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FISCALIMPACT REPORT

| SPONSOR: Whitaker |  | DATE TYPED: | 02/20/01 | 589 |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
| SHORT TITLE: | In-Plant Training Residency Requirements |  |  |  |  |
|  |  |  | ANALYST: | Woodlee |  |
| APPROPRIATION |  |  |  |  |  |
| Appropriation Contained |  | Estimated Additional Impact |  | Recurring or Non-Rec | Fund <br> Affected |
| FY01 | FY02 | FY01 | FY02 |  |  |
| NFI | NFI | NFI | NFI | NFI | NFI |

(Parenthesis ( ) Indicate Expenditure Decreases)

## SOURCES OF INFORMATION

Economic Development Department

## LFC Files

## SUMMARY

## Synopsis of Bill

House Bill 589 amends Section 21-19-7 NMSA 1978 to change the size of a project located within fifty miles of the New Mexico border that would qualify for an exception to the In-Plant Training residency requirement from 1,500 employees to 150 employees.

## Significant Issues

Currently, the statute requires that employees receiving training that is funded by the Development Training Fund must be New Mexico residents. This requirement is waived if the project:

- Is located within fifty mile of the New Mexico border where the resident labor force is not sufficient;
- Gives preference to New Mexico workers;
- Employs no less than fifty percent of the project's workforce with New Mexico residents; and
- Employs more than one thousand five hundred $(1,500)$ employees.

This bill proposes to amend the last requirement to be only one hundred fifty (150) employees.

## FISCAL IMPLICATIONS

The bill does not contain an appropriation or significant fiscal implication.
MW/njw

