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## FISCAL IMPACT REPORT

SPONSOR Saavedra DATE TYPED 1/26/04 HB 40

SHORT TITLE Manufacturing Extension Services SB \_\_\_\_\_

ANALYST Gilbert

### APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY04	FY05	FY04	FY05		
\$400.0				Recurring	General Fund

(Parenthesis ( ) Indicate Expenditure Decreases)

### SOURCES OF INFORMATION

LFC Files

Responses Received From  
Economic Development Department (EDD)

### SUMMARY

#### Synopsis of Bill

House Bill 40 appropriates \$400 thousand from the general fund to the Economic Development Department (EDD) to contract for manufacturing extension services for expenditure in fiscal years 2004 and 2005. The bill also contains an emergency clause.

#### Significant Issues

The appropriation in this bill is contingent upon the receipt of money from the National Institute of Standards and Technology to operate a manufacturing center in New Mexico. The manufacturing center must also be approved by the National Institute of Standards and Technology.

### FISCAL IMPLICATIONS

The appropriation of \$400.0 contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of fiscal year 2005 shall revert to the general fund.

## TECHNICAL ISSUES

According to EDD, the following amendments should be considered:

- The term “*manufacturing extension services*” should be defined in the bill.
- Funding is contingent on the receipt of money from the national institute of standards and technology to operate a manufacturing center; however, it is not clear how much money satisfies this requirement.
- It is not clear how the approval or lack thereof for a manufacturing center in New Mexico by the national institute of standards and technology affects the provision of the funds approved under this bill.
- The term “*manufacturing center*” should be defined in the bill.

RLG/yr:pr