



<u>Fact Sheet</u> 2016 Interim Legislative Jobs Council

Background: The New Mexico Legislature created the Jobs Council in 2013 to develop a process and framework bringing together lawmakers, economic developers, business leaders and citizens to reach clarity and consensus on a job-creation agenda for the state. The council is finishing its fourth year of deliberations. Over the first three years, the Council conducted 18 all-day, bipartisan council meetings, 30 all-day county and regional deliberations, 30+ advance team deliberations, and additional meetings.

Chairs: Senate President Pro Tem Mary Kay Papen and House Speaker Don Tripp

Members: Legislators (13 members, 18 advisory members) from both chambers, both parties, all regions; 12 public members and 5 cabinet secretaries.

Goal: Get the state back to pre-recession employment levels in ten years.

- **Goal 1:** Develop framework, process and criteria for economic development priorities.
- **Goal 2:** Produce a statewide assessment of what it will take to get back to pre-recession employment levels by 2024.
 - How many *economic-base jobs* will we need? (These are jobs in which the employer derives a majority of its revenue from out-of-state sources.)
 - How many new *economic-base jobs* could be generated by each program theater?
 - Which obstacles (factor of production gaps) must be cured for new jobs to materialize?
- Goal 3: Develop and pass legislation that addresses these major gaps.

Program and Process Elements

- Each year the Council conducts a series of deliberative town hall sessions open to the public, with key stakeholders: legislators, state and local officials, business leaders, educators, economic and workforce developers and citizens.
- Participants work through an ordered process to agree on the number of new, economic-base jobs needed, where the jobs will come from, factor of production gaps to be cured and programs and initiatives needed.
- The Council's data estimates and finding are entered a comprehensive state and local economic-base job creation assessment calculator developed and maintained by the Community Economics Lab. <u>nmjc.thecelab.org</u>
- Full Council unanimity is required for all major data points, findings and recommendations.
- The Council's legislative recommendations require origination from a Council deliberative session, have bipartisan sponsors in the Senate and the House, the cabinet agency responsible for execution and a constituent advocacy group.

Key Findings

- 1. The state and many of its communities are at risk of entering an economic death spiral in the decade ahead.
- 2. Four of the state's seven planning districts could not identify enough potential job creation to avoid further contraction.





- 3. Consensus estimates found 151,355 new e-base jobs are needed and 180,284 are possible with elevated strategic effort.
- 4. Two of the organized program theaters with highest potential are underfunded and four lack formal organization.
- 5. While the challenges are complex and daunting, solving them is not as difficult to as it might seem.
- 6. Correcting the current trajectory will require an elevated level of thinking, planning, investment and accountability.
- 7. Counties and regions lack the common planning and accountability system and resources needed to describe prescriptive action.

Top Legislative Initiatives

- 1. Accountability and planning act
- 2. Regional job creation planning
- 3. Rapid response workforce fund
- 4. Solowork pilot funding
- 5. Broadband planning

- 6. LEDA funding
- 7. JTIP funding
- 8. Staff augmentation funding
- 9. Coop advertising
- 10. Tourism marketing raise

Top Non-Legislative Initiatives

- 1. Solowork theater program pilot 3 Pilots; Cibola underway
- 2. Retirement theater program model design.
- 3. Middle School Physics Pilot 18 schools underway.
- 4. Curriculum Development for local economic development planning and management training program.
- 5. Workforce development assessments framework and process.

Accountability and Planning Act

- 1. Resolve to undertake a major reorganization.
- 2. Develop the framework and process.
- 3. Complete a review of all state expenditures directly related to e-base job creation.
- 4. Develop a new taxonomy of job creation programs and expenditures with accountability and planning protocols.
- 5. Establish a place in statute for Job Creation Economic development.
- 6. Institutionalize assessment, planning, accountability and reporting an office of economic planning and accountability new data collection & analysis system.
- 7. Develop a critical path for implementation in 2019.

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Information sources: Jobs Council Webpage: <u>http://www.nmlegis.gov</u> Reports and Online Assessment Database: <u>http://www.thecelab.org</u>