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FISCAL IMPACT REPORT

SPONSOR Leavell **ORIGINAL DATE** 1/17/15 **LAST UPDATED** _____ **HB** _____

SHORT TITLE Business Performance Excellence Program **SB** 5

ANALYST Klundt

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY15	FY15		
	\$125.0	Recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From

Workforce Solutions Department (WSD)

Economic Development Department (EDD)

SUMMARY

Synopsis of Bill

Senate Bill 5 appropriates \$125 thousand from the general fund to the Workforce Solutions Department (WSD) for expenditure in FY16 to expand performance excellence leadership training to New Mexico's workforce, assessment services and assistance to New Mexico businesses and organization to strengthen their effectiveness, efficiency and competitiveness and thereby encourage economic development and job creation.

FISCAL IMPLICATIONS

The appropriation of \$125 thousand contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of FY16 shall revert to the general fund.

SIGNIFICANT ISSUES

According to the bill, expansion of the Performance Excellence Leadership Training will provide leadership training to New Mexico’s workforce, assessment services and assistance to New Mexico businesses and organization to strengthen their effectiveness, efficiency and competitiveness, which encourages economic development and job creation.

PERFORMANCE IMPLICATIONS

WSD reported that resources directed at expanding performance excellence leadership training to New Mexico’s work force and enhancing performance efficiency and effectiveness are greatly supported by the agency. The appropriation for a 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

WSD stated the agency manages several workforce assessment tools and services, compiles workforce data and regularly evaluates this data to manage performance. Additionally, according to WSD this appropriation will allow the department to expand this program and impact the performance efficiency and effectiveness of New Mexico businesses. The goal of the Business Performance Excellence Program is to directly encourage job creation and economic development.

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