

Fiscal impact reports (FIRs) are prepared by the Legislative Finance Committee (LFC) for standing finance committees of the NM Legislature. The LFC does not assume responsibility for the accuracy of these reports if they are used for other purposes.

Current FIRs (in HTML & Adobe PDF formats) are available on the NM Legislative Website (legis.state.nm.us). Adobe PDF versions include all attachments, whereas HTML versions may not. Previously issued FIRs and attachments may be obtained from the LFC in Suite 101 of the State Capitol Building North.

FISCAL IMPACT REPORT

SPONSOR Smith ORIGINAL DATE 1/23/08
LAST UPDATED _____ HB _____
SHORT TITLE Expand Performance Excellence Training SB 167
ANALYST Earnest

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Non-Rec	Fund Affected
FY08	FY09		
	\$300.0	Recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

Duplicates House Bill 163

SOURCES OF INFORMATION

LFC Files

Responses Received From

Economic Development Department (EDD)

SUMMARY

Synopsis of Bill

Senate Bill 167 appropriates \$300 thousand from the general fund to the Economic Development Department to expand performance excellence training, assessment services and assistance to New Mexico businesses and organizations to encourage economic development and prosperity statewide by strengthening competitiveness and improving effectiveness using the Baldrige criteria for performance excellence.

FISCAL IMPLICATIONS

The appropriation of \$300 thousand contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of fiscal year shall revert to the general fund.

SIGNIFICANT ISSUES

According to EDD, these funds likely would be used to contract with a local non-profit organization such as Quality New Mexico.

Quality New Mexico administers the New Mexico Quality Awards that are modeled after the Malcolm Baldrige National Quality Awards. The NMQA program assesses and recognizes organizations at three levels: Zia Award for performance excellence, Roadrunner Recognition for progress, and Piñon Recognition for commitment.

The original stated purposes of the award were to:

- promote quality awareness
- recognize quality achievements of U.S companies
- publicize successful quality strategies

According to the Baldrige National Quality Program, a program of the National Institute of Standards and Technology, “the Baldrige Criteria for Performance Excellence provide a systems perspective for understanding performance management. They reflect validated, leading-edge management practices against which an organization can measure itself. With their acceptance nationally and internationally as the model for performance excellence, the Criteria represent a common language for communication among organizations for sharing best practices. The Criteria are also the basis for the Malcolm Baldrige National Quality Award process.”

ADMINISTRATIVE IMPLICATIONS

The Economic Development Department would have to administer the contract.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

Senate Bill 167 is the duplicate of House Bill 163.

BE/bb