

President Biden's Economic Plan is Working for New Mexico

Several economic indicators demonstrate robust economic progress in New Mexico since President Biden took office. Below are key metrics—such as state employment, unemployment insurance claims, GDP, supplemental poverty, and vaccination rates—that help us interpret the current moment and highlight our progress on economic recovery and enhanced support for workers and families.

Employment:

- Since January 2021, the New Mexico economy has added 61,200 **jobs** (7.8 percent of January 2021 employment in New Mexico). The state economy has recovered 85 percent of the jobs lost between February 2020 and April 2020.
 - In the largest sector (government), the New Mexico economy added 4,400 jobs between January 2021 and April 2022.
 - In the second largest sector (educational and health services), the state economy added 3,100 jobs.
 - In the third largest sector (trade, transportation, and utilities), the state economy added 5,800 jobs.
- The state's **unemployment rate** fell from 7.4 percent in January 2021 to 5.3 percent in April 2022.
- **Initial claims for Unemployment Insurance** in New Mexico fell 92 percent since President Biden took office, from around 5,700 at the start of the Administration to about 450 for the week ending May 28, 2022.
- The **quits rate**, a measure of labor market strength (since people generally quit jobs to take better jobs), rose from 2.3 percent in January 2021 to 3.2 percent in March 2022.

GDP:

- New Mexico's **real GDP** grew 7.6 percent at an annual rate in the 4th quarter of 2021.
 - This is a substantial acceleration compared with growth in 2020, when New Mexico's real GDP *decreased* by 3.7 percent Q4/Q4, and compared with 2019, when New Mexico's real GDP grew by 5.5 percent Q4/Q4.

Small Businesses:

- Residents of New Mexico [applied](#) to start more **new businesses** during President Biden's first year in office than in any other year since the series started in 2005.
- Congressional Republicans' tax plan would raise taxes on 60.0 percent of small business owners in New Mexico, and 84.6 percent of small business owners earning less than \$50,000 per year. The typical affected small business owner would see their taxes increase by \$1,300.

Poverty:

- New Mexico's **Supplemental Poverty Measure** was [projected](#) to be 8.4 percent in 2021, lower than 17.4 percent on a comparable measure in 2018.

- The Supplemental Poverty Measure for children under 18 in New Mexico was projected to be 6.4 percent in 2021, lower than 18.0 percent on a comparable measure in 2018.

Vaccinations:

- The number of **fully vaccinated people** in New Mexico has increased from approximately 0 in January 2021 to 1,500,000 as of May 2022.