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FISCAL IMPACT REPORT

SPONSOR Leavell ORIGINAL DATE 01/23/14
LAST UPDATED _____ HB _____

SHORT TITLE Business Performance Excellence Program SB 107

ANALYST Kludt

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY14	FY15		
	\$100.0	Recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From

Economic Development Department (EDD)

Workforce Solutions Department (WSD)

SUMMARY

Synopsis of Bill

Senate Bill 107 appropriates \$100 thousand from the general fund to the Workforce Solutions Department (WSD) for a business performance excellence program. The bill specifies the funds are to be used in FY15 for the purpose of expanding a performance excellence leadership training program. The purpose of the business performance excellence program is to directly encourage job creation and economic development.

FISCAL IMPLICATIONS

The appropriation of \$100 thousand contained in this bill is a recurring expense from the general fund. Any unexpended or unencumbered balance remaining at the end of FY15 shall revert to the general fund.

PERFORMANCE IMPLICATIONS

Resources directed at expanding performance excellence leadership training to New Mexico's work force and enhancing performance efficiency and effectiveness is greatly supported by the Workforce Solutions Department. The appropriation for business performance excellence

program furthers the department's mission to enhance the productivity and competitiveness of New Mexico business and industry by improving the quality and availability of the New Mexico workforce.

ADMINISTRATIVE IMPLICATIONS

The Workforce Solutions Department (WSD) reports that the agency manages several workforce assessment tools and services, compiles workforce data, and regularly evaluates this data to manage performance. This bill will allow the department to expand these activities to impact the performance efficiency and effectiveness of New Mexico businesses.

RELATIONSHIP

Since the WSD currently performs business performance excellence program activities, the agency reports that close coordination and collaboration during the administration of these funds is necessary to eliminate potential duplication and create opportunity for expanded capacity to help businesses and organizations improve.

KK/jl