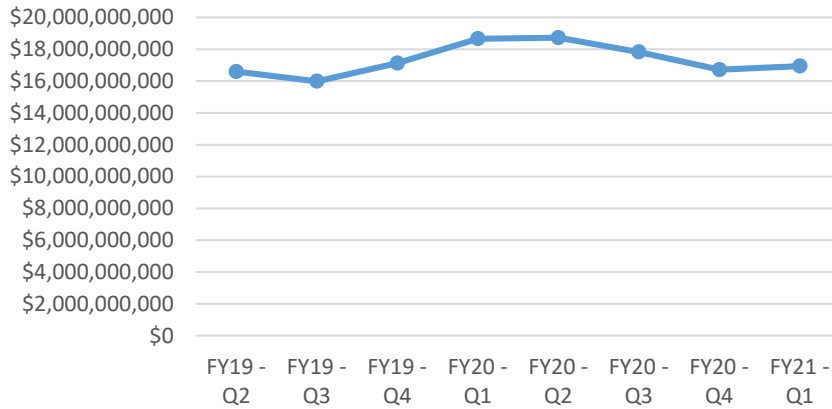
New Mexico

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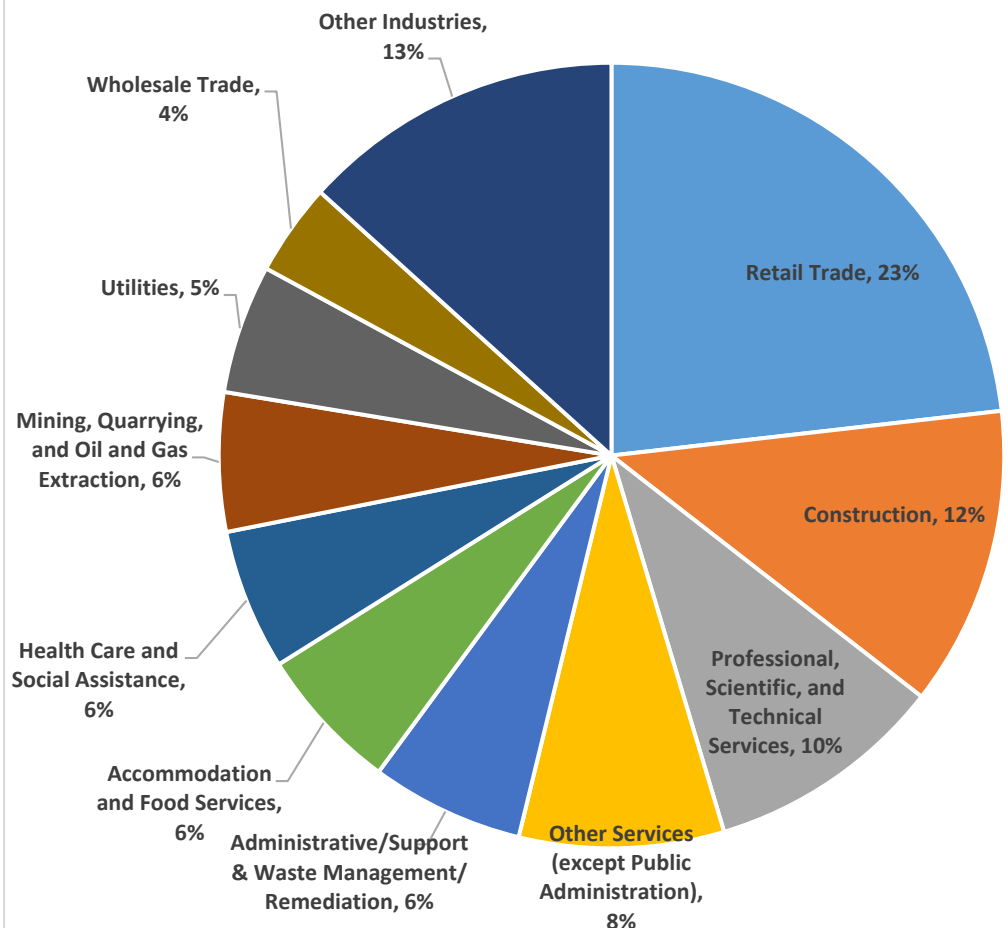
Chart 1. Matched Taxable Gross Receipts Per Quarter



New Mexico's total matched taxable gross receipts (MTGR) saw a 1% (\$228M) increase from Q4 FY20 to Q1 FY21, as seen in Chart 1. The last time that MTGR collections were this low during the first quarter of a fiscal year was in FY19. Q1 FY21 saw a year over year (YOY) decrease of 9%, as seen in Table 1 on page 2. The arts, entertainment/rec industry saw the largest YOY percent decline, 57%, followed by the oil and gas industry, declining by 47%. The oil and gas industry had the largest overall decline in the state, with MTGR dropping nearly \$850M in Q1 FY20

compared to Q1 FY20, followed by other services and accommodations and food services, declining by \$282M and \$262M, respectively. The retail trade industry performed particularly well in Q1 FY21 with an overall YOY increase in MTGR of \$262M. GDP, shown on Table 2 on page 3, saw a notable YOY decline in Q4 FY20, decreasing by 7% (\$7B) with nearly all industries contracting.

Chart 2. FY21 - Q1 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	FY20 - Q1	FY21 - Q1	Growth	Year over year Change
Accommodation and Food Services	\$ 1,274,180,751	\$ 1,012,169,474	\$ (262,011,277)	-21%
Administrative/Support & Waste Management/Remediation	\$ 897,475,192	\$ 1,066,736,308	\$ 169,261,117	19%
Agriculture, Forestry, Fishing, and Hunting	\$ 36,270,806	\$ 36,176,772	\$ (94,034)	0%
Arts, Entertainment, and Recreation	\$ 96,767,876	\$ 41,411,735	\$ (55,356,141)	-57%
Construction	\$ 2,295,159,664	\$ 2,088,539,647	\$ (206,620,016)	-9%
Educational Services	\$ 99,863,559	\$ 78,443,695	\$ (21,419,864)	-21%
Finance and Insurance	\$ 97,711,491	\$ 101,164,968	\$ 3,453,477	4%
Health Care and Social Assistance	\$ 849,989,200	\$ 982,114,706	\$ 132,125,506	16%
Information	\$ 706,480,626	\$ 491,915,369	\$ (214,565,257)	-30%
Management of Companies and Enterprises	\$ 10,239,674	\$ 10,332,398	\$ 92,724	1%
Manufacturing	\$ 520,191,200	\$ 453,817,398	\$ (66,373,802)	-13%
Mining, Quarrying, and Oil and Gas Extraction	\$ 1,813,547,669	\$ 967,783,568	\$ (845,764,101)	-47%
Other Services (except Public Administration)	\$ 1,709,411,951	\$ 1,427,281,475	\$ (282,130,476)	-17%
Professional, Scientific, and Technical Services	\$ 1,636,771,934	\$ 1,668,036,216	\$ 31,264,282	2%
Public Administration	\$ 232,506,095	\$ 224,260,834	\$ (8,245,261)	-4%
Real Estate and Rental and Leasing	\$ 535,504,371	\$ 412,248,938	\$ (123,255,433)	-23%
Retail Trade	\$ 3,663,585,123	\$ 3,925,225,372	\$ 261,640,249	7%
Transportation and Warehousing	\$ 246,131,101	\$ 171,852,877	\$ (74,278,225)	-30%
Unclassified Establishments	\$ 206,187,185	\$ 239,332,955	\$ 33,145,770	16%
Utilities	\$ 826,498,678	\$ 898,957,100	\$ 72,458,421	9%
Wholesale Trade	\$ 905,625,798	\$ 643,939,752	\$ (261,686,045)	-29%
All Industries	\$ 18,660,099,945	\$ 16,941,741,558	\$ (1,718,358,387)	-9%

A significant unexplained increase in initial unemployment claims can be an early indicator of an economic downturn. Explained increases commonly include seasonal job fluctuations, federal government shutdowns resulting in employee furloughs, or the closing of a major regional facility. This unprecedented uptick in initial unemployment claims is tied directly to the COVID-19 pandemic and subsequent furloughs and layoffs by affected businesses. As we continue into early and mid-2021, it is likely the number of initial unemployment claims will vary based on the effects of the pandemic but gradually wane; however, it is impossible to predict how quickly the employment numbers will return to pre-COVID-19 levels.

Chart 3. Monthly Matched Taxable Gross Receipts

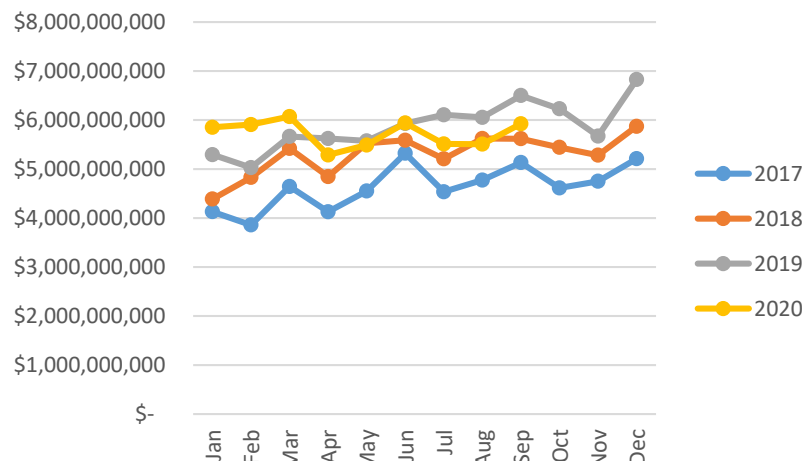
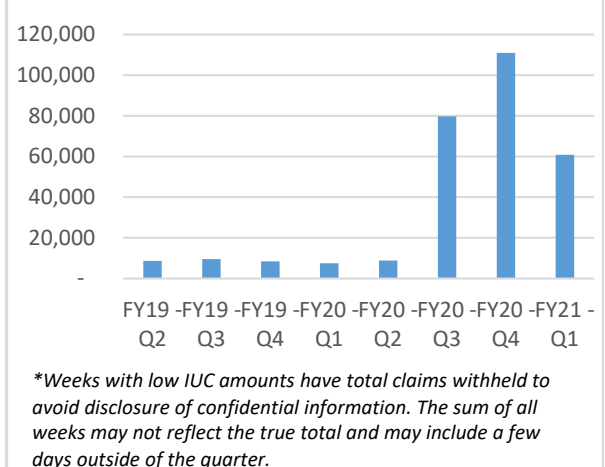


Chart 4. Quarterly Initial Unemployment Claims



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Chart 5. Quarterly Average Total Employment & Weekly Wage

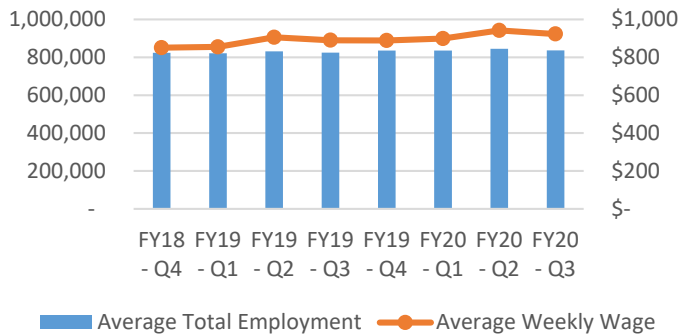


Chart 6. Calendar Year % Change In Real GDP Year Over Year

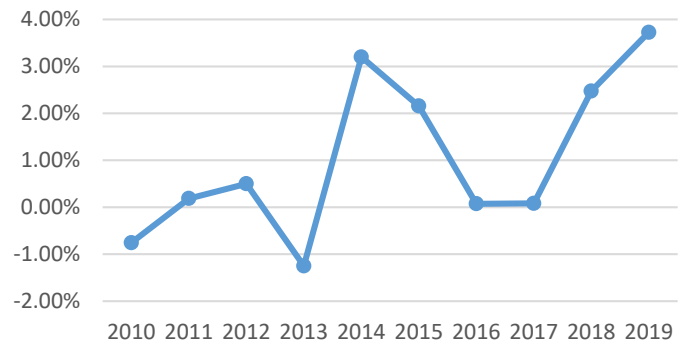
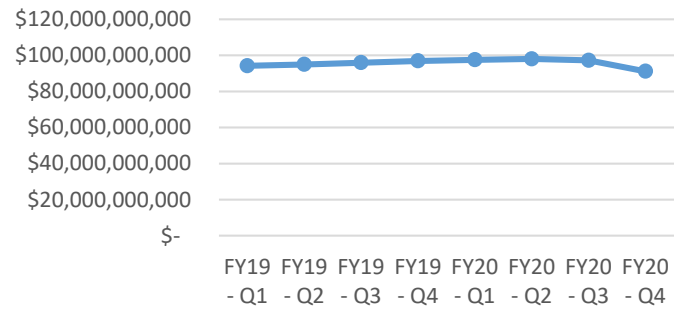


Chart 7. Gross Domestic Product Per Quarter



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.

Table 2. Gross Domestic Product by Industry

Industry	FY19 - Q4	FY20 - Q4	Growth	Year Over Year Change
Private Industries	\$ 77,967,100,000	\$ 70,521,300,000	\$ (7,445,800,000)	-10%
Accommodation and Food Services	\$ 2,864,700,000	\$ 1,834,200,000	\$ (1,030,500,000)	-36%
Administrative/Support & Waste Management/Remediation	\$ 2,539,300,000	\$ 2,327,700,000	\$ (211,600,000)	-8%
Agriculture, Forestry, Fishing, and Hunting	\$ 2,265,500,000	\$ 1,484,800,000	\$ (780,700,000)	-34%
Arts, Entertainment, and Recreation	\$ 672,000,000	\$ 336,300,000	\$ (335,700,000)	-50%
Construction	\$ 3,045,800,000	\$ 2,936,900,000	\$ (108,900,000)	-4%
Educational Services	\$ 502,200,000	\$ 458,600,000	\$ (43,600,000)	-9%
Finance and Insurance	\$ 2,582,400,000	\$ 2,565,900,000	\$ (16,500,000)	-1%
Health Care and Social Assistance	\$ 7,044,700,000	\$ 6,033,500,000	\$ (1,011,200,000)	-14%
Information	\$ 2,683,200,000	\$ 2,539,100,000	\$ (144,100,000)	-5%
Management of Companies and Enterprises	\$ 615,800,000	\$ 666,800,000	\$ 51,000,000	8%
Manufacturing	\$ 4,662,300,000	\$ 4,190,700,000	\$ (471,600,000)	-10%
Manufacturing (Durable Goods)	\$ 1,970,800,000	\$ 1,646,200,000	\$ (324,600,000)	-16%
Manufacturing (Nondurable Goods)	\$ 2,719,000,000	\$ 2,584,200,000	\$ (134,800,000)	-5%
Mining, Quarrying, and Oil and Gas Extraction	\$ 17,124,300,000	\$ 14,664,100,000	\$ (2,460,200,000)	-14%
Other Services (except Public Administration)	\$ 1,899,200,000	\$ 1,514,000,000	\$ (385,200,000)	-20%
Professional, Scientific, and Technical Services	\$ 7,188,400,000	\$ 6,993,800,000	\$ (194,600,000)	-3%
Public Administration	\$ 20,431,200,000	\$ 20,494,200,000	\$ 63,000,000	0%
Real Estate and Rental and Leasing	\$ 11,474,500,000	\$ 11,356,600,000	\$ (117,900,000)	-1%
Retail Trade	\$ 5,471,000,000	\$ 5,059,400,000	\$ (411,600,000)	-8%
Transportation and Warehousing	\$ 2,342,800,000	\$ 1,820,700,000	\$ (522,100,000)	-22%
Utilities	\$ 1,459,800,000	\$ 1,558,800,000	\$ 99,000,000	7%
Wholesale Trade	\$ 2,998,200,000	\$ 2,736,300,000	\$ (261,900,000)	-9%
All Industries	\$ 98,204,100,000	\$ 91,126,500,000	\$ (7,077,600,000)	-7%

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