

**CITY OF RIO RANCHO
DEPARTMENT OF FINANCIAL SERVICES**

MEMORANDUM

DATE: June 27, 2016

TO: Mayor Gregory Hull, Council Members Jim Owen, Dawnn Robinson, Cheryl Everett, Marlene Feuer, Shelby Smith, and Dave Bency
Keith Riesberg, City Manager
John Craig, Deputy City Manager

FROM: Juan Mejia, Budget/Grants Division Manager

SUBJECT: **June Gross Receipts Tax and Recent Labor Market Indicators**

Gross Receipts Tax

Attached please find the monthly dashboard for June GRT collections. For the month, the City's GRT distribution to the General Fund totaled \$2,403,035.54, which was \$98,026 or 3.9% below the budget estimate for the month and 13% below the amount received in June last year. Year-to-date collections are now \$1.08 million or 3.8% above the FY2016 budget and 5.9% above GRT revenue at this time last year.

GRT trends for each major industry are shown in Table 4 of the Dashboard on the next page. Note that all but two industries have positive year-to-date growth trends, and one of those two sectors is the medical hold-harmless distribution.

Labor Market Indicators

Employment information for the Albuquerque MSA for the month of May will be published June 24th. Following is the link to the state's monthly *Labor Market Review* reporting web page:

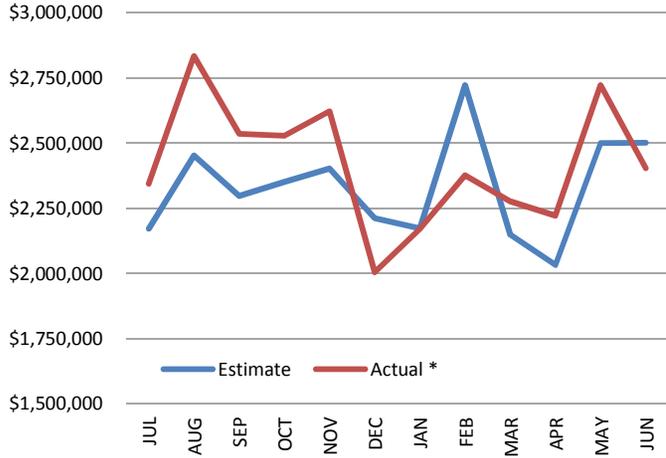
http://www.dws.state.nm.us/Portals/0/DM/LMI/lmrMay_16.pdf

For the state as a whole, New Mexico's seasonally adjusted unemployment rate was 6.2% in May, unchanged from April and down from 6.6% a year ago. In contrast, the national unemployment rate was 4.7%, which was down from last month 5.0% and down from 5.5% in May 2015. The full May *Employment New Release* (statewide numbers only) can be found here:

http://www.dws.state.nm.us/Portals/0/DM/LMI/pr-pdf_0516.pdf

Rio Rancho Gross Receipts Tax Dashboard

Chart 1: Gross Receipts Tax Monthly Revenue General Fund FY16 Estimate vs. Actual



*YTD through May is \$1.17 million or 4.6% above the FY16 estimate

Chart 2: Gross Receipts Tax Monthly Revenue General Fund Current Year vs. Prior Years

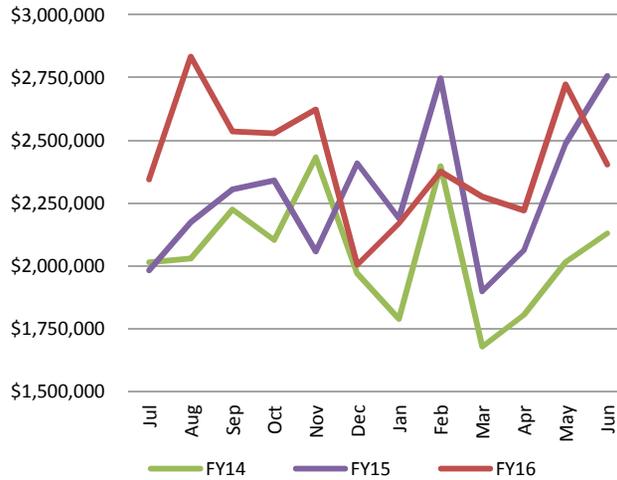


Chart 3: Gross Receipts Tax Year-to-Date Revenue General Fund Current vs. Prior Years

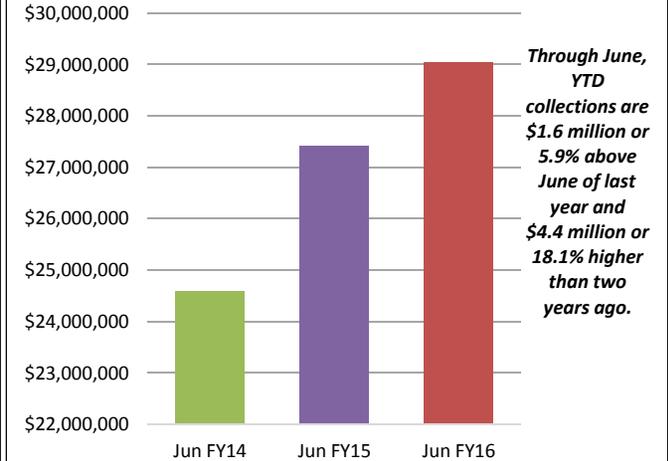


Chart 4: GRT Distribution by Industry FY16 YTD compared to FY15 YTD

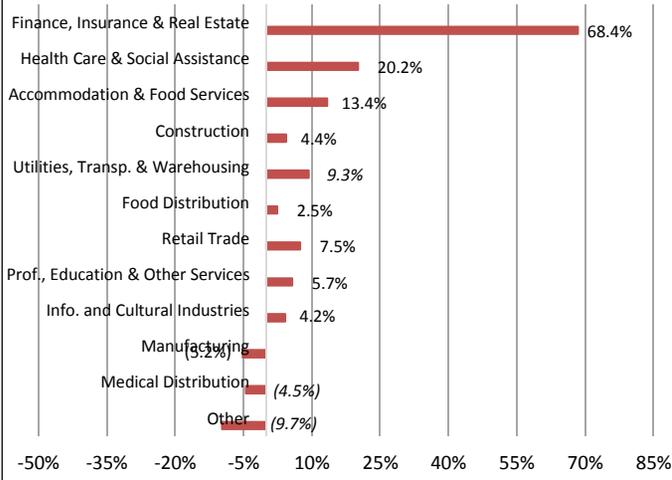


Chart 5: GRT Distribution by Industry FY16 YTD

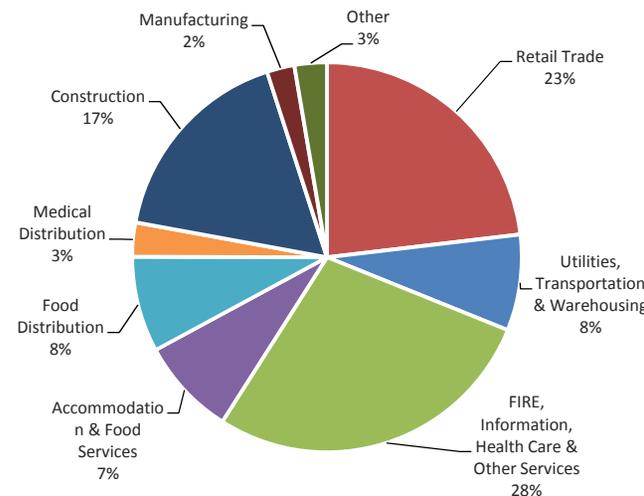


Chart 6: Changing Composition of GRT

