CITY OF RIO RANCHO DEPARTMENT OF FINANCIAL SERVICES

MEMORANDUM

DATE: August 17, 2012

TO: Mayor Thomas Swisstack,

Council Members: Chuck Wilkins, Patricia Thomas, Tamara Gutierrez, Mark

Scott, Timothy Crum, and Lonnie Clayton

James Babin, Acting City Manager

Laura Fitzpatrick, Assistant City Manager

FROM: Olivia Padilla-Jackson, Financial Services Director

SUBJECT: August 2012 General Fund Gross Receipts Tax Revenue Distribution

The General Fund Gross Receipts Tax (GRT) revenue distribution for August, which is based on June economic activity, was \$2,215,661 after adjustments, \$89,132 or 3.9 percent below the monthly estimate. Fiscal year to date, GRT revenue to the General Fund is \$144,437, or 3.4 percent below the annual estimate. Below are some highlights of this month's distribution and attached is the Rio Rancho Gross Receipts Tax Dashboard showing notable GRT trends.

- The August General Fund GRT distribution was approximately 7.2 percent lower than the distribution in August of 2011, with construction experiencing the largest decline.
- Construction GRT revenue fell \$168,674 or 35 percent to \$403,655 before adjustments. We continue to see modest increases in single family housing construction permits, though construction GRT revenue is still lower when compared to last August, a time when both hospitals were under construction.
- Wholesale Trade, which is a relatively small sector, declined over \$24,808 compared to an unusually high August 2011.
- The Services sector revenue rose two percent from August of 2011 to \$746,852. Fiscal-year-to-date, the sector is down 2.1 percent, with Professional, Scientific and Technical Services and Information and Cultural Industries the leading YTD declines.
- Retail sector revenue was little changed from August of 2011 at \$1,086,657 and is little changed fiscal year to date.
- The Utilities, Transportation and Warehousing sector rose 12 percent compared to last August to \$342,880 and is almost four percent higher fiscal year to date.

Rio Rancho Gross Receipts Tax Dashboard











